

Chicago Surgical Clinic, Ltd
201 E. Strong Street – Suite 7 Wheeling, IL 60090

RECEIVED

January 7, 2014

JAN 09 2014

Illinois Health Facilities and Services Review Board
525 West Jefferson Street – 2nd Floor
Springfield, IL 62761

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Via Overnight Delivery & Fax: 217-785-4111

RE: Annual Progress Report
CON Permit No. 12-076
IDPH No. 9870

Dear HFSRB:

In accordance with the Act, Section 1130.760 of 77 Ill. Adm. Code, your post-permit reporting requirements and your notice of October 28, 2013, we are pleased to herein timely submit this, our first Annual Progress Report for the above-referenced project to establish a multi-specialty ASTC in Arlington Heights.

The project received a Certificate of Need Permit (Project No. 12-076) from the Board on December 10, 2012.

The project received IDPH Design and Construction Section review approval on August 12, 2013.

The project was obligated as of August 22, 2013. The Notice of Obligation was submitted to the Board on October 4, 2013. Obligation occurred well in advance of the June 10, 2014 required obligation date.

The project concurrently underwent building review by the Village of Arlington Heights and we received our Building Permit on October 28, 2013.

The current status of the project is that architectural and engineering design work has been completed and construction specification documents have been completed. A general contractor was selected. General construction activities will begin within the next few weeks.

There have been no changes to the scope or size of the project.

A listing of costs incurred to-date and a comparison of actual costs to CON Permit approved amounts is attached (see attached spreadsheet).

We continue to move the project along with due diligence.

There has been no change in either the project's method of financing or in the sources of funds from that approved in the ON Permit.

The project is anticipated to be completed by the project completion date of December 31, 2014.

Please acknowledge receipt and approval of this Annual Progress Report.

Sincerely,
Chicago Surgical Clinic, Ltd



Dr. Yelena Levitin, M.D.
Chief Executive Officer

Cc: Messrs. Sam Reynish, Ira Rogal, Robert Kirk

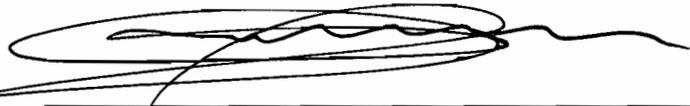
NOTARY

§ State of Illinois
§ County of COOK

Sworn to (or affirmed) and subscribed before me this 7 day of JANUARY, 20 14

by (name of person making this statement) YELENA LEVITIA M.D.

(Notary Seal)



(Signature of Notary Public - Illinois)

IGOR KROIN

(Name of Notary Public - Typed, Printed or Stamped)

Personally known to me or Produced Identification
Type of Identification Produced _____

**CHICAGO SURGICAL CLINIC
ANNUAL COST REPORT 12-31-2013**

	A	B	C	D	E
1	Projected	Costs and	Sources	of Funds	as of 12-31-13
2					
3	USE OF FUNDS	CON Approved		Expended	
4				To-Date	
5					
6	Preplanning	\$ 11,000		10,000	
7	Site Survey/Soil Investigation	1,000			
8	Site Preparation	57,000			
9	Off Site Work				
10	New Construction Contracts	1,640,000			
11	Modernization Contracts				
12	Contingencies	160,000			
13	Architect/Engineering Fees	265,000		143,142	
14	Consulting & Other Fees	165,000		108,626	
15	Moveable/Other Equipment	250,000			
16	New Equipment	206,157			
17	Bond Issue Expenses				
18	Net Interest During Construction	60,000			
19	FMV of Space or Equipment				
20	Other Costs to be Capitalized	293,900		59,464	
21	Acquisition of Bldg/Property	770,000			
22					
23	TOTAL USE OF FUNDS	\$ 3,879,057		321,232	
24					
25					
26	SOURCES OF FUNDS	CON Approved		Expended	
27				To-Date	
28					
29	Cash and Securities	\$ 1,629,057		321,232	
30	Pledges				
31	Gifts and Bequests				
32	Bond Issues				
33	Mortgages	2,000,000			
34	Leases (FMV)				
35	Government Appropriations				
36	Grants				
37	Existing Equipment	250,000			
38	Other Funds and Sources				
39					
40	TOTAL SOURCES OF FUNDS	\$ 3,879,057		321,232	