Franciscan HEALTH

August 2, 2018

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

RECEIVED
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HEALTH FACILITIES & SERVICES REVIEW BOARD

RE: Request for Permit Renewal: Permit 16-005
Franciscan St. James Health-Olympia Fields

Dear Ms. Avery:

With this letter, the Permit Holder for the above-referenced project, Franciscan Alliance, Inc. d/b/a Franciscan St. James Health-Olympia Fields, respectfully requests a Permit Renewal, extending the date of project completion to April 30, 2019.

As you may recall, the project consolidates the inpatient and a significant portion of the outpatient services of hospitals in Chicago Heights and Olympia Fields onto the Olympia Fields campus. The consolidation involves approximately 69,000 sf of construction and 124,000 sf of renovation, much of which requires phasing to ensure that all services can be maintained during the project.

The current *completion date*, per the CON Permit, is October 31, 2018, and as of the preparation of this renewal request, approximately 93% of the project has been completed.

Among the completed components of the project:

1. Design and site work;
2. Emergency Department and Inpatient Pavilion building addition (including Inpatient Rehab. and Birthing Center);
3. Medical-Surgical inpatient and ICU bed areas expansion;
4. Surgical Suite expansion and renovation;
5. Support Infrastructure (for example, Administration, Pharmacy, Phase1 of new Clinical Decision Unit, Imaging expansion, Patient Registration, and Outpatient Lab services).

The remaining project components include the construction and renovation of the following projects:

1. Phase 2 of Clinical Decision Unit;
2. Phase 2 and 3 of Imaging expansion;
3. Laboratory renovation;
4. Addition of a new infrastructure including interior elevator and shaft.

The remaining projects require pre-occupancy final inspections before project completion. In addition, the project costs will need to be finalized and an independent audit of incurred costs need to be commissioned.

The project cannot be completed by the *completion date* identified in Permit because phasing, including related state inspection periods, was expanded to maintain necessary hospital operations and interim life safety measures beyond that initially anticipated.

As of July 31, 2018, approximately $111,000,000 (unaudited) of the approved project cost of $121,831,862 has been spent. With the signature on this letter, the Permit Holder confirms that the project's scope and cost remain consistent with the project approved by the HFSRB, and that sufficient funds remain available to complete the project.

Enclosed please find a check in the amount of $500.00 as a processing fee for this renewal request.

Should any additional information be required, please do not hesitate to contact me.

Sincerely,

Allan M. Spooner
CEO

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