



STATE OF ILLINOIS
HEALTH FACILITIES AND SERVICES REVIEW BOARD

525 WEST JEFFERSON ST. • SPRINGFIELD, ILLINOIS 62761 • (217) 782-3516 • FAX: (217) 785-4111

May 24, 2013

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Lori Wright
Senior CON Specialist
Fresenius Medical Care
One Westbrook Corporate Center, Tower One, Suite 1000
Westchester, Illinois 60154

Re: PERMIT APPROVAL

Dear Ms. Wright:

On May 14, 2013, the Illinois Health Facilities and Services Review Board approved the application for permit for the referenced project based upon the project's substantial conformance with the applicable standards and criteria of 77 Ill Adm. Code 1110 and 1120. In arriving at a decision, the State Board considered the findings contained in the State Agency Report, the application material, public hearing testimony and documents, any testimony made before the State Board, and the Illinois Health Facilities Planning Act (20 ILCS 3960).

- **Project Number:** 13-008
- **Name of the Project:** Chicago Dialysis Center
- **Description of Project:** The permit holders have been approved to discontinue a 21-station ESRD facility located at 820 W. Jackson Boulevard, Chicago, Illinois and establish a 21-station hemodialysis facility located at 1806-1810 West Hubbard Street, Chicago, Illinois.
- **Permit Holders:** Fresenius Medical Care Holdings, Inc. and WSKC Dialysis Services, Inc., d/b/a Chicago Dialysis Center
- **Licensee/Operating Entity:** WSKC Dialysis Services, Inc., d/b/a Chicago Dialysis Center
- **Owner of Site:** Net3, LLC
- **Permit Amount:** \$6,183,745
- **Gross Square Footage:** 11,000
- **Address where the Project will be located:** 1806-1810 W. Hubbard Street, Chicago, Illinois
- **Conditions of the Permit:** None
- **Project Obligation Date:** July 1, 2014
- **Project Completion Date:** December 31, 2014
- **Annual Progress Report Due Dates:** May 14, 2014

This permit is valid only for the defined construction or modification, site, amount and the named permit holder and **is not transferable or assignable**. In accordance with the Planning Act, the permit is valid until such time as the project has been completed, provided that all post permit requirements have been fulfilled, pursuant to the requirements of 77 Ill. Adm. Code 1130 and may result in an invalidation of the permit, sanctions, fines and/or State Board action to revoke the permit. **Please note that effective June 1, 2013, amendments to the requirements for permit**

holders outlined in 77 Ill. Adm. Code 1130 will take effect. Please refer to the Board's website for more details regarding the amendments.

The permit holder is responsible for complying with the following requirements in order to maintain a valid permit. Failure to comply with the requirements may result in expiration of the permit or in State Board action to revoke the permit.

1. OBLIGATION-PART 1130.720

The project must be obligated **by the Project Obligation Date**, unless the permit holder obtains an "Extension of the Obligation Period" as provided in 77 Ill. Adm. Code 1130.730. Obligation is to be reported as part of the first annual progress report for permits requiring obligation within 12 months after issuance. For major construction projects which require obligation within 18 months after permit issuance, obligation must be reported as part of the second annual progress report. If project completion is required prior to the respective annual progress report referenced above, obligation must be reported as part of the notice of project completion. The reporting of obligation must reference a date certain when at least 33% of total funds assigned to project cost were expended or committed to be expended by signed contracts or other legal means.

2. ANNUAL PROGRESS REPORT-PART 1130.760

An annual progress report, as defined in 77 Ill. Adm. Code 1130.760, must be submitted to HFSRB every 12-month from the permit issuance date until such time as the project is completed.

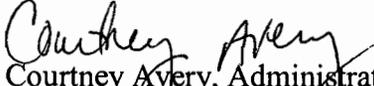
3. PROJECT COMPLETION REQUIREMENTS-PART 1130.770

Each permit holder shall submit to HFSRB no later than 90 days after the approved project completion date with a notification of project completion and a final realized costs report as required by Section 1130.770. Please refer to Section 1130.140 for a definition of 'completion or project completion'.

This permit does not exempt the project or permit holder from licensing and certification requirements, including approval of applicable architectural plans and specifications prior to construction. **Please note that the Illinois Department of Public Health will not license the proposed facility until such time as all of the permit requirements have been completed.**

Should you have any questions regarding the permit requirements, please contact Mike Constantino at 217-782-3516.

Sincerely,


Courtney Avery, Administrator
Illinois Health Facilities and Services Review Board

cc: Dale Galassie, Chairman