



LOYOLA
UNIVERSITY
HEALTH SYSTEM

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OCT 29 2018

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

October 26, 2018

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

**Re: Palos Health Surgery Center Project No. E-035-18
Relinquishment of Exemption**

Dear Ms. Avery:

On behalf of Loyola University Medical Center (“LUMC”), I am writing to notify the Illinois Health Facilities and Services Review Board (the “State Board”) of LUMC’s intent to relinquish the exemption for Project No. E-035-18. On July 24, 2018, the State Board approved the change of ownership of Palos Health Surgery Center. Subsequent to approval of the certificate of exemption, the parties decided to move forward with the Palos Health Surgery Center as a joint venture between LUMC and Palos Community Hospital. Accordingly, LUMC respectfully requests the State Board approve its request to relinquish its exemption for Palos Health Surgery Center (Proj. No. E-035-18) which will remain jointly owned by LUMC and Palos Community Hospital. .

1. Project Description

On July 24, 2018, the State Board approved a related party change of ownership of Palos Health Surgery Center in Orland Park. The proposed transaction between Palos Community Hospital (“Palos”) and LUMC contemplated a change in the person who has operational control of Palos Health Surgery Center. As a result of the proposed transaction, LUMC would wholly own South Campus Partners, Inc., the sole member of Palos Health Surgery Center, LLC, the surgery center operating entity.

2. Reason for Relinquishment

Since the approval of the certificate of exemption, LUMC and Palos decided to move forward with the joint venture of Palos Health Surgery Center. Palos will retain a controlling interest (51%) in South Campus Partners, Inc. and LUMC will retain its 49% interest. As we

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Ms. Courtney Avery

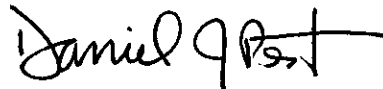
Page 2

have communicated to staff, the parties do plan to subsequently eliminate the intervening ownership by South Campus Partners, Inc. and we will notify you of that fact when that change is made. The relinquishment of the exemption will not impact any of the benefits the surgery center will bring to the Orland Park community.

I have included a check in the amount of \$1,000 payable to the Illinois Department of Public Health to cover the cost of this filing fee.

If you have any questions pertaining to this request, or need additional information, please feel free to contact me.

Sincerely,

A handwritten signature in black ink that reads "Daniel J. Post". The signature is written in a cursive style with a long horizontal stroke at the end.

Daniel J. Post
Regional Executive Vice President
Strategy and Business Development
Loyola University Medical Center

Enclosure