FRESENIUS KIDNEY CARE

Fresenius Kidney Care
3500 Lacey Road, Downers Grove, IL 60515
T 630-960-6807 F 630-960-6812
Email: lori.wright@fmc-na.com

January 3, 2019

Ms. Courtney Avery
Administrator
Illinois Health Facilities & Services Review Board
525 West Jefferson, 2nd Floor
Springfield, IL 62761

Re: Revised Annual Progress Report. Section 1130.760
Project #17-024, Fresenius Kidney Care Springfield East
Permit Holder: Fresenius Medical Care Springfield East, LLC, and Fresenius Medical Care Holdings, Inc.
Permit Amount: $2,914,837

Dear Ms. Avery:

Enclosed please find the annual progress report which summarizes the status of the above-mentioned project.

If you have any questions, please contact me at 630-960-6807.

Sincerely,

Lori Wright

Lori Wright
Senior CON Specialist

FRESENIUS
KIDNEY CARE

January 3, 2019

Annual Progress Report, Section 1130.760

Project #17-024, Fresenius Kidney Care Springfield East
Permit Holder: Fresenius Medical Care Springfield East, LLC, and Fresenius Medical Care Holdings, Inc.
Permit Amount: $2,914,837 (after alteration)

This report summarizes the status of the above-mentioned project located at 1800 E. Washington Street, Springfield.

Status of the Project

This project is for the establishment of the 9-station Fresenius Kidney Care Springfield East ESRD facility to be located at 1800 E. Washington Street, Springfield. There has been an address change by the post office and the new address is 140 S. Martin Luther King Drive, Springfield. This is an address change only and not a site change. The facility is located on the corner of Washington Street and Martin Luther King Drive with the entrance closer to the latter.

The project was obligated with the execution of the lease for premises on February 12, 2018. On June 27, 2018 an alteration request was approved increasing project costs to $2,914,837. Construction is complete, and the facility is expected to open in February 2019.

Application and Certificate for Payment (AIA G702)

See attached.

Anticipated Completion Date

The project is approximately 90% complete and is not expected to receive Medicare Certification prior to the stated completion date of March 31, 2019 therefore a permit renewal request will be filed by February 14, 2019.

FRESENIUS KIDNEY CARE

Sources and Uses of Funds

All Project financing to date has been funded from available cash and its equivalents as reported on the company's financial statements. The right to occupy the premises was secured through a leasing arrangement. This leasing arrangement was utilized to obligate the project. Project costs have not exceeded the approved altered permit amount.

Project Costs and Sources of Funds

Line Item	Allowance/CON	Realized Costs
Preplanning Costs	N/A	N/A
Site Survey & Soil Investigation	N/A	N/A
Site Preparation	N/A	N/A
Off-site work	N/A	N/A
New Construction Contracts	N/A	N/A
Modernization	1,368,337	1,124,939
Contingencies	131,177	0
Architectural/Engineering	130,000	89,537
Consulting and other fees	N/A	N/A
Movable & Other Equipment	279,000	251,592
Bond Issuance Expense	N/A	N/A
Net Interest Expense during Construction	N/A	N/A
FMV of Leased Space & Equipment	1,006,123	1,006,123
Other Costs to be Capitalized	N/A	N/A
Acquisition of Building or other Property (excluding land)	N/A	N/A
Total Project Costs	**$2,914,837**	
Realized Total Project Costs To Date		**$2,472,191**
Cash & Securities	1,908,714	1,466,068
Pledges	N/A	N/A
Gifts & Bequests	N/A	N/A
Bond Issues	N/A	N/A
Mortgages	N/A	N/A
Lease FMV	1,006,123	1,006,123
Gov. Approp	N/A	N/A
Grants	N/A	N/A
Other funds and Sources	N/A	N/A
Total funds	**$2,914,837**	
Total Spent to Date		**$2,472,191**

APPLICATION AND CERTIFICATE FOR PAYMENT

AIA DOCUMENT G702 (Instructions on reverse side)

TO (OWNER):	Fresnius Medical Care Springfield East, LLC c/o Fresenius Medical Care NA 1909 Tyler St., 8th Fl Hollywood, FL 33020	**PROJECT:** FKC - Springfield East 140 S. Martin Luther King Jr. Drive Springfield, IL 62703 100643-1-DN-W-BO-2017	**APPLICATION NO:** 4 **APPLICATION DATE:** 10/31/2018 **PERIOD FROM:** 10/1/2018 **PERIOD TO:** 10/31/2018	**Distribution to:** OWNER ARCHITECT CONTRACTOR	
FROM (CONTRACTOR):	Peoria Metro Construction 1925 S. Darst Peoria, IL 61601	**VIA (ARCHITECT):** C. Kidd & Associates, LLC N48W16550 Lisbon Road Menomonee Falls, WI 53051	**ARCHITECT'S PROJECT NO:** 17051-01 **PMC PROJECT NO:** 18075FRES **CONTRACT DATE:**		

CONTRACTOR'S APPLICATION FOR PAYMENT

CHANGE ORDER SUMMARY			
Change Orders approved in previous months by Owner		ADDITIONS	DEDUCTIONS
	TOTAL		($6,708)
Approved this Month			
Number	Date Approved		
3	10/15/2018	$7,511	
	TOTALS	$7,511	($6,708.12)
Net change by Change Orders			$802.53

The undersigned Contractor certifies that to the best of the Contractor's knowledge, information and belief the Work covered by this Application for Payment has been completed in accordance with the Contract Documents, that all amounts have been paid by the Contractor for Work for which previous Certificates for Payment were issued and payments received from the Owner, and that current payment shown herein is now due.

CONTRACTOR: Peoria Metro Construction

By: Date: 11-1-18

Application is made for Payment, as shown below, in connection with the Contract.

Continuation Sheet, AIA Document G703, is attached.

1. ORIGINAL CONTRACT SUM	$	1,050,000.00
2. Net change by Change Order	$	802.53
3. CONTRACT SUM TO DATE (Line 1+2)	$	1,050,802.53
4. TOTAL COMPLETED & STORED TO DATE (Column G on G703)	$	794,769.66
5. RETAINAGE:		
a. 10% of Completed Work (Column D + E on G703)	$ 79,477.00	
b. 10% of Stored Material (Column F on G703)	$ 0.00	
Total Retainage (Line 5a + 5b or Total in Column I of G703)	$	79,477.00
6. TOTAL EARNED LESS RETAINAGE (Line 4 less Line 5 Total)	$	715,292.66
7. LESS PREVIOUS CERTIFICATES FOR PAYMENT (Line 6 from prior Certificate)	$	381,693.32
8. CURRENT PAYMENT DUE	$	333,599.34
9. BALANCE TO FINISH, PLUS RETAINAGE (Line 3 less Line 6)	$	335,509.87

State of: Illinois County of: Peoria

Subscribed and sworn to before me this 1st day of NOV 2018

Notary Public: Susan L. Cox

My Commission expires: 11/20/2021

SUSAN L COX
Official Seal
Notary Public – State of Illinois
My Commission Expires Nov 20, 2021

AMOUNT CERTIFIED $ 333,599.34

(Attach explanation if amount certified differs from the amount applied for.)

ARCHITECT:

By: Date:

ARCHITECT'S CERTIFICATE FOR PAYMENT

In accordance with the Contract Documents, based on on-site observations and the data comprising the above application, the Architect certifies to the Owner that to the best of the Architect's knowledge, information and belief the Work has progressed as indicated, the quality of the Work is in accordance with the Contract Documents, and the Contractor is entitled to payment of the AMOUNT CERTIFIED.

This Certificate is not negotiable. The AMOUNT CERTIFIED is payable only to the Contractor named herein. Issuance, payment and acceptance of payment are without prejudice to any rights of the Owner or Contractor under this Contract.

TERESA E. ... DIV. ...
NOV 0 9 18
RECEIVED

APPLICATION AND CERTIFICATE FOR PAYMENT

AIA DOCUMENT G702

TO (OWNER): Fresenius Medical Care
PROJECT: Springfield IL Springfield East FKC 100643
APPLICATION NO: 2
PERIOD TO: October 2018
CONTRACTOR'S PROJECT NO: 100643-1-DN-W-BO-17-004
CONTRACT DATE:

FROM (CONTR.) Cohen Architectural Woodworking
VIA (ARCHITECT):
CONTRACT FOR: Millwork & Installation

Distribution to:
OWNER: ☐
ARCHITECT ☐
CONTRACTOR ☐

CONTRACTOR'S APPLICATION FOR PAYMENT

CHANGE ORDER SUMMARY			
Change Orders approved in previous months by Owner		ADDITIONS	DEDUCTIONS
TOTAL			
Approved this month			
Number	Date Approved		
TOTALS		0	0
Net change by Change Orders		0	

The undersigned Subcontractor certifies that to the best of Subcontractor's knowledge, information and belief the Work covered by this Application for Payment has been completed in accordance with the Contract Documents, that all amounts have been paid by the Contractor for Work for which previous Certificates for Payment were issued and payments received from the Owner, and that current payment shown herein is now due.

CONTRACTOR:

By: _____ Date: 10-8-18

DAVID BEADLES
Notary Public - Notary Seal
STATE OF MISSOURI
Phelps County
My Commission Expires: March 29, 2021
Commission #17298584

Application is made for Payment, as shown below, in connection with the Contract. Continuation Sheet, AIA Document G703, is attached.

1. ORIGINAL CONTRACT SUM		$ 74,136.00
2. Net change by Change Orders		$ -
3. CONTRACT SUM TO DATE (Line 1 + 2)		$ 74,136.00
4. TOTAL COMPLETED & STORED TO DATE (Column G on G703)		$ 74,136.00
5. RETAINAGE:		
a. 10 % of Completed Work (Columns D + E on G703)	$ 7,413.60	
b. 100 % of Stored Material (Column F on G703)		
Total Retainage (Line 5a + 5b or Total in Column I of G703)		$ 7,413.60
6. TOTAL EARNED LESS RETAINAGE (Line 4 less Line 5 Total)		$ 66,722.40
7. LESS PREVIOUS CERTIFICATES FOR PAYMENT (Line 6 from prior Certificate)		$ 18,540.00
8. CURRENT PAYMENT DUE		$ 48,182.40
9. BALANCE TO FINISH, INCLUDING RETAINAGE (Line 3 less Line 6)		$ 7,413.60

State of: Missouri County of: Phelps
Subscribed and sworn to before me this 8th day of October 2018
Notary Public: DJB
My Commission expires: 3-29-21

ARCHITECT'S CERTIFICATE FOR PAYMENT

In accordance with the contract Documents, based on on-site observations and the data comprising the above application, the Architect certifies to the Owner that to the best of the Architect's knowledge, information and belief the Work has progresssed as indicated the quality of the Work is in accordance with the Contract Documents, and the Contractor is entitled to payment of the AMOUNT CERTIFIED.

AMOUNT CERTIFIED
(Attach explanation if amount certified differs from the amount applied for.)
ARCHITECT:

By: _____ Date: _____

This Certificate is not negotiable. The AMOUNT CERTIFIED is payable only to the Contractor named herein. Issuance, payment and acceptance of payment are without prejudice to any rights of the Owner or Contractor under this Contract.

NOTICE: PROPERTY OWNERS IMPORTANT INFORMATION CONCERNING MECHANICS LIENS ON REVERSE SIDE.

TERESA BARNES
DIV ADMIN
OCT 10 18
RECS-North Central
RECEIVED