



December 22, 2016

VIA FEDERAL EXPRESS

Michael Constantino
Supervisor, Project Review Section
Illinois Department of Public Health
Health Facilities and Services Review Board
525 West Jefferson Street, Second Floor
Springfield, Illinois 62761

RECEIVED

JAN 10 2017

HEALTH FACILITIES &
SERVICES REVIEW BOARD

Re: Notice of Project Completion and Final Realized Cost Report – Machesney Park Dialysis (Proj. No. 15-004)

Dear Mr. Constantino:

On behalf of DaVita Inc. and Machesney Bay Dialysis, LLC d/b/a Machesney Park Dialysis (collectively, "DaVita"), I am writing to submit the notice of project completion and final realized project cost report for Project No. 15-004. On April 21, 2015, the Illinois Health Facilities and Services Review Board ("State Board") approved DaVita's application for a certificate of need permit to establish a 12-station in-center hemodialysis facility located at 7170 North Perryville Road, Machesney Park, Illinois 61115 (the "Project"). The Project was obligated on May 21, 2015, through execution of a lease for the building that will house the dialysis facility. The facility was notified by the Centers for Medicare and Medicaid Services in a letter dated November 9, 2016 that the 12 stations were approved and certified with an effective date of October 7, 2016.

For your review, DaVita submits the following information as its final realized cost report for the establishment of Machesney Park Dialysis:

1. Final Realized Project Costs

Machesney Park Dialysis Final Realized Project Costs		
	Approved	Expended
New Construction Contracts*	\$1,078,000	*\$873,452
Contingencies	\$100,000	\$0
Architectural /Engineering Fees	\$82,200	\$96,487
Consulting and Other Fees	\$92,500	\$9,733
Movable or Other Equipment (not in construction contracts)	\$485,587	\$527,973
Fair Market Value of Lease Space and Equipment	\$850,376	\$850,376
ESTIMATED TOTAL PROJECT COST	\$2,688,663	\$2,358,021

*The G702 does not include the Permit Holder's purchased lighting package of \$33,772 or the Security Door & Lock System of \$32,264. This amount was added to the New Construction Costs.

All of the costs reported in the Table above will be reported on the Medicare / Medicaid cost reports.

2. Medicare and Medicaid Cost Reports and Certification of Compliance

Pursuant to 77 Ill. Admin. Code §1130.770, DaVita certifies the final realized costs are the total costs required to complete the Project and no additional or associated costs or capital expenditures related to the Project will be submitted for reimbursement under Title XVIII or Title XIX. I further certify DaVita has complied with all of the terms of the permit to date and all information submitted in this cost report for the facility is true and correct.

3. Final Application and Certification for Payment

Attached as Attachment A is the final Application and Certification for Payment (G702) for the Project.

If you have any questions or need any additional information related to the Project, please feel free to contact Tim Tincknell at 773-278-4403 or timothy.tincknell@davita.com.

Sincerely,

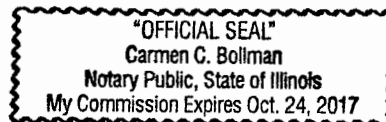
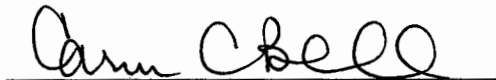


Mary J. Anderson
Division Vice President
DaVita Inc.

SUBSCRIBED AND SWORN

to before me this 21 day of

Dec, 2016



My commission expires: 10-24-2017

Attachment

cc: Lynanne Hike
Jim Burke

TO OWNER:
 DaVita, Inc.
 2000 16th Street
 Denver, CO 80202

PROJECT:
 JV DNVO-Machensney Park - T
 Facility #11312, 7101 N. Perryville Road
 Machensney Park, IL 61115

APPLICATION NO: 7
Facility #11312
Project Code: D11312-0

Distribution to:
 OWNER
 ARCHITECT

FROM CONTRACTOR:
 Steustron General Contractor - Design/StudioGC, Inc.
 2420 20th Street
 Rockford, IL 61104

VIA ARCHITECT:
 223 W. Jackson Boulevard, Suite 1200
 Chicago, IL 60606

CONTRACT FOR: General Construction

CONTRACTOR'S APPLICATION FOR PAYMENT

Application is made for payment, as shown below, in connection with the Contract.
 Continuation Sheet is attached.

1. ORIGINAL CONTRACT SUM \$ 832,355.00
 2. Net change by Change Orders \$ (24,939.47)
 3. CONTRACT SUM TO DATE (Line 1 + 2) \$ 807,415.53
 4. TOTAL COMPLETED & STORED TO DATE: Column G (TI Tab) \$ 807,415.53

5. RETAINAGE:
 a. 0% % of Completed Work \$ 0.00
 (Column D + E on TI Tab)
 b. 10% % of Stored Material \$ 0.00
 (Column F on TI Tab)
 Total Retainage (Lines 5a + 5b or Total in Column I of TI Tab) \$ 0.00

6. TOTAL EARNED LESS RETAINAGE (Line 4 Less Line 5 Total) \$ 807,415.53
 7. LESS PREVIOUS CERTIFICATES FOR PAYMENT (Line 6 from prior Certificate) \$ \$907,415.53
 8. CURRENT PAYMENT DUE \$ 0.00
 9. BALANCE TO FINISH, INCLUDING RETAINAGE (Line 3 less Line 6) \$ 0.00

CHANGE ORDER SUMMARY	ADDITIONS	DEDUCTIONS
Total changes approved in previous months by Owner	\$0.00	\$0.00
Total approved this Month	\$0.00	\$0.00
TOTALS	\$0.00	\$0.00
NET CHANGES by Change Order	\$0.00	\$0.00

* Note- All items in blue require manual entry

PERIOD TO: 11/08/16
PERIOD FROM: 08/15/16
DVA PROJ NO: #11312
GC JOB NO: #7784
CONTRACT DATE: 10/7/15

The undersigned Contractor certifies that to the best of the Contractor's knowledge, information and belief the Work covered by this Application for Payment has been completed in accordance with the Contract Documents, that all amounts have been paid by the Contractor for Work for which previous Certificates for Payment were issued and payments received from the Owner, and that current payment shown herein is now due.

CONTRACTOR: Steustron General Contractor - Design/Build Group
 By: *Joel L. Foss* Date: November 18, 2016

CERTIFICATE FOR PAYMENT

In accordance with the Contract Documents, based on on-site observations and the data comprising the application, the quality of the Work is in accordance with the Contract Documents, and the Contractor is entitled to payment of the AMOUNT CERTIFIED.

AMOUNT CERTIFIED: \$ 0.00
 Discussed by: *James Barak*
 B03CASHF24E7474...

(Attach explanation if amount certified differs from the amount applied. Initial all figures on this Application and on the Continuation Sheet that are changed to conform with the amount certified.)
 Authorized Representative: DaVita, Inc.
 Discussed by: *Craig Neadlows* Date: November 28, 2016
 C441594FE70A60...
 This Certificate is not negotiable. The AMOUNT CERTIFIED is payable only to the Contractor named herein. Issuance, payment and acceptance of payment are without prejudice to any rights of the Owner or Contractor under this Contract.

Schedule of Values (Life Safety)

Cost categories shown below are not to be added to or deviated from.
 In tabulations below, state amount for each category.
 Use Column I on Contracts where variable retainage for line items may apply.

APPLICATION NO: 7
 APPLICATION DATE: 11/8/2016
 PERIOD TO: 11/8/2016
 PERIOD FROM: 8/15/2016
 DA VITA PROJECT NO: #11312

A ITEM NO.	B DESCRIPTION OF WORK	C SCHEDULED VALUE	D WORK COMPLETED		F MATERIALS PRESENTLY STORED (NOT IN D OR E)	G TOTAL COMPLETED AND STORED TO DATE (D+E+F)	H BALANCE TO FINISH (C - G)	I RETAINAGE (IF VARIABLE RATE) (% * G)
			FROM PREVIOUS APPLICATION (D + E)	THIS PERIOD				
LIFE SAFETY								
1.1	General Requirements	\$500.00	\$500.00	\$0.00	\$0.00	\$500.00	\$0.00	\$0.00
1.2	Overhead and Profit	\$850.00	\$850.00	\$0.00	\$0.00	\$850.00	\$0.00	\$0.00
10.2	Fire Extinguishers	\$2,043.00	\$2,043.00	\$0.00	\$0.00	\$2,043.00	\$0.00	\$0.00
15.3	Fire Protection Piping	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
16.2	Fire Alarm System	\$14,816.00	\$14,816.00	\$0.00	\$0.00	\$14,816.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Change Order # ?	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	LIFE SAFETY TOTALS	\$18,209.00	\$18,209.00	\$0.00	\$0.00	\$18,209.00	\$0.00	\$0.00

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