DEERPATH
AMBULATORY SURGICAL
CENTER

February 7, 2019

RECEIVED
FEB 8 2019
HEALTH FACILITIES &
SERVICES REVIEW BOARD

Courtney Avery, Administrator
Health Facilities and Services Review Board
525 West Jefferson Street, 2nd Floor
Springfield, Illinois 62761
VIA FEDEX

RE: ANNUAL PROGRESS REPORT
CON Permit #17-059

Dear Ms. Avery:

Deerpath Ambulatory Surgical Center, LLC in Morris, Illinois, is submitting this progress report for permit #17-059. This project was approved by the Board on January 9, 2018 and has a completion date of September 30, 2019.

The following indicates the project's current status:

1. To date the following surgical specialties have been added to the ASTC: Endoscopy; ENT; and Ophthalmology.
2. The ASTC is on track to add one new specialty in each two to three-month period and plan for all four additional specialties (Urology, GYN, General Surgery, and Pain Management) to be successfully launched by September 30, 2019.
3. The Project Scope is consistent with the approved CON permit. The required project costs remain in line and have not exceeded the approved permit amounts. To date, the ASTC has spent $495,104.
4. The source of the funds remains same as the original permit. It is anticipated that the project will not exceed the Total Project Cost approved in the original permit (Attachment 1).

It is anticipated that the project will be completed by September 30, 2019 and that the project cost will remain within the funds approved by the Board.

We appreciate your consideration of this request. If you have any questions please contact our consultant, Jeffrey Mark at 312.804.9401.

Sincerely,

Keith M. Rezin, MD
Director

CC: Keith M. Rezin, MD, Chairman, Board of Directors
Michele Cheshareck, ASTC Administrator
Mark Steadham, Chief Executive Officer of Morris Hospital and Healthcare Centers
Charles A. Owen, President and CEO of HVP (ASTC Management Company)
Jeffrey Mark, CON Consultant

PROJECT COSTS AND SOURCES OF FUNDS

Project Costs and Sources of Funds			
USE OF FUNDS	**Approved Total**	**Expended to Date**	**Anticipated Total**
Preplanning Costs			
Site Survey and Soil Investigation			
Site Preparation			
Off Site Work			
New Construction Contracts			
Modernization Contracts			
Contingencies			
Architectural/Engineering Fees			
Consulting and Other Fees	55,000	55,000	55,000
Movable or Other Equipment (not in construction contracts)	527,500	440,104	527,500
Bond Issuance Expense (project related)			
Net Interest Expense During Construction (project related)			
Fair Market Value of Leased Space or Equipment			
Other Costs To Be Capitalized (equipment contingency)	$17,500		$17,500
Acquisition of Building or Other Property (excluding land)			
TOTAL USES OF FUNDS	**$600,000**	**$495,104**	**$600,000**
SOURCE OF FUNDS	**Approved Total**	**Expended to Date**	**Anticipated Total**
Cash and Securities			
Pledges			
Gifts and Bequests			
Bond Issues (project related)			
Mortgages			
Leases (fair market value)			
Governmental Appropriations			
Grants			
Other Funds and Sources (Bank Loan)	**$600,000**	**$495,104**	**$600,000**
TOTAL SOURCES OF FUNDS			