10A NCAC 140	C .1403 is amended under temporary procedures with changes as follows:
10A NCAC 14	C .1403 PERFORMANCE STANDARDS
(a) <mark>An</mark> <u>If an ap</u> ı	plicant is proposing a project that increases the total number of neonatal beds in a facility, the applicant
shall demonstra	te that the proposed project is capable of meeting the following standards:
(1)	if an applicant is proposing to increase the total number of neonatal beds (i.e., the sum of Level II,
	Level III [III,] and Level IV beds), the overall average annual occupancy of the combined number
	of existing Level II, Level III. and Level IV beds in the facility is at least 75 percent, over the 12
	months immediately preceding the submittal of the proposal;
(2)	if an applicant is proposing to increase the total number of neonatal beds (i.e., the sum of Level II,
11	Level III [III,] and Level IV beds), the projected overall average annual occupancy of the combined
	number of Level II, Level III, and Level IV beds proposed to be operated during the third year
	of operation of the proposed project shall be at least 75 percent; and
(3)	The the applicant shall document the assumptions and provide data supporting the methodology
	used for each projection in this rule. <u>Rule.</u>
(b) If an applica	ant proposes to develop a new Level III or Level IV service, the applicant shall document that an unmet
need exists in t	he applicant's defined neonatal service area, unless the State Medical Facilities Plan includes a need
determination f	or neonatal beds in the service area. area. The need for Level III and Level IV beds shall be computed
for the applican	t's neonatal service area by:
(1)	identifying the annual number of live births occurring annually at all hospitals within the proposed
	neonatal service area, using the latest available data compiled by the State Center for Health
	Statistics;
23 (2)	identifying the low birth weight rate (percent of live births below 2,500 grams) for the births
	identified in Subparagraph (1) of this Paragraph, using the latest available data compiled by the State
	Center for Health Statistics;
(3)	dividing the low birth weight rate identified in Subparagraph (2) of this Paragraph by .08 and
	subsequently multiplying the resulting quotient by four; and
(4)	determining the need for Level III and Level IV beds in the proposed neonatal service area as the
	product of:
	(A) the product derived in <u>Subparagraph</u> (3) of this Paragraph, and
	(B) the quotient resulting from the division of the number of live births in the initial year of the
	determination identified in Subparagraph (1) of this Paragraph by the number 1000.
History Note:	Authority G.S. 131E-177(1); 131E-183(b);
	Temporary Adoption Eff. September 1, 1993 for a period of 180 days or until the permanent rule
	becomes effective, whichever is sooner;
	Eff. January 4, 1994;
	10A NCAC 14 (a) An If an application for the application (1) (2) (3) (b) If an application for the application (1) (2) (3) (4)

1	Temporary Amendment Eff. March 15, 2002;
2	Amended Eff. April 1, 2003;
3	Temporary Amendment Eff. February 1, 2009;
4	Amended Eff. November 1, 2009;
5	Temporary Amendment Eff. February 1, 2010;
5	Amended Eff. November 1, 2010:
7	Temporary Amendment Eff. January 27, 2023.