SUBSTITUTE FOR HOUSE BILL NO. 4282

A bill to amend 1980 PA 350, entitled "The nonprofit health care corporation reform act," by amending section 501 (MCL 550.1501).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 501. (1) A health care corporation subject to this act
- 2 may enter into contracts with health care facilities in this
- 3 state or health facilities in any other jurisdiction. However, a
- 4 health care corporation shall not enter into contracts with
- 5 health facilities out of state for the purpose of disadvantaging
- 6 a Michigan licensed health care facility or replacing a contract
- 7 with a Michigan licensed health care facility.
- (2) Contracts entered into under this section -shall be with 8
- 9 health care facilities licensed in this state are subject to the
- 10 provisions of sections 504 to 518.