

FOR STATE PLAN PURPOSES ONLY

- (7) For facilities with dates of licensure on or after January 1, 1992, seven dollars and ninety-seven cents, adjusted for fluctuations in construction costs between calendar years 1991 and 1993 as calculated by the department using the "Dodge Building Cost Indexes, Northeastern and North Central States," published by Marshall and Swift, and then increased by one dollar and seventy-four cents.
- (E) For purposes of increasing the efficiency incentive ceiling specified under paragraphs (D)(1) to (D)(7) of this rule, the following applies:
- (1) For the fiscal year that begins July 1, 1994, each of the efficiency incentive ceilings listed under paragraphs (D)(1) to (D)(7) of this rule shall be increased by twenty-five cents.
- (2) For the fiscal year that begins July 1, 1995, the efficiency incentive ceilings calculated under paragraph (E)(1) of this rule shall be increased by an additional twenty-five cents.
- (3) For fiscal year that begins July 1, 1996, adjust the efficiency incentive ceiling specified under paragraph (E)(2) of this rule to reflect the rate of inflation for the twelve-month period beginning July 1, 1994 through June 30, 1995 using the "Consumer Price Index for Shelter Costs for All Urban Consumers for the North Central Region, published by the United States bureau of labor statistics.
- (4) For subsequent fiscal years, each of the efficiency incentive ceilings, as increased from the prior fiscal year, shall be adjusted to reflect the rate of inflation for the twelve-month period beginning on the first day of July for the calendar year preceding the calendar year that precedes the fiscal year and ending on the following thirtieth day of June, using the "Consumer Price Index for Shelter Costs for All Urban Consumers for the North Central Region, as published by the United States bureau of labor statistics.
- (F) NFs which complete extensive renovations, as defined under 5101:3-3-01 of the Administrative Code, will receive a per diem for cost of ownership based upon the costs as specified under paragraph (A) of this rule. The per diem for cost of ownership reflects actual expenditures subject to the provisions set forth under rule 5101:3-3-51 of the Administrative Code.
- (1) The date of licensure for an extensively renovated NF shall be considered to be the date of completion of the extensive renovation.

TN # 95-20 APPROVAL DATE FEB 20 1997  
SUPERSEDES  
TN # 94-07 EFFECTIVE DATE 9/1/95

5101:3-3-512  
Page 7 of 7

**FOR STATE PLAN PURPOSES ONLY**

- (2) The current efficiency incentive ceiling as calculated under paragraph (D)(7) of this rule shall be assigned to the extensively renovated facility using the date of licensure as determined under paragraph (F)(1) of this rule.
- (3) An extensively renovated NF which obtains a new efficiency incentive ceiling, as determined under paragraph (F)(2) of this rule, shall not be permitted any reimbursement for nonextensive renovations under rule 5101:3-3-513 of the Administrative Code made prior to the extensive renovation project which resulted in the new efficiency incentive ceiling. Thereafter, the cost and accumulated depreciation of the nonextensive renovation shall be included in cost of ownership.
- (4) An extensively renovated NF shall not be permitted to receive any reimbursement for nonextensive renovations under rule 5101:3-3-513 of the Administrative Code for a period of five years after the completion of the extensive renovations, with the exception of those nonextensive renovations necessary to meet the requirements of federal, state or local statutes, ordinances, rules or policies.

Effective date: \_\_\_\_\_

Certification : \_\_\_\_\_

\_\_\_\_\_ Date

Promulgated under: RC Chapter 119.

Statutory authority: RC Section 5111.02

Rule amplifies: RC Sections 5111.01, 5111.02, 5111.25

Prior effective dates: 7/3/80, 9/1/82, 2/21/83, 8/15/83 (emer.), 11/10/83 (emer.), 12/25/83, 2/12/85 (emer.), 6/1/85, 8/1/87, 9/30/87 (emer.), 12/28/87, 10/1/91 (emer.), 12/20/91, 9/30/93 (Emer.), 1/1/94

TN # 95-20 APPROVAL DATE FEB 20 1997  
SUPERSEDES  
TN # 94-07 EFFECTIVE DATE 9/1/95

5101:3-3-513 NONEXTENSIVE RENOVATIONS FOR NURSING FACILITIES (NES).

THE DESK-REVIEWED ACTUAL, ALLOWABLE, PER DIEM COST FOR NONEXTENSIVE RENOVATIONS ESTABLISHED IN THIS RULE IS SUBJECT TO THE PROVISIONS SET FORTH UNDER RULE 5101:3-3-51 OF THE ADMINISTRATIVE CODE. NES WHICH COMPLETE RENOVATIONS AS DEFINED UNDER RULE 5101:3-3-01 OF THE ADMINISTRATIVE CODE AND COMPLETED ALLOWABLE RENOVATIONS PRIOR TO JULY 1 1993, WILL RECEIVE A PER DIEM BASED UPON THE COSTS AS SPECIFIED IN THIS RULE. THE COST OF NONEXTENSIVE RENOVATION(S) DIRECTLY ATTRIBUTABLE TO THE PURCHASE OF PROPERTY AND EQUIPMENT COSTS FROM ONE RELATED PARTY TO ANOTHER THROUGH COMMON OWNERSHIP OR CONTROL AS DEFINED UNDER RULE 5101:3-3-01 OF THE ADMINISTRATIVE CODE SHALL BE BASED UPON THE LESSER OF THE ACTUAL PURCHASE OF PROPERTY AND EQUIPMENT COSTS OR THE ACTUAL COSTS OF THE RELATED PARTY. IN ORDER FOR COSTS TO QUALIFY FOR COST OF NONEXTENSIVE RENOVATIONS, THE FOLLOWING CIRCUMSTANCES MUST BE MET.

- (A) THE DESK-REVIEWED ACTUAL, ALLOWABLE, PER DIEM COST OF NONEXTENSIVE RENOVATION IS BASED UPON CERTIFIED BEDS FOR PROPERTY COSTS AND ASSETS AFFIXED TO THE BUILDING AS SET FORTH UNDER PARAGRAPHS (A)(1) TO (A)(3) OF THIS RULE FOR THE CALENDAR YEAR PRECEDING THE FISCAL YEAR IN WHICH THE RATE WILL BE PAID, EXCEPT AS OTHERWISE SPECIFIED UNDER RULE 5101:3-3-516 OF THE ADMINISTRATIVE CODE. THE DESK-REVIEWED ACTUAL, ALLOWABLE, PER DIEM COST OF NONEXTENSIVE RENOVATION INCLUDES:
- (1) THE COST OF PURCHASING OR ACQUIRING CAPITAL ASSETS THAT MEET THE REQUIREMENTS OF NONEXTENSIVE RENOVATION(S) SET FORTH UNDER THIS RULE INCLUDE:
- (a) EXCEPT AS OTHERWISE REQUIRED BY RULES 5101:3-3-515 AND 5101:3-3-516 OF THE ADMINISTRATIVE CODE, DEPRECIATION EXPENSE FOR THE COST OF BUILDING(S) EQUAL TO THE ACTUAL COST DEPRECIATED UNDER RULE 5101:3-3-511 OF THE ADMINISTRATIVE CODE FOR NONEXTENSIVE RENOVATIONS. THE PROVIDER IS NOT TO CHANGE THE ACCUMULATED DEPRECIATION THAT HAS BEEN PREVIOUSLY REPORTED. THIS ACCUMULATED DEPRECIATION WILL BE CARRIED FORWARD AS PREVIOUSLY REPORTED AND AUDITED. THE CURRENT DEPRECIATION WILL THEN BE ADDED TO ACCUMULATED DEPRECIATION AS RECOGNIZED.

TNS # 9407 APPROVAL DATE JUN 28 1994  
SUPERSEDES  
TNS # 9404 EFFECTIVE DATE 10/1/94

- (b) EXCEPT AS OTHERWISE REQUIRED BY RULES 5101:3-3-515 AND 5101:3-3-516 OF THE ADMINISTRATIVE CODE, DEPRECIATION EXPENSE FOR MAJOR COMPONENTS OF PROPERTY AND FIXED EQUIPMENT EQUAL TO THE ACTUAL COST DEPRECIATED UNDER RULE 5101:3-3-511 OF THE ADMINISTRATIVE CODE FOR NONEXTENSIVE RENOVATIONS. THE PROVIDER IS NOT TO CHANGE THE ACCUMULATED DEPRECIATION THAT HAS BEEN PREVIOUSLY REPORTED. THIS ACCUMULATED DEPRECIATION WILL BE CARRIED FORWARD AS PREVIOUSLY REPORTED AND AUDITED. THE CURRENT DEPRECIATION WILL THEN BE ADDED TO ACCUMULATED DEPRECIATION AS RECOGNIZED.
  - (c) INTEREST EXPENSE INCURRED ON MONEY BORROWED FOR CAPITAL ASSETS THAT QUALIFY FOR NONEXTENSIVE RENOVATIONS.
  - (d) DEPRECIATION EXPENSE FOR COSTS PAID OR REIMBURSED BY ANY GOVERNMENT AGENCY, IF THAT PART OF THE PROSPECTIVE PER DIEM RATE IS USED TO REIMBURSE THE GOVERNMENT AGENCY AND A LOAN PROVIDES FOR REPAYMENT OVER A TIME-LIMITED PERIOD. THESE CAPITAL ASSET(S) MUST QUALIFY FOR NONEXTENSIVE RENOVATION.
  - (e) AMORTIZATION EXPENSE OF FINANCING COSTS.
- (2) THE COST OF NONEXTENSIVE RENOVATION(S) DIRECTLY RELATED TO THE AMORTIZATION OF LEASEHOLD IMPROVEMENTS THAT MEET THE CRITERIA FOR NONEXTENSIVE RENOVATION UNDER THIS RULE. THESE COSTS SHALL BE EXPENSED OVER THE LESSER OF THE REMAINING LIFE OF THE LEASE, BUT NOT LESS THAN FIVE YEARS, OR THE USEFUL LIFE OF THE IMPROVEMENT AS SPECIFIED IN RULE 5101:3-3-511 OF THE ADMINISTRATIVE CODE. IF THE USEFUL LIFE OF THE IMPROVEMENT IS LESS THAN FIVE YEARS, IT MAY BE AMORTIZED OVER ITS USEFUL LIFE. OPTIONS ON LEASES WILL NOT BE CONSIDERED. EFFECTIVE JULY 1, 1993, LESSEES WHO REPORT LEASEHOLD IMPROVEMENTS AND WHO LEAVE THE PROGRAM BEFORE THE MINIMUM AMORTIZATION PERIOD IS COMPLETE, AS SET FORTH UNDER PARAGRAPH (A)(2) OF THIS RULE, WILL NOT RECEIVE REIMBURSEMENT FOR THE BALANCE OF UNAMORTIZED COSTS.

TNS # 94-07 APPROVAL DATE JUN 28 1994  
SUPERSEDES  
TNS # 94-04 EFFECTIVE DATE 10/1/94

- (B) FOR PROJECTS STARTED PRIOR TO JULY 1, 1993, ADMINISTRATIVE CODE RULES IN EFFECT ON DECEMBER 22, 1992, SHALL APPLY IN ORDER TO DETERMINE IF THE PROJECT QUALIFIES AS A NONEXTENSIVE RENOVATION. FOR PURPOSES OF PARAGRAPH (B) OF THIS RULE, "STARTED" MEANS THE PHYSICAL WORK HAS BEGUN ON THE PROJECT AT THE SITE OF THE FACILITY. PRELIMINARY WORK SUCH AS PLANNING, AGENCY APPROVAL, FEASIBILITY SURVEYS, AND ARCHITECTURAL DRAWINGS ARE NOT CONSIDERED "STARTED". THE PROJECT STARTED PRIOR TO JULY 1, 1993, MUST INCLUDE AT LEAST THE FOLLOWING:
- (1) THE COST OF THE PROJECT WAS MORE THAN TEN THOUSAND DOLLARS; AND
  - (2) THE PROJECT DOES NOT INCREASE THE NUMBER OF LICENSED BEDS; AND
  - (3) ALL OF THE COSTS OF THE PROJECT ARE INCURRED AFTER JULY 1, 1981.
- (C) FOR PROJECTS STARTED AFTER JUNE 30, 1993, THE FOLLOWING SHALL APPLY IN ORDER TO DETERMINE IF A PROJECT QUALIFIES AS A NONEXTENSIVE RENOVATION:
- (1) THE PROJECT RESULTS IN THE BETTERMENT, IMPROVEMENT, OR RESTORATION OF A NE BEYOND ITS CURRENT FUNCTIONAL CAPACITY THROUGH A STRUCTURAL CHANGE THAT COSTS AT LEAST FIVE HUNDRED DOLLARS PER BED; AND
  - (2) WHEN APPLYING THE FIVE HUNDRED DOLLARS PER BED REQUIREMENT THE FOLLOWING APPLY:
    - (a) IF THE PROJECT AFFECTS ONLY THE MEDICAID CERTIFIED PART OF A FACILITY, ALL MEDICAID CERTIFIED BEDS IN THE FACILITY WILL BE CONSIDERED WHEN APPLYING THE MINIMUM COST CRITERIA; OR
    - (b) IF THE PROJECT AFFECTS THE ENTIRE FACILITY, ALL LICENSED BEDS WILL BE CONSIDERED WHEN APPLYING THE MINIMUM COST CRITERIA; AND
  - (3) THE PROJECT DOES NOT INCREASE THE NUMBER OF LICENSED BEDS; AND

TNS # 94-07 APPROVAL DATE JUN 28 1994  
SUPERSEDES  
TNS # 94-04 EFFECTIVE DATE 10/1/94

- (4) IF THE FACILITY RELOCATES BEDS WITHIN THE CURRENT STRUCTURE OF THE BUILDING, THE CONSTRUCTION FOR THE RELOCATED BEDS SHALL BE CONSIDERED A NONEXTENSIVE RENOVATION IF IT MEETS THE OTHER CRITERIA SPECIFIED IN PARAGRAPH (C) OF THIS RULE UNLESS THE PROJECT MEETS THE DEFINITION OF EXTENSIVE RENOVATION AS DEFINED UNDER RULE 5101:3-3-01 OF THE ADMINISTRATIVE CODE; AND
  - (5) THE NE HAS OBTAINED PRIOR APPROVAL UNDER PARAGRAPH (E) OF THIS RULE; AND
  - (6) THE NE HAS SATISFIED ALL REQUIREMENTS FOR NOTICE TO OHIO DEPARTMENT OF HUMAN SERVICES (ODHS) UPON COMPLETION OF THE PROJECT AS SET FORTH UNDER PARAGRAPH (G)(1) OF THIS RULE; AND
  - (7) UNLESS THE PROJECT IS NECESSARY TO MEET THE REQUIREMENTS OF FEDERAL, STATE OR LOCAL STATUTES, ORDINANCES, RULES OR POLICES, ODHS WILL NOT APPROVE A PROJECT AS A NONEXTENSIVE RENOVATION IF FEWER THAN FIVE YEARS HAVE ELAPSED SINCE THE DATE OF LICENSURE OF THE PORTION OF THE NE THAT IS PROPOSED TO BE RENOVATED.
- (D) TO OBTAIN PRIOR APPROVAL FROM ODHS TO REPORT A PROJECT AS A NONEXTENSIVE RENOVATION, THE FOLLOWING INFORMATION MUST BE SUBMITTED BY THE NE PRIOR TO BEGINNING CONSTRUCTION OF THE PROPOSED NONEXTENSIVE RENOVATION.
- (1) A BRIEF DESCRIPTION OF THE PROJECT INCLUDING THE NEED FOR THE PROJECT; AND
  - (2) AN ESTIMATE OF THE COST OF THE PROJECT, A LIST OF WORK ITEMS SUMMARIZING THE SCOPE OF THE PROJECT, A COPY OF THE ESTIMATE FROM THE CONTRACTOR THAT WILL UNDERTAKE THE PROJECT, AND ESTIMATED TOTAL ANNUAL DEPRECIATION AND INTEREST EXPENSE FOR THE PROJECT; AND
  - (3) A SKETCH, DIAGRAM, OR ILLUSTRATION OF THE FACILITY PRIOR TO THE PROJECT; AND
  - (4) A SKETCH, DIAGRAM, OR ILLUSTRATION OF THE FACILITY SHOWING THE LAYOUT AFTER COMPLETION OF THE PROJECT; AND

TNS # 94-07 APPROVAL DATE JUN 28 1994

SUPERSEDES

TNS # 94-04 EFFECTIVE DATE 10/1/94

- (5) THE ESTIMATED START AND COMPLETION DATE OF THE PROJECT;  
AND
  - (6) IF THE NE IS REQUESTING AN APPROVAL OF A PROJECT UNDER PARAGRAPH (C)(7) OF THIS RULE, THE APPLICABLE STATUTE, ORDINANCE, RULES OR POLICY MUST BE SUBMITTED ALONG WITH AN EXPLANATION OF HOW THE PROJECT ADDRESSES THE GOVERNMENT MANDATE; AND
  - (7) THE REQUEST MUST SHOW THE NUMBER OF BEDS AFFECTED BY EACH COMPONENT OF THE PROJECT IN ORDER TO DETERMINE THE MINIMUM COST REQUIREMENT SET FORTH UNDER PARAGRAPH (C)(2) OF THIS RULE.
- (E) WHEN REVIEWING A REQUEST FOR PRIOR APPROVAL TO REPORT A PROJECT AS A NONEXTENSIVE RENOVATION, ODHS SHALL:
- (1) REQUEST IN WRITING ANY ADDITIONAL INFORMATION NEEDED TO REVIEW THE REQUEST FOR PRIOR APPROVAL; AND
  - (2) DETERMINE THAT THE PROJECT MEETS THE DEFINITION OF A RENOVATION UNDER RULE 5101:3-3-01 OF THE ADMINISTRATIVE CODE; AND
  - (3) DETERMINE THAT THE PROJECT SATISFIES ALL THE REQUIREMENTS OF A NONEXTENSIVE RENOVATION AS SET FORTH UNDER PARAGRAPH (C) OF THIS RULE; AND
  - (4) DETERMINE THAT THE ESTIMATED COSTS OF THE PROJECT ARE ALLOWABLE UNDER RULE 5101:3-3-01 OF THE ADMINISTRATIVE CODE; AND
  - (5) NOTIFY THE PROVIDER IN WRITING THAT THE REQUEST FOR PRIOR APPROVAL TO REPORT A PROJECT AS A NONEXTENSIVE RENOVATION HAS BEEN GRANTED OR DENIED. AFTER PRIOR APPROVAL IS GRANTED, THE PROVIDER SHALL COMPLY WITH THE FOLLOWING:
    - (a) THE NONEXTENSIVE RENOVATION PROJECT MUST BE STARTED WITHIN SIX MONTHS AFTER THE DATE ODHS GRANTS APPROVAL; AND

TNS # 94-07 APPROVAL DATE JUN 28 1994  
SUPERSEDES  
TNS # 94-04 EFFECTIVE DATE 10/1/94

- (b) THE NONEXTENSIVE RENOVATION PROJECT MUST BE COMPLETED WITHIN EIGHTEEN MONTHS AFTER IT IS STARTED. THE TOTAL COST OF ALL PORTIONS OF THE NONEXTENSIVE RENOVATION PROJECT COMPLETED WITHIN EIGHTEEN MONTHS AFTER IT IS STARTED MUST SATISFY THE COST PER BED REQUIREMENT UNDER PARAGRAPH (C)(1) OF THIS RULE.

FOR PURPOSES OF PARAGRAPH (E) OF THIS RULE, "STARTED" MEANS THE PHYSICAL WORK HAS BEGUN ON THE PROJECT AT THE SITE OF THE FACILITY. PRELIMINARY WORK SUCH AS PLANNING, AGENCY APPROVAL, FEASIBILITY SURVEYS, AND ARCHITECTURAL DRAWINGS ARE NOT CONSIDERED "STARTED". FAILURE TO SATISFY THE CONDITIONS UNDER THIS PARAGRAPH SHALL RESULT IN COSTS OF THE PROJECT BEING REPORTED AS COST OF OWNERSHIP IN LIEU OF NONEXTENSIVE RENOVATIONS IN ACCORDANCE WITH PARAGRAPH (G)(3) OF THIS RULE.

- (6) WRITTEN APPROVAL FROM ODHS OF A PROJECT AS A NONEXTENSIVE RENOVATION SHALL CLEARLY STATE THAT THE APPROVAL OF ANY ADDITIONAL COSTS AS SET FORTH UNDER PARAGRAPH (F) OF THIS RULE MUST BE APPROVED IN WRITING BY ODHS IN ORDER TO QUALIFY AS NONEXTENSIVE RENOVATION.
- (F) ADDITIONAL NOTICE TO ODHS IS REQUIRED DURING THE COURSE OF THE CONSTRUCTION OF THE APPROVED NONEXTENSIVE RENOVATION IF ANY OF THE FOLLOWING CIRCUMSTANCES OCCUR:
- (1) THE COMPLETION OF THE NONEXTENSIVE RENOVATION PROJECT IS DELAYED OR ACCELERATED BY MORE THAN FOUR MONTHS FROM THE ESTIMATED DATE OF COMPLETION.
- (2) THE ACTUAL COST OF CONSTRUCTION EXCEEDS THE APPROVED COST BY THE GREATER OF TEN PER CENT OR TWENTY THOUSAND DOLLARS.
- (a) UPON RECEIVING NOTICE OF THE COST INCREASE, ODHS MAY APPROVE THE ADDITIONAL COSTS FOR INCLUSION AS A NONEXTENSIVE RENOVATION. IN REVIEWING A PROJECT FOR APPROVAL UNDER PARAGRAPH (F)(2)(a) OF THIS RULE, ODHS SHALL APPLY THE CRITERIA SPECIFIED IN PARAGRAPH (E) OF THIS RULE; OR

TNS # 9407 APPROVAL DATE JUN 28 1994  
SUPERSEDES  
TNS # 94-04 EFFECTIVE DATE 10/1/94

- (b) IF ODHS DOES NOT APPROVE THE ADDITIONAL COSTS, EXPENSES RELATED TO ALL COSTS IN EXCESS OF THE APPROVED AMOUNT WILL BE REIMBURSED AS COST OF OWNERSHIP PURSUANT TO RULE 5101:3-3-512 OF THE ADMINISTRATIVE CODE; OR
- (c) IF THE PROVIDER FAILS TO PROVIDE NOTICE TO ODHS OF THE INCREASED COSTS, EXPENSES RELATED TO ALL COSTS IN EXCESS OF THE APPROVED AMOUNT WILL BE REIMBURSED AS COST OF OWNERSHIP PURSUANT TO RULE 5101:3-3-512 OF THE ADMINISTRATIVE CODE.
- (3) THE ACTUAL AMOUNT FINANCED EXCEEDS THE APPROVED AMOUNT FINANCED BY THE GREATER OF TEN PER CENT OR TWENTY THOUSAND DOLLARS.
- (a) UPON RECEIVING NOTICE OF THE INCREASE IN THE AMOUNT FINANCED, ODHS MAY APPROVE THE INCREASE IN THE AMOUNT FINANCED FOR INCLUSION AS A NONEXTENSIVE RENOVATION. IN REVIEWING A PROJECT FOR APPROVAL UNDER PARAGRAPH (F)(3)(a) OF THIS RULE, ODHS SHALL APPLY THE CRITERIA SPECIFIED IN PARAGRAPH (E) OF THIS RULE; OR
- (b) IF ODHS DOES NOT APPROVE THE ADDITIONAL AMOUNT FINANCED, INTEREST EXPENSE RELATED TO ALL AMOUNTS FINANCED IN EXCESS OF THE APPROVED AMOUNT WILL BE REIMBURSED AS COST OF OWNERSHIP PURSUANT TO RULE 5101:3-3-512 OF THE ADMINISTRATIVE CODE; OR
- (c) IF THE PROVIDER FAILS TO PROVIDE NOTICE TO ODHS OF THE INCREASED AMOUNT FINANCED, INTEREST EXPENSE RELATED TO ALL AMOUNTS FINANCED IN EXCESS OF THE APPROVED AMOUNT WILL BE REIMBURSED AS COST OF OWNERSHIP PURSUANT TO RULE 5101:3-3-512 OF THE ADMINISTRATIVE CODE.
- (4) THE ACTUAL INTEREST RATE EXCEEDS THE PROJECTED INTEREST RATE BY TWO PERCENTAGE POINTS OR MORE.

TNS # 94-07, APPROVAL DATE JUN 28 1994  
SUPERSEDES  
TNS # 94-04 EFFECTIVE DATE 10/1/94

- (a) UPON RECEIVING NOTICE OF THE INCREASED INTEREST RATE, ODHS MAY APPROVE THE INTEREST EXPENSE ASSOCIATED WITH THE INCREASED INTEREST RATE FOR INCLUSION AS NONEXTENSIVE RENOVATIONS. IN REVIEWING A PROJECT FOR APPROVAL UNDER PARAGRAPH (F)(4)(a) OF THIS RULE, ODHS SHALL APPLY THE CRITERIA SPECIFIED IN PARAGRAPH (E) OF THIS RULE; OR
- (b) IF ODHS DOES NOT APPROVE THE INCREASED INTEREST RATE, THE INTEREST EXPENSE ASSOCIATED WITH INCREMENTAL INCREASE IN THE APPROVED INTEREST RATE WILL BE REIMBURSED AS COST OF OWNERSHIP PURSUANT TO RULE 5101:3-3-512 OF THE ADMINISTRATIVE CODE; OR
- (c) IF THE PROVIDER FAILS TO PROVIDE NOTICE TO ODHS OF THE INCREASED INTEREST RATE, THE INTEREST EXPENSE ASSOCIATED WITH INCREMENTAL INCREASE IN THE APPROVED INTEREST RATE WILL BE REIMBURSED AS COST OF OWNERSHIP PURSUANT TO RULE 5101:3-3-512 OF THE ADMINISTRATIVE CODE; OR
- (5) ANY INCREASE OR DECREASE IN THE SCOPE OF THE NONEXTENSIVE RENOVATION PROJECT.
- (a) UPON RECEIVING NOTICE OF THE CHANGE IN THE SCOPE OF THE NONEXTENSIVE RENOVATION PROJECT, ODHS MAY APPROVE THE PROJECT AS REVISED IF THE CHANGE IN SCOPE BEARS A REASONABLE RELATIONSHIP TO THE APPROVED NONEXTENSIVE RENOVATION PROJECT; OR
- (b) IF ODHS DOES NOT APPROVE THE PROJECT AS REVISED, THE ADDITIONAL COSTS ASSOCIATED WITH THE INCREASE IN SCOPE SHALL BE REIMBURSED AS COST OF OWNERSHIP PURSUANT TO RULE 5101:3-3-512 OF THE ADMINISTRATIVE CODE; OR
- (c) IF THE PROVIDER FAILS TO PROVIDE NOTICE TO ODHS OF THE CHANGE IN THE SCOPE OF THE PROJECT, THE ADDITIONAL COSTS ASSOCIATED WITH THE INCREASE IN SCOPE SHALL BE REIMBURSED AS COST OF OWNERSHIP PURSUANT TO RULE 5101:3-3-512 OF THE ADMINISTRATIVE CODE.

TNS # 94-07 APPROVAL DATE BUN 28 1994  
SUPERSEDES  
TNS # 99-04 EFFECTIVE DATE 10/1/94