

**ALLIANCE FOR HEALTH
2009 ANNUAL PROJECT EVALUATION STATUS REPORT**

I. PROJECTS ENDORSED IN 2009				
Proj. #	Project Title	Proposed Cost		Project Status
09-27	Allegan Care Operating Co. – Acquisition of Ely Manor (Allegan) CON 09-0269	\$ 3,180,000	C	AH endorsed, NS, 12/26/09
		\$ 0	OR	MDCH – pending
		\$ (36,051)	OE	
09-26	Waterford Rehab Center – 25 Skilled Nursing Home Beds (Jenison) CON 09-0251	\$7,017,182	C	AH endorsed 12/17/09
		\$2,281,779	OR	MDCH – pending 3/30/10
		\$2,677,477	OE	
09-25	North Ottawa Care Center South – 125 Bed Skilled Nursing Home (Grand Haven Township) CON 09-0238	\$17,005,000	C	AH endorsed 12/17/09
		\$7,965,066	OR	MDCH – pending 3/30/10
		\$8,403,784	OE	
09-21	West Michigan Imaging Center - Replace MRI unit on mobile MRI route 21 (Grand Haven and Zeeland), CON 09-0213	\$1,856,040	C	AH endorsed, NS. 9/8/09
		\$0	OR	MDCH – approved 12/1/09
		\$(73,292)	OE	
09-20	Saint Mary’s Health Care – CT Scanner Replacement (Grand Rapids) CON 09-0215	\$0	C	AH endorsed, NS, 9/20/09
		\$ NA	OR	MDCH – approved 10/12/09
		\$ NA	OE	
09-18	Spectrum Health United Memorial – Convert Mobile to Fixed MRI (Greenville) CON 09-0207	\$1,607,373	C	AH endorsed 10/15/09
		\$0	OR	MDCH – pending 1/29/10
		\$(17,066)	OE	
09-17	Great Lakes Specialty Hospital – Hackley – Lease for Space/31 Beds (Muskegon) CON 09-0193	\$11,3622,965	C	AH endorsed, NS, 8/14/09 MDCH – pending
09-14	Great Lakes Specialty Hospital – Hackley – Acquisition of LifeCare Hospitals of Western Michigan. (Muskegon) CON 09-0182	\$2,788,930	C	AH endorsed, NS, 8/14/09
		\$5,738,590	OR	MDCH – approved 8/24/09
		\$4,351,927	OE	
09-13	Great Lakes Specialty Hospital – Hackley – Acquisition of Select Specialty Hospital – Hackley (Muskegon) CON 09-0181	\$434,849	C	AH endorsed, NS, 8/14/09
		\$11,835,736	OR	MDCH – approved 8/24/09
		\$9,739,221	OE	
09-11	Spectrum Health – Additional MRI Unit at Blodgett (Grand Rapids) CON 09-0164	\$4,437,400	C	AH endorsed 9/17/09
		\$1,483,391	OR	MDCH – approved 12/4/09
		\$1,132,451	OE	
09-09	Mercy Health Partners – Muskegon Obstetrics Consolidation (Muskegon) CON 09-0153	\$5,508,206	C	AH endorsed 10/15/09
		\$0	OR	MDCH – approved 12/22/09
		\$(1,101,206)	OE	
09-08	Metro Health Hospital – Mobile PET/CT Service (Wyoming) CON 09-0148	\$765,960	C	AH endorsed 8/6/09
		\$284,820	OR	MDCH – approved 8/19/09
		\$276,659	OE	
09-07	Spectrum Health – 2 New Cardiac Cath Labs: One at the Meijer Heart Center and the Other at Helen DeVos Children’s Hospital (Grand Rapids) CON 09-0143	\$4,461,644	C	AH endorsed 9/17/09
		\$2,136,720	OR	MDCH – approved 12/4/09
		\$2,011,391	OE	
09-05	Faith Hospice – 12 Hospice Nursing Home Beds at Trillium Woods (Byron Center) CON 09-0122	\$0	C	AH endorsed 9/17/09
		\$3,086,560	OR	MDCH – approved 11/30/09
		\$3,082,759	OE	
09-04	Saint Mary’s Health Care – Move 30 Beds into Lacks Cancer Center Wing (Grand Rapids) CON 09-0118	\$5,700,000	C	AH endorsed 9/17/09
		\$825	OR	MDCH – approved 10/12/09
		\$1,007	OE	
09-02	North Ottawa Community Hospital – Mobile Lithotripsy Host Site on Route # 165 (Grand Haven) CON 09-0079	\$ 159,300	C	AH endorsed, NS, 7/16/09
		\$NA	OR	MDCH approved 6/29/09
		\$ NA	OE	
09-01	Hospice of Muskegon County – 8 Hospice Nursing Home Beds (Muskegon) CON 09-0004	\$12,995	C	AH endorsed 5/21/09
		\$338,734	OR	MDCH approved 6/11/09
		\$134,064	OE	
08-47	Mercy Health Partners Hackley Campus - Mobile MRI Host Site on Mobile Route #202 (Muskegon) CON 08-0454	\$ 0	C	AH endorsed, NS ,3/12/09
		NA	OR	MDCH – approved 3/24/09
		NA	OE	
08-46	Mercy Health Partners Lakeshore Campus - Mobile MRI Host Site on Mobile Route #202 (Shelby) CON 08-0455	\$ 0	C	AH endorsed, NS, 3/12/09
		NA	OR	MDCH – approved 3/24/09
		NA	OE	
08-45	Spectrum Health – Replace PET/CT Scanner (Grand Rapids) CON 08-0452	\$3,222,448	C	AH endorsed 3/18/09 MDCH – approved 3/26/09

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08-39	Mercy Health Partners – Acquire Mobile MRI from West Michigan Imaging Center and Initiate MRI Network # 202 (Muskegon) CON 08-0390	\$1,134,060 \$92 \$118	C	AH endorsed, NS, 3/12/09 MDCH – approved 3/19/09
08-36	Mecosta County Medical Center – Replace 2 Slice CT Scanner with 64-slice Unit (Big Rapids) CON 08-0361	\$1,010,000	C	AH endorsed, NS, 6/1/09 MDCH – approved 6/11/09

II. PROJECT NOT ENDORSED IN 2009

<i>Proj. #</i>	<i>Project Title</i>	<i>Proposed Cost</i>		<i>Project Status</i>
09-06	Grace of Douglas – 10 Hospice Nursing Home Beds (Douglas) CON 09-0123	\$15,000 \$1,479,467 \$607,574	C OR OE	AH not endorsed 9/17/09 MDCH – disapproved 11/30/09

III. PROJECTS CLOSED WITHOUT REVIEW IN 2009

<i>Proj. #</i>	<i>Project Title</i>	<i>Proposed Cost</i>		<i>Project Status</i>
09-40	Allegan General Hospital – Add Mobile CT Service from Network #109 (Allegan) CON 09-0349	\$ 0	C	LOI 12/23/09 NA proposal 12/29/09 NRN, file closed
09-36	Spectrum Health – Reed City Campus - Add Mobile MRI from Alliance /HNI Network #34 to Existing Mobile Networks (Reed City) CON 09-03332	\$ 0	C	LOI 12/4/09 NS proposal 12/28/09 NRN, file closed MDCH – pending 2/11/10
09-32	Sparrow Health System – Assumption of Ownership of Ionia County Memorial Hospital Association (Ionia) CON 09-0303	\$3,100,000	C	LOI 11/20/09 MDCH waived review 11/23/09 NRN, file closed
09-16	Michigan Medical PC – Add Mobile MRI Service from Alliance Imaging’s Network #80 (Grand Rapids) CON 09-0189	\$ 0	C	LOI 7/1/09 NRN, file closed MDCH – approved 8/17/09
09-15	Holland Hospital - Medical Office Building (Zeeland) CON 09-0180	\$10,621,400	C	LOI 6/15/09 NRN, file closed
08-49	Spectrum Health – Adult Bone Marrow Transplant Service at Butterworth Hospital (Grand Rapids) CON 08-0463	\$499,835 \$1,625,239 \$1,571,684	C OR OE	Withdrawn 4/20/09, file closed
08-48	Mercy Health Partners – MRI Service from Mobile Network #50 at Hackley Campus (Muskegon) CON 08-0456	\$ 0	C	NS LOI 12/18/08 NRN - file closed
08-44	Spectrum Health Hospitals – Initiate Mobile MRI Host Site on Network #63 at Caledonia Mini Pavilion (Caledonia) CON 08-0451	\$ 1,100,000	C	LOI 12/9/08 LOI expired 12/9/09, file closed
08-43	Kent Radiology PC – Initiate Mobile MRI Host Site on Network #34 (Grand Rapids) CON 08-0477	\$ 925,000	C	LOI 12/5/08 Withdrawn 10/26/09, file closed
08-41	Sunset Manor – Waterford Rehab Center 16-Bed Expansion (Jenison) CON 08-0427	\$2,719,000 \$1,719,370 \$1,730,053	C OR OE	LOI 11/17/08 Proposal 1/28/09 Withdrawn, file closed
08-25	Spectrum Health – Blodgett Hospital – Add 3 Tesla MRI Unit (East Grand Rapids) CON 10524	\$4,407,000	C	LOI 7/18/08 LOI expired 7/18/09, file closed
08-15	Pine Rest Christian Mental Health Services – Building Addition to House Leased Beds (Wyoming) CON 08-1092	\$4,670,054	C	LOI 5/1/08 LOI expired 5/1/09, file closed
08-07	Metro Health Hospital – Mobile MRI Host Site on Network #21 (Wyoming) CON 08-0144	\$ 380,500	C	NS LOI 3/14/08 LOI expired 3/14/09, file closed
08-01	Ciena Healthcare Management - Grand Haven Care Center, a 167-Bed Nursing Home (Grand Haven) CON 08-0067	\$ 8,980,000	C	LOI 2/13/08 LOI expired 2/13/09, file closed

IV. PROJECTS PENDING AT 2009 YEAR END

<i>Proj. #</i>	<i>Project Title</i>	<i>Proposed Cost</i>		<i>Project Status</i>
09-39	Ionia County Memorial Hospital – CT Replacement (Ionia) CON 09-0340	\$1,228,408	C	LOI 12/10/09
09-38	Spectrum Health – Replace CT Scanner at Spectrum Health United Memorial – Kelsey (Lakeview) CON 09-0336	\$50,000	C	LOI 12/8/09
09-37	Spectrum Health – Acquire CT Scanner and Relocate Another to Butterworth Emergency Department (Grand Rapids) CON 09-0335	\$2,230,150	C	LOI 12/8/09
09-35	Preference Dental – Dental CT Scanner (Mecosta) CON 09-0317	\$1,270,000	C	LOI 11/24/09

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09-34	Hudsonville Dental Associates – Dental CT Scanner (Hudsonville) CON 09-0313	\$45,000 \$105,100 \$ 79,520	C OR OE MDCH – pending
09-33	Mercy Health Partners – Replace 2 Cardiac Cath Angiography Units (Muskegon) CON 09-0312	\$ 2,352,437	C LOI 11/23/09
09-31	Spectrum Health – Additional MRI (pediatric) at Butterworth (Grand Rapids) CON 09-0295	\$4,526,250 \$ 0 \$ 1,067,780	C OR OE LOI 10/30/09 Proposal – 12/1/09 MDCH – pending 3/31/10
09-30	Spectrum Health - Additional CT Scanner (Pediatric) at Butterworth (Grand Rapids) CON 09-0296	\$1,263,448 \$ 0 \$ 371,212	C LOI 10/30/09 Proposal – 12/1/09 MDCH – pending 5/4/09
09-28	3-D Imaging Center – Dental CT Scanner (Caledonia) CON 09- 0289	\$198,000	C LOI 10/26/09
09-24	Spectrum Health – Adult Bone Marrow Transplant Service (Grand Rapids) CON 09-0227	\$400,000	C LOI 8/24/09
09-23	Spectrum Health – Heart-Lung Transplant Service (Grand Rapids), CON 09-0228	\$550,000 \$1,745,280 \$3,784,665	C OR OE LOI 8/24/09 Proposal 9/30/09 MDCH – pending 3/2/10
09-22	Christian Care – 21 Behavioral Nursing Home Beds, (Muskegon) CON 09-0226	\$1,535,000	C LOI 8/13/09
09-19	Pine Rest Christian Hospital – Facility Construction (Cutlerville) CON 09-0208	\$4,670,054	C LOI 7/28/09
09-12	Great Lakes Dental Care - Dental CT (Grand Rapids) CON 09-0168	\$170,999 \$ 111,334 \$ 104,482	C LOI 6/10/209 Proposal 10/28/09 MDCH – pending 3/31/09
09-10	J. Todd Hunt, DDS – Dental CT Scanner (Muskegon) CON 09-0155	\$100,500	C LOI 5/28/09
09-03	Big Rapids Dental Health Care Associates – Dental CT Scanner (Big Rapids) CON 09-0088	\$170,000	C LOI 3/22/09

KEY

AH = Alliance for Health	NS = Nonsubstantive
MDCH = Michigan Department of Community Health	C= Proposed Capital Expenses
NA = Information Not Available	OE = 1st Year Operating Expense Increase (Decrease)
LOI = Letter of Intent	OR = 1st Year Operating Revenue Increase (Decrease)
NRN = No Review Necessary	CON = Certificate of Need Inactive site, CON expired

V. TOTAL FINANCIAL ACTIVITY

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Files Left From Prior Years	15	12	19	27	14	56	25	16	12	5
Files Set Up During Current Year	40	47	61	51	51	43	88	42	41	24
Endorsed By Evaluation Board	11	19	14	22	16	22	33	12	11	3
Not Endorsed	1	1	1	2	2	4	1	0	17	0
Nonsubstantive-Endorsed By Staff	12	17	22	15	12	15	8	6	8	6
Total Evaluated	24	37	37	39	30	41	42	18	26	9
Closed With No Evaluation	14	7	31	20	9	45	15	15	12	8
Remaining Active At Year End	17	15	12	19	27	14	56	25	16	12
Total Projects	55	59	80	78	65	99	113	58	54	29

Negative “Profits” below do not mean project sponsors will lose money. Rather, they can indicate that sponsors proposed to decrease profit levels.

Capital expenses, operating revenues and expenses are estimated or not available for most pending proposals and for files closed.

The figures below represent final stages of proposals and do not reflect changes resulting from consultation with Alliance for Health volunteers and staff during project planning stages or after submittal of letters of intent/ preliminary proposals.

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Proposed Increase or Decrease in Annual Revenues and Expenses					
<i>Type of Action</i>	<i>Year</i>	<i>Number of Projects</i>	<i>Revenue</i>	<i>Expenses</i>	<i>"Profits"</i>
Endorsed	2000	9	\$ 33,506,600	\$31,972,600	\$ 1,534,000
	2001	23	\$ 17,641,500	\$18,818,100	\$ (1,176,700)
	2002	18	\$ 35,322,700	\$22,503,700	\$ 12,819,000
	2003	41	\$186,902,000	\$56,085,500	\$130,816,500
	2004	37	\$ 92,358,700	\$75,002,700	\$ 17,356,000
	2005	28	\$ 28,744,100	\$26,301,300	\$ 2,442,800
	2006	37	\$ 52,927,700	\$42,689,700	\$ 10,238,000
	2007	36	\$ 81,123,370	\$89,908,825	\$ (8,785,455)
	2008	36	\$ 71,935,662	\$65,499,163	\$ 6,436,499
	2009	23	\$ 38,398,458	\$33,188,593	\$ 5,209,865
Not Endorsed	2000	0	0	0	0
	2001	7	\$ 5,728,300	\$ 5,841,000	\$ (112,600)
	2002	0	0	0	0
	2003	1	\$ 72,200	\$ 43,900	\$ 28,300
	2004	4	\$ 5,563,000	\$ 3,839,500	\$ 1,723,500
	2005	2	\$ 2,966,300	\$ 3,648,300	\$ (682,100)
	2006	2	\$ 4,773,600	\$ 5,694,600	\$ (921,000)
	2007	1	\$ 8,189,139	\$ 2,860,366	\$ 5,328,773
	2008	1	\$ 2,617,561	\$ 3,307,390	\$ (569,829)
	2009	1	\$ 1,479,467	\$ 607,574	\$ 871,893
Total of Projects Evaluated	2000	9	\$ 33,506,600	\$ 31,972,600	\$ 1,534,000
	2001	30	\$ 23,369,800	\$ 24,659,100	\$ (1,289,300)
	2002	18	\$ 33,322,700	\$ 22,503,700	\$ 12,819,000
	2003	42	\$ 186,974,200	\$ 56,129,400	\$130,844,800
	2004	41	\$ 97,921,700	\$ 78,842,200	\$ 19,079,500
	2005	30	\$ 31,710,400	\$ 29,949,600	\$ 1,760,700
	2006	39	\$ 57,701,300	\$ 48,384,300	\$ 9,317,000
	2007	37	\$ 81,123,370	\$ 89,908,825	\$ (8,785,455)
	2008	37	\$ 74,553,223	\$ 68,806,553	\$ 5,746,670
	2009	24	\$ 39,877,925	\$ 33,796,167	\$ 6,081,758

Capital Value of Project Proposals			
<i>Type of Action</i>	<i>Year</i>	<i>Number of Projects</i>	<i>Capital Expenses</i>
Projects Endorsed	2000	9	\$ 100,960,200
	2001	23	\$ 74,106,700
	2002	18	\$ 196,041,100
	2003	41	\$ 139,696,600
	2004	37	\$ 171,814,000
	2005	28	\$ 46,366,100
	2006	37	\$ 189,047,800
	2007	36	\$ 543,031,014
	2008	36	\$ 214,746,999
	2009	23	\$ 180,305,101
Projects Not Endorsed	2000	0	0
	2001	7	\$ 4,972,100
	2002	0	0
	2003	1	\$ 172,800
	2004	4	\$ 31,394,900
	2005	2	\$ 17,766,400
	2006	2	\$ 25,803,500
	2007	1	\$ 3,553,654
	2008	1	\$ 11,088,045
	2009	1	\$ 15,000

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<i>Type of Action</i>	<i>Year</i>	<i>Number of Projects</i>	<i>Capital Expenses</i>
Pending Projects	2000	12	\$ 55,523,100
	2001	16	\$ 48,151,100
	2002	25	\$ 75,836,600
	2003	53	\$ 136,504,900
	2004	13	\$ 23,810,200
	2005	26	\$ 182,429,900
	2006	19	\$ 296,901,419
	2007	12	\$ 74,689,086
	2008	15	\$ 36,228,158
	2009	17	\$ 21,117,604
Files-Closed Withdrawn or Review Waived	2000	8	\$ 11,602,000
	2001	12	\$ 2,620,000
	2002	15	\$ 44,452,000
	2003	18	\$ 57,125,500
	2004	45	\$ 36,352,900
	2005	9	\$ 5,976,000
	2006	20	\$ 95,572,900
	2007	31	\$ 49,892,695
	2008	7	\$ 1,352,880
	2009	14	\$ 37,673,289
Total - All Projects	2000	29	\$ 168,085,500
	2001	54	\$ 127,849,900
	2002	58	\$ 316,331,700
	2003	113	\$ 333,499,800
	2004	99	\$ 265,371,900
	2005	65	\$ 252,538,400
	2006	78	\$ 607,325,600
	2007	80	\$ 671,166,449
	2008	59	\$ 263,416,082
	2009	55	\$ 239,110,994