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John P. Mordach

Senior Vice President &
Chief Financial Officer, Rush
University Medical Center
and the Rush System

RUSH

March 14, 2019

Ms. Courtney Avery
Administrator
Division of Health Systems Development
525 West Jefferson St., Second Floor
Springfield, IL 62761

RECEIVED
MAR 15 2019
HEALTH FACILITIES &
SERVICES REVIEW BOARD

Re: Permit #15-053

Dear Ms. Avery,

Pursuant to 77 Illinois Administrative Code 1130.760, this is the annual progress report for Rush University Medical Center permit #15-053 (the "Permit"). The Permit for Master Design of Phase I of the construction of an outpatient services building, for the approved Permit amount of $32,000,000 (the "Project") was issued on February 16, 2016. A Request for Renewal for the Project was submitted to extend the Permit's original completion date from December 31, 2017 to December 31, 2018. On November 21, 2017, we received approval of the Permit Renewal Request. A subsequent Request for Renewal for the Project was submitted to extend the completion date from December 31, 2018 to September 30, 2019. On December 6, 2018, we received the approval of the subsequent Permit Renewal Request. We provide the following information regarding the progress of the Project:

1. Current Status of the Project – Through January 31, 2019, the Project is 67% complete. The remaining scope of work to complete consists of the balance of the architecture and engineering design, program management services, pre-construction services, legal services, and permitting fees. The scope or size of the Project has not changed per Permit issuance.

2. Costs Incurred to Date – Project costs incurred through January 31, 2019 are $21,568,597. We anticipate the total projected costs at completion will be consistent with those reported in the approved CON application.

3. Obligation of the Project – The Project has been obligated via commitment of at least one-third of the projected Project costs.

4. Method of Financing the Project – The Project has been financed using $21,568,597 in cash and securities.

5. Anticipated Date of Completion – Our anticipated completion date of the Project is on track to meet the Permit Renewal completion date of September 30, 2019.

If you need any additional information, please contact either Sarah Roche at 312-942-4938, Sarah_Roche@rush.edu or Jacob M. Axel

Sincerely,

John P. Mordach

CC: Mike Constantino, Supervisor of Project Review
George Roate, Division of Health Systems Development
Justin Johnson, RUSH Legal
Jacob Axel, Axel and Associates, Inc.

Rush is a not-for-profit health care, education and research enterprise comprising Rush University Medical Center, Rush University, Rush Oak Park Hospital and Rush Health.