By Overnight Delivery

March 14, 2019

Ms. Courtney Avery
Administrator
Illinois Department of Public Health
Health Facilities and Services Review Board
525 West Jefferson Street, Second Floor
Springfield, Illinois 62761

RECEIVED
MAR 26 2019
HEALTH FACILITIES &
SERVICES REVIEW BOARD

Re: <u>First Annual Progress Report and Notice of Financial Commitment</u>

Project #17-057, Valley Ambulatory Surgery Center, St. Charles

Dear Ms. Avery,

On February 27, 2018, the Illinois Health Facilities and Services Review Board approved the application for permit to construct an ambulatory surgery center in St. Charles with a project cost of $16,618,319. Per Illinois Administrative Code Section 1130.760, this letter is being submitted as the first Annual Progress Report for Project #17-057.

Current Status of the Project:

Through January 31, 2019, the project is 11.7% complete. Architectural and engineering plans have been approved by the City of St. Charles and by the Illinois Department of Public Health. The building is being constructed and is owned by a third-party, and the core and shell of the building is 75% complete. The applicant has entered into a building lease with the owner, and has commenced tenant improvements. The modernization contract for the tenant improvements is under legal review.

Costs Incurred and Method of Financing:

The amount of funds expended on the project through January 31, 2019 is $924,973. The method of financing and sources of funds for the project have not changed since the filing of the application.

Financial Commitment:

The project has been financially committed as the building lease has been signed and commits the applicant to expending at least 33% of the total project cost.

If you have any questions, please feel free to contact me at (630) 584-9800.

Sincerely,

Daniel C. Hauer, CASC
Administrator
Valley Ambulatory Surgery Center