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## **SENATE BILL No. 887**

March 20, 2014, Introduced by Senators SCHUITMAKER, MOOLENAAR, HILDENBRAND, GREGORY, WARREN, NOFS, MARLEAU, KAHN, MEEKHOF and KOWALL and referred to the Committee on Appropriations.

A bill to amend 1978 PA 368, entitled "Public health code,"
by amending section 20171 (MCL 333.20171), as amended by 1990 PA 252.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 20171. (1) The department, after obtaining approval of

the advisory commission, shall promulgate and enforce rules to
implement this article, including rules necessary to enable a
health facility or agency to qualify for and receive federal funds
available for patient care or for projects involving new

construction, additions, modernizations, or conversions.

(2) The rules applicable to health facilities or agencies

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- 1 shall be uniform insofar as is reasonable.
- 2 (3) The rules shall establish standards relating to:
- 3 (a) Ownership.
- 4 (b) Reasonable disclosure of ownership interests in
- 5 proprietary corporations and of financial interests of trustees of
- 6 voluntary, nonprofit corporations and owners of proprietary
- 7 corporations and partnerships.
- 8 (c) Organization and function of the health facility or
- 9 agency, owner, operator, and governing body.
- 10 (d) Administration.
- 11 (e) Professional and nonprofessional staff, services, and
- 12 equipment appropriate to implement section 20141(3).
- 13 (E) (f) Policies and procedures.
- 14 (F) (g) Fiscal and medical audit.
- 15 (G) (h)—Utilization and quality control review.
- 16 (H) (i) Physical plant including planning, construction,
- 17 functional design, sanitation, maintenance, housekeeping, and fire
- 18 safety.
- 19 (I) (j) Arrangements for the continuing evaluation of the
- 20 quality of health care provided.
- 21 (J) (k)—Other pertinent organizational, operational, and
- 22 procedural requirements for each type of health facility or agency.
- 23 (4) The rules promulgated under section 21563 for the
- 24 designation of rural community hospitals may also specify all of
- 25 the following:
- 26 (a) Maximum bed size.
- 27 (b) The level of services to be provided in each category as

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- 1 described in section 21562(2).
- 2 (c) Requirements for transfer agreements with other hospitals
- 3 to assure ENSURE efficient and appropriate patient care.
- 4 (5) RULES PROMULGATED UNDER THIS ARTICLE ARE SUBJECT TO THE
- 5 EXEMPTION PROVIDED IN SECTION 17 OF THE CONTINUING CARE COMMUNITY
- 6 ACT.
- 7 Enacting section 1. This amendatory act does not take effect
- 8 unless Senate Bill No. 886
- of the 97th Legislature is enacted into law.

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