ACTION: Original

DATE: 10/18/2010 8:54 AM

Rule Summary and Fiscal Analysis (Part A)

Department of Health

Agency Name

Carol L. Ray

Division

Contact

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Agency Mailing Address (Plus Zip)

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<u>3701-12-18</u> <u>AMENDMENT</u>

Rule Number TYPE of rule filing

Rule Title/Tag Line <u>Validity requirements, follow-up and withdrawal of certificates</u>

of need.

RULE SUMMARY

- 1. Is the rule being filed consistent with the requirements of the RC 119.032 review? **Yes**
- 2. Are you proposing this rule as a result of recent legislation? No
- 3. Statute prescribing the procedure in accordance with the agency is required to adopt the rule: 119.03
- 4. Statute(s) authorizing agency to adopt the rule: 3702.52, 3702.525, 3702.526, 3702.57
- 5. Statute(s) the rule, as filed, amplifies or implements: 3702.51, 3702.52, 3702.522, 3702.524, 3702.525, 3702.526, 3702.5212, 3702.53, 3702.531, 3702.532, 3702.54, 3702.55, 3702.56, 3702.57, 3702.59, 3702.591, 3702.60
- 6. State the reason(s) for proposing (i.e., why are you filing,) this rule:

The Ohio Department of Health is seeking amendment of rule 3701-12-18 to ensure language is consistent with statutory language.

7. If the rule is an AMENDMENT, then summarize the changes and the content

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of the proposed rule; If the rule type is RESCISSION, NEW or NO CHANGE, then summarize the content of the rule:

This rule sets forth the requirements that a certificate of need ("CON") holder must follow in order to maintain the validity of the CON. The rule further describes the procedures that the Director of Health follows in order to monitor the project implementation activities of CON holders. Proposed amendments 1) remove language accepting a contract for construction as evidence of the obligation of capital expenditures as required to maintain a valid CON; 2) state that the twenty-four month period in which capital expenditures must be obligated shall not be extended by any means; and 3) clarify that if the requirements are not met within the specified time frame the CON will expire whether or not the Director sends a notice and no further action is required by the Department.

8. If the rule incorporates a text or other material by reference and the agency claims the incorporation by reference is exempt from compliance with sections 121.71 to 121.74 of the Revised Code because the text or other material is **generally available** to persons who reasonably can be expected to be affected by the rule, provide an explanation of how the text or other material is generally available to those persons:

This rule references sections of the Ohio Revised and Administrative Codes. The O.R.C. and O.A.C. are generally available in libraries and on the internet to persons who reasonably can be expected to be affected by the rule.

9. If the rule incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material electronically, provide an explanation of why filing the text or other material electronically was infeasible:

Ohio Revised Code 121.76 exempts agencies from filing copies of Ohio law and regulations cited in the text of a rule.

10. If the rule is being **rescinded** and incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material, provide an explanation of why filing the text or other material was infeasible:

Not Applicable.

11. If **revising** or **refiling** this rule, identify changes made from the previously filed version of this rule; if none, please state so:

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Not Applicable.

12. 119.032 Rule Review Date: 10/18/2010

(If the rule is not exempt and you answered NO to question No. 1, provide the scheduled review date. If you answered YES to No. 1, the review date for this rule is the filing date.)

NOTE: If the rule is not exempt at the time of final filing, two dates are required: the current review date plus a date not to exceed 5 years from the effective date for Amended rules or a date not to exceed 5 years from the review date for No Change rules.

FISCAL ANALYSIS

13. Estimate the total amount by which *this proposed rule* would **increase / decrease** either **revenues / expenditures** for the agency during the current biennium (in dollars): Explain the net impact of the proposed changes to the budget of your agency/department.

This will have no impact on revenues or expenditures.

\$0.00

Not applicable

14. Identify the appropriation (by line item etc.) that authorizes each expenditure necessitated by the proposed rule:

Not applicable

15. Provide a summary of the estimated cost of compliance with the rule to all directly affected persons. When appropriate, please include the source for your information/estimated costs, e.g. industry, CFR, internal/agency:

There are no new costs of compliance.

- 16. Does this rule have a fiscal effect on school districts, counties, townships, or municipal corporations? N_0
- 17. Does this rule deal with environmental protection or contain a component dealing with environmental protection as defined in R. C. 121.39? **No**