

Jack M. Stover
717 237 4837
jack.stover@bipc.com

409 North Second Street
Suite 500
Harrisburg, PA 17101-1357
T 717 237 4800
F 717 233 0852
www.bipc.com

October 30, 2015

VIA HAND DELIVERY

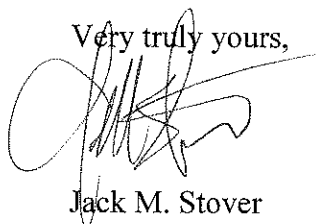
Mr. Stephen J. Johnson, CPA
Deputy Insurance Commissioner
Office of Corporate and Financial Regulation
Pennsylvania Insurance Department
1345 Strawberry Square
Harrisburg, PA 17120

Re: *Order No. ID-RC-13-06*
June 19, 2015 Approval Letter, Section III(C)

Dear Deputy Commissioner Johnson:

Pursuant to Section III(C) of the above-captioned Approval Letter, Highmark Inc. is filing with the Department the attached non-confidential AHN Financial Commitment Expenditure Report and Certification.

Very truly yours,



Jack M. Stover

JMS/gmt
Enclosure

cc: Lawrence J. Beaser, Esquire (via email: Beaser@BlankRome.com)
Eric Coburn (via email: Eric.Coburn@RaymondJames.com)

RECEIVED
Corporate & Financial Regulation
OCT 30 2015
Pennsylvania
Insurance Department

Allegheny Health Network
Summary of Financial Commitment Expenditure Report
 September 30, 2015

	TOTAL SCHEDULED USE *	FIRST FUNDING REQUEST	FUNDS EXPENDED	VARIANCE BETWEEN FIRST FUNDING REQUEST AND FUNDS EXPENDED	BALANCE	BENEFIT CATEGORY
<i>(\$ in millions)</i>						
Allegheny General Hospital						
Nursing Unit Renovations	\$ 26.2	\$ 0.2	\$ 0.2	\$ -	\$ 26.0	Improving Quality and Coordination of Care
Lab/Radiology Renovations	15.3	0.7	0.7	-	14.6	Improving Quality and Coordination of Care
General Hospital Renovations	33.8	0.6	0.6	-	33.2	Improving Facility Sustainability and Patient Satisfaction
Equipment Replacement and Leases	3.6	0.8	0.8	-	2.8	Improving Quality and Coordination of Care
	\$ 78.9	\$ 2.3	\$ 2.3	\$ -	\$ 76.6	
Allegheny Valley Hospital						
General Hospital Renovations	\$ 0.1	\$ 0.1	\$ 0.1	\$ -	\$ -	Improving Facility Sustainability and Patient Satisfaction
Equipment Replacement and Leases	0.1	0.1	0.1	-	-	Improving Quality and Coordination of Care
	\$ 0.2	\$ 0.2	\$ 0.2	\$ -	\$ -	
Canonsburg Hospital						
Equipment Replacement and Leases	\$ 0.1	\$ 0.1	\$ 0.1	\$ -	\$ -	Improving Quality and Coordination of Care
	\$ 0.1	\$ 0.1	\$ 0.1	\$ -	\$ -	
Forbes Hospital						
ICU Renovations	\$ 16.7	\$ 10.8	\$ 10.8	\$ -	\$ 5.9	Improving Quality and Coordination of Care
General Hospital Renovations	0.3	0.3	0.3	-	-	Improving Facility Sustainability and Patient Satisfaction
Equipment Replacement and Leases	0.3	0.3	0.3	-	-	Improving Quality and Coordination of Care
	\$ 17.3	\$ 11.4	\$ 11.4	\$ -	\$ 5.9	
Jefferson Hospital						
General Hospital Renovations	\$ 1.4	\$ 0.7	\$ 0.7	\$ -	\$ 0.7	Improving Facility Sustainability and Patient Satisfaction
Equipment Replacement and Leases	1.0	0.4	0.4	-	0.6	Improving Quality and Coordination of Care
	\$ 2.4	\$ 1.1	\$ 1.1	\$ -	\$ 1.3	
Saint Vincent Hospital						
Nursing Unit Renovations	\$ 5.3	\$ 1.2	\$ 1.2	\$ -	\$ 4.1	Improving Quality and Coordination of Care
General Hospital Renovations	1.9	0.8	0.8	-	1.1	Improving Facility Sustainability and Patient Satisfaction
Equipment Replacement and Leases	7.0	1.3	1.3	-	5.7	Improving Quality and Coordination of Care
	\$ 14.2	\$ 3.3	\$ 3.3	\$ -	\$ 10.9	
West Penn Hospital						
NICU	\$ 4.7	\$ 0.7	\$ 0.7	\$ -	\$ 4.0	Improving Neonatal Care and Access to Care
Unit Renovations	3.9	3.9	3.9	-	-	Improving Women's Health
General Hospital Renovations	8.9	0.9	0.9	-	8.0	Improving Access and Quality of Care
Equipment Replacement and Leases	1.3	1.3	1.3	-	-	Improving Quality and Coordination of Care
	\$ 18.8	\$ 6.8	\$ 6.8	\$ -	\$ 12.0	
Allegheny Health Network/IT						
Renovations	\$ 10.1	\$ 5.0	\$ 5.0	\$ -	\$ 5.1	Improving Facility Sustainability and Patient Satisfaction
Strategic Acquisitions	9.3	9.3	9.3	-	-	Improving Access to Care
Equipment Replacement and Leases	23.7	4.2	4.2	-	19.5	Improving Quality and Coordination of Care
	\$ 43.1	\$ 18.5	\$ 18.5	\$ -	\$ 24.6	
TOTAL	\$ 175.0	\$ 48.7	\$ 48.7	\$ -	\$ 126.3	

* Scheduled Use may represent only a portion of total project spend.



Allegheny Health Network
30 Isabella Street, Suite 300
Pittsburgh, PA 15212
ahn.org

ALLEGHENY HEALTH NETWORK

CERTIFICATION

This certification is furnished to confirm the following:

The funds expended as provided in the AHN Financial Commitment Expenditure Report (Expenditure Report) have been expended only for the Specific Scheduled Uses (as defined in the PID approval letter dated June 19, 2015) as provided in the Expenditure Report.

The foregoing certification is made and delivered this 29th day of October 2015.

ALLEGHENY HEALTH NETWORK

By: 
Elizabeth M. Allen
Chief Financial Officer