STATE OF ILLINOIS
HEALTH FACILITIES AND SERVICES REVIEW BOARD

525 WEST JEFFERSON ST. • SPRINGFIELD, ILLINOIS 62761 • (217) 782-3516 • FAX: (217) 785-4111

January 25, 2017

Drew Bell, Director Operations
Surgical Care Affiliates
510 Lake Cook Road, Ste 400
Deerfield, IL 60015

Re: Project Number: #16-038
Facility Name: Advocate Sherman Ambulatory Surgery Center
Facility Address: 1445 North Randall Road, Elgin, Illinois
Applicants: Advocate-SCA Partners, LLC - SCA-Illinois, LLC – Evangelical Services Corporation - Advocate Health Care Network - Advocate Sherman Hospital - Advocate Sherman Ambulatory Surgery Center, LLC – Surgical care Affiliates, Inc. – Surgical Care Affiliates, LLC – SCA Surgery Holdings, LLC
Permit Holder(s): Advocate Sherman Ambulatory Surgery Center, LLC
Licensee/Operating: Advocate Sherman Ambulatory Surgery Center, LLC
Owner(s) of Site: Advocate Sherman Hospital
Project Description: Establish a multi-specialty ASTC with 3 OR's in 15,010 GSF.
Permit Amount: $ 12,718,852
Permit Conditions: None
Project Required Commitment Date: January 24, 2019
Project Completion Date: March 31, 2019
Annual Progress Report Due Date: January 24, 2018

Dear Mr. Bell:

On January 24, 2017, the Illinois Health Facilities and Services Review Board approved the application for permit for the above-referenced project. This approval was based upon the substantial conformance with the applicable standards and criteria in the Illinois Health Facilities Planning Act (20 ILCS 3960) and 77 Illinois Administrative Codes 1110 and 1120.

*In arriving at a decision, the **State** Board adopted the **State Board staff's report and findings**, and when applicable, considered the application materials, public hearing testimony, public comments and documents, testimony presented before the Board and any additional materials requested by State Board staff.*

The permit is valid only for the approved construction or modification, site, amount and the named permit holder. Please note that the permit **is not transferable or assignable.** In accordance with the Planning Act, the permit is valid until such time as the project has been completed, provided that all post-permit requirements have been fulfilled, pursuant to the requirements of 77 Illinois Administrative Code 1130. Failure to comply with post-permit requirements may result in an invalidation of the permit, sanctions, fines or State Board action to revoke the permit.

To maintain a valid permit, the permit holder is responsible for complying with the following requirements.

5. FINANCIAL COMMITMENT 1130.720

The project must be obligated **by the Financial Commitment Date,** unless the permit holder obtains an "Extension of the Commitment Period" as provided in 77 Illinois Administrative Code 1130.730. Financial Commitment is to be reported as part of the first annual progress report for permits requiring

Commitment within 12 months after issuance. For major construction projects which require Commitment within 24 months after permit issuance, Commitment must be reported as part of the second annual progress report. If project completion is required prior to the respective annual progress report referenced above, Commitment must be reported as part of the notice of project completion. The reporting of Financial Commitment must reference a date certain when at least 33% of total funds assigned to project cost were expended or committed to be expended by signed contracts or other legal means.

2. ANNUAL PROGRESS REPORT-PART 1130.760

   An annual progress report must be submitted to HFSRB every 12th months from the permit issuance date until such time as the project is completed.

3. PROJECT COMPLETION REQUIREMENTS-PART 1130.770

   The requirements for a compliant Final Realized Costs Report are defined in the State Board's regulations under 77 Ill. Adm. Code 1130.770..

This permit does not exempt the project or permit holder from licensing and certification requirements, including approval of applicable architectural plans and specifications prior to construction.

Please note that the Illinois Department of Public Health will not license the proposed facility until such time as all of the permit requirements have been satisfied.

Should you have any questions regarding the permit requirements, please contact Juan Morado at Juan.Morado2@illinois.gov or 312-814-2678.

Sincerely,

Kathy J. Olson, Chairwoman
Illinois Health Facilities and Services Review Board

cc: Courtney Avery, Administrator