## 410-1-10-.03 Project Modifications After Issuance of Certificate of Need

- (1) A proposed change in a project for which the State Agency has previously issued a Certificate of Need will require approval by the Certificate of Need Review Board or the Executive Director of the State Agency. Approval is required whether or not a capital expenditure is associated with the proposed change.
  - (a) A "change in project" shall include, but not be limited to any change in the bed capacity or bed use (i.e., conversion of beds) of a facility, the addition of a health service or services, an increase in the cost of the project, or a change in financing methods which results in an increase in the cost of the project.
  - (b) An application for a change in a project must be made in writing to the State Agency and shall include information and any supporting data deemed necessary by the Executive Director relevant to the merits of the application. <u>Such</u> <u>application shall be accompanied by a fee of twenty-five percent (25%) of the</u> <u>original Certificate of Need application fee for the project.</u> The party seeking approval for such change must certify that a copy of such request has been served on all parties of record in the underlying administrative proceeding or who have filed letters in opposition thereto.
- (2) A proposed change in a project which falls below the financial thresholds for review provided in Section 410-1-4-.01 and does not involve a physical relocation of the facility to a location other than that designated in the application or CON, a change in bed capacity or the provision of new services shall be reviewable by the Executive Director of the agency. Otherwise, a project modification shall be reviewable by the full Certificate of Need Review Board. No project modification will be granted prior to ten (10) business days after publication of the project modification request through notice provided on SHPDA's web site. No more than two project modifications per project may be approved pursuant to this rule.
- (2) No project modification shall be granted during the pendancy of an appeal of the Agency order granting the underlying CON. In the event of a project modification, the effective date of the CON shall be recalculated to run from the date of the effective date of the modification.
- (4) The Agency shall be notified in writing of the termination of a health service or of one or more beds; provided, however, that such termination shall not require Agency review or approval.

Author: Alva M. Lambert Statutory Authority: §§ 22-21-267, -271, <u>Code of Alabama</u>, 1975. History: March 21, 1985; Amended: Filed May 3, 2005; effective June 7, 2005.