## **Policy GEN-1: Reallocations**

In this policy, the term "reallocated" means that the need determination will be scheduled for review in the following year. Furthermore, the terms "this Plan" or "the Proposed Plan" mean the SMFP or Proposed SMFP, respectively, in effect at the time the policy is to be applied.

- 1. Need determinations in this Plan, except for need determinations for dialysis stations, may be reallocated in the following year if either 1.a or 1.b is true:
  - a. The review period for the need determination was scheduled to begin on October 1, November 1, or December 1 of the current year, and
    - i. no applications were received for the need determination, or
    - ii. applications were received but not all the beds, operating rooms, services or equipment that were available were applied for.
  - b. Resolution of litigation between August 16 and December 15 of the current year would have resulted in a need determination if the litigation had been resolved on or before August 15. Resolution of litigation means that all contested case petitions have been withdrawn with prejudice and all certificates of need, if any, have been issued.
- 2. The need determination may be reallocated in the following year if Healthcare Planning determines that a need still exists:
  - a. based on the inventory in the Proposed Plan in effect at the time of the reallocation, and
  - b. application of the need methodology in the Proposed Plan in effect at the time of reallocation results in a need determination.
- 3. Any reallocated need determination shall be limited to the number of beds, operating rooms, services or equipment needed based on application of the need methodology in the Proposed Plan.
- 4. CON will schedule the review for a reallocated need determination no sooner than the second review period in the year after the policy is applied for the review category as determined by CON.
- 5. CON will notify persons on the CON Interested Parties List and the State Medical Facilities Plan-Interested Parties List of the reallocated need determination no less than 60 days prior to the application deadline.

Illustrative Examples:

- 1.a. Need determination for 20 adult care home beds in the 2019 SMFP. Review scheduled to begin November 1, 2019 and applications due October 15, 2019. No applications are received. CON notifies Healthcare Planning. Healthcare Planning removes the placeholder for the need determination from the Proposed 2020 SMFP and recalculates the need based on the need methodology in the Proposed 2020 SMFP. If there is a need, CON schedules a review in 2020.
- 1.b. Need determination for two operating rooms in the 2018 SMFP. Two applications are received, each proposing to develop the two operating rooms. The denied applicant appeals. The litigation is finally resolved on November 15, 2019. CON notifies Healthcare Planning. Healthcare planning removes the placeholder for the need determination in the Proposed 2020 SMFP, adjusts the inventory, and recalculates the need based on the need methodology in the Proposed 2020 SMFP. If there is a need, CON schedules a review in 2020.