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HEALTH FACILITIES &
SERVICES REVIEW BOARD

FEDERAL EXPRESS

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

Re: Annual Progress Report –Sauget Dialysis (Proj. No. 15-052)

Dear Mr. Constantino:

Pursuant to Section 1130.760 of the Illinois Health Facilities and Services Review Board (“HFSRB”) rules, I am writing on behalf of DaVita Inc. and Renal Treatment Centers-Illinois Inc. (the “Permit Holders”) to submit the annual progress report for Sauget Dialysis (Project No. 15-052). As you are aware, on February 16, 2016, HFSRB approved the Permit Holders’ certificate of need application for the expansion of Sauget Dialysis (the “Project”). Pursuant to Section 1130.760, the Permit Holders submit the following information regarding the progress of Project Permit #15-052.

1. Status of the Project

The expansion Project occurred within existing square feet and required no new space. The tenant improvement construction started on June 27, 2016 and was complete with a Certificate of Occupancy dated September 21, 2017. The facility presently awaits Medicare certification of the 8 additional stations approved with this expansion Project.

2. Costs Incurred to Date

To date, the Permit Holders have incurred \$1,265,707 in project costs.

PROJECT COSTS	Approved	Expended
Modernization Contracts	\$500,000	\$498,490
Contingencies	\$30,000	\$0
A & E Fees	\$50,000	\$47,223
Consulting & Other Fees	\$52,500	\$6,784
Moveable Equipment	\$396,092	\$293,144
Fair Market Value of Leased Space & Equipment	\$420,066	\$420,066
Other Costs to be Capitalized	\$0	\$0
Net Book Value of Existing Equipment		
Estimated Total Project Cost	\$1,448,658	\$1,265,707

3. **Sources of Funds**

The project will be financed through \$1,448,658 in cash and cash equivalents.

4. **Anticipated Completion Date**

The anticipated completion date for the Project is August 31, 2017.

If you need any additional information or have any questions regarding the status of the project, please feel free to contact me.

Sincerely,



Timothy V. Tincknell

cc: Mary J. Anderson, DaVita Inc.
Don Robbins, DaVita Inc.
Dave Schrader, DaVita Inc.