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Via FedEx

December 2, 2016

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DEC 05 2016
FACILITIES & SERVICES REVIEW BOARD

Ms. Courtney Avery
Administrator
Illinois Health Facilities and Services Review Board
525 West Jefferson
Springfield, IL 62761

RE: Annual Progress Report - Hospital Project # 15-039

Dear Ms. Avery:

Please accept this document in response to the annual progress reporting requirements for the above-referenced project, consistent with the provisions of Section 1130.760.

This project was approved by the State Board on November 18, 2015 and involves a major modernization project at Rockford Memorial Hospital – East Riverside Blvd. An alteration to the Permit was granted on October 25, 2016.

The project is currently approximately 0.05% complete, and the anticipated completion date remains June 2019. To date, it is estimated that a total of approximately $13,081,572.12 has been incurred, related to project.

The attached table identifies the anticipated project costs, as identified in the *Application*, the currently-anticipated project cost, and costs incurred to date. The sources of funds are not anticipated to change from that identified in the *Application*. Also attached is a copy of the latest Mortenson Construction application for payment under the construction contract.

The major project components completed to date include:

- Mass grading
- Foundation excavation
- Partial installation of storm drainage, water and sanitary systems
- Establishment of temporary jobsite facilities

The major project components yet to be completed include:

- Foundations
- Structural steel
- Envelope
- Interior construction
- Sitework
- Landscaping

Sincerely,

Paul T. Van Den Heuvel
Vice President of Legal Affairs & General Counsel

Attachment

Riverside Hospital

	Approved Amount	Current Estimate	Incurred to Date*
PROJECT COSTS			
Preplannning Costs	$ 4,453,000	$ 4,453,000	
Site Survey & Soil Investigation	$ 150,000	$ 150,000	$ 140,916
Site Preparation	$ 4,395,522	$ 4,395,522	
Off Site Work	$ 8,314,359	$ 8,314,359	
New Construction Contracts	$ 209,303,910	$ 209,303,910	$ 6,781,402
Modernization Contracts			
Contingencies	$ 10,086,060	$ 10,086,060	
A & E Fees	$ 9,890,000	$ 9,890,000	$ 6,005,829
Consulting & Other Fees	$ 9,940,000	$ 9,940,000	$ 142,826
Moveable Equipment	$ 119,000,000	$ 119,000,000	
Bond Issuance Expense	$ 4,178,740	$ 4,178,740	$ 10,599
Net Interest Expense	$ 53,233,755	$ 53,233,755	
FMV of Leased Space/Equip.			
Other Costs to be Capitalized	$ 2,200,000	$ 2,200,000	
Acquisition of Bldg. or Other Property			
TOTAL	**$ 435,145,346**	**$ 435,145,346**	**$ 13,081,572**
SOURCES OF FUNDS			
Cash and Securities	$ 15,000,000	$ 15,000,000	
Pledges			
Gifts and Bequests			
Bond Issues	$ 420,145,346	$ 420,145,346	$ 13,081,572
Leases (FMV)			
Depreciated Value of Equip.			
Grants			
Other Funds			
TOTAL	**$ 435,145,346**	**$ 435,145,346**	**$ 13,081,572**

*estimate, as of 11/18/16