

BMC Health System, Inc. – Boston Medical Center Transfer of Site
 (DoN Application # BMCHS-22062406-TS)
 Response to Questions from the Department of Public Health

1. On the form 8.5 the costs are listed as follows:

8.5 Detail all Anticipated Capital Expenditures to be incurred as a result of the proposed Transfer of Site.		
Add Del Row	Anticipated Capital Expenditure	Cost
[±][:]	Proposed South Bay Project: Cost of obtaining space, Construction Contract, and Architectural and Engineering Costs associated with renovations of space to accommodate services	\$10,207,025.00
[±][:]	Proposed South Bay Project: Pre- and Post-Filing Planning and Development Costs	\$12,115.00
[±][:]	Proposed Crosstown Project: Construction Contract and Architectural and Engineering Costs associated with renovations of space to accommodate services	\$10,606,697.00
[±][:]	Proposed Crosstown Project: Pre- and Post-Filing Planning and Development Costs	\$12,589.00
	Total Cost	\$20,838,426.00

If the Applicant could separate out the three categories listed for the South Bay project, and the two categories listed for the Crosstown project that would provide some additional context. (As you know, the costs of these transfers are higher than other such previously approved projects.)

In response to the Department of Public Health’s question, the Applicant offers cost information in Tables 1 and 2. The Applicant also notes that given current market constraints and the inflated costs of construction materials, as well as architectural and engineering services, the cost of building is higher than normal, which explains the cost difference with previously approved projects.

Below is the cost breakdown for each of the Proposed Projects:

Table 1: South Bay Project	
Cost Breakdown	Amount
Cost of Obtaining Space	\$5,499,224
Construction Contract	\$4,319,084
Architectural and Engineering Costs	\$388,717
Total	\$10,207,025

Table 2: Crosstown Project	
Cost Breakdown	Amount
Construction Contract	\$9,731,740
Architectural and Engineering Costs	\$874,957
Total	\$10,606,697