



**FRESENIUS
MEDICAL CARE**

RECEIVED

FEB 07 2014

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

February 6, 2014

Ms. Courtney Avery
Administrator
Illinois Health Facilities & Services Review Board
525 West Jefferson, 2nd Floor
Springfield, IL 62761

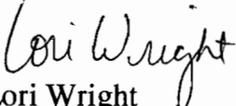
Re: Third Annual Progress Report. Section 1130.760
Project # 10-063, Fresenius Medical Care Lakeview
Permit Holder: Fresenius Medical Care Chicagoland, LLC, Fresenius Medical
Care Holdings, Inc.
Permit Amount: \$1,280,746

Dear Ms. Avery:

Enclosed please find the annual progress report which summarizes the current status of the above-mentioned project.

If you have any questions, please contact me at 630-960-6807.

Sincerely,


Lori Wright
Senior CON Specialist

cc: Clare Ranalli

February 6, 2014

Annual Progress Report, Section 1130.760

Project # 10-063, Fresenius Medical Care Lakeview

Permit Holder: Fresenius Medical Care Chicagoland, LLC, and Fresenius Medical Care Holdings, Inc.

Permit Amount: \$1,280,746

This report summarizes the current status of the above-mentioned project located at 4008 N. Broadway, Chicago.

Status of the Project

This project was originally an 8-station expansion, but was approved for an alteration on 9/20/2012 to reduce the expansion from 8 stations down to 4. The revised permit amount is \$1,280,746.

The project was obligated through the execution for the leased premises on May 31, 2011. The project has been delayed due to the alteration and the subsequent internal change of ownership per #11-075 resulting in two permit renewals.

The original plans for this project were cancelled and new site plans are in the works. Current estimates are that the construction will commence mid-summer 2014 with estimated completion by the end of 2014 and Medicare Certification prior to the permit completion date of May 31, 2015.

Sources and Uses of Funds Per Alteration dated August 29, 2012

All Project financing to date has been funded from available cash and its equivalents as reported on the company's financial statements. The right to occupy the premises is being secured through a leasing arrangement. This leasing arrangement was utilized to obligate the project. None of the project costs have exceeded the approved permit amounts.

Project Costs and Sources of Funds

Line Item	Allowance/CON	Realized Costs
Preplanning Costs	N/A	N/A
Site Survey & Soil Investigation	N/A	N/A
Site Preparation	N/A	N/A
Off-site work	N/A	N/A
New Construction Contracts	N/A	N/A
Modernization	642,000	0
Contingencies	60,000	0
Architectural/Engineering	50,000	48,345
Consulting and other fees	N/A	N/A
Movable & Other Equipment	150,000	0
Bond Issuance Expense	N/A	N/A
Net Interest Expense during Construction	N/A	N/A
FMV of Leased Space & Equipment	378,746	378,746
Other Costs to be Capitalized	N/A	N/A
Acquisition of Building or other Property (excluding land)	N/A	N/A
Total Project Costs	1,280,746	
Realized Total Project Costs To Date		427,091
Cash & Securities	840,250	48,345
Pledges	N/A	N/A
Gifts & Bequests	N/A	N/A
Bond Issues	N/A	N/A
Mortgages	N/A	N/A
Lease FMV	378,746	378,746
Gov. Approp	N/A	N/A
Grants	N/A	N/A
Other funds and Sources	61,750*	0
Total funds	1,280,746	
Total Spent to Date		427,091

*Total construction cost is \$702,000; however \$61,750 of this cost will be funded through tenant improvement allowances from the landlord that will be spread out over the term of the lease.

Application and Certificate for Payment (AIA G702)

Construction has not yet begun therefore there is no G702 to submit at this time.

Anticipated Completion Date

The project is currently approximately 10% complete and is expected to be completed by May 31, 2015.