SENATE BILL No. 433

July 11, 1991, Introduced by Senators EHLERS, CISKY, GAST, EMMONS, DE GROW, DUNASKISS, N. SMITH, MC MANUS, WARTNER, PRIDNIA and CARL and referred to the Committee on Health Policy.

A bill to amend Act No. 368 of the Public Acts of 1978, entitled as amended

"Public health code,"

as amended, being sections 333.1101 to 333.25211 of the Michigan Compiled Laws, by adding sections 17090, 17091, 17092, 17093, 17094, 17095, 17096, 17097, and 17098.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Act No. 368 of the Public Acts of 1978, as
- 2 amended, being sections 333.1101 to 333.25211 of the Michigan
- 3 Compiled Laws, is amended by adding sections 17090, 17091, 17092,
- 4 17093, 17094, 17095, 17096, 17097, and 17098 to read as follows:
- 5 SEC. 17090. THE BOARD, IN COOPERATION WITH THE INSURANCE
- 6 BUREAU AND THE MICHIGAN BOARD OF OSTEOPATHIC MEDICINE AND
- 7 SURGERY, SHALL ESTABLISH A MEDICAL LIABILITY DEMONSTRATION
- 8 PROJECT PURSUANT TO SECTIONS 17091 TO 17095.

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- 1 SEC. 17091. THE MEDICAL SPECIALTY ADVISORY COMMITTEE ON
- 2 ANESTHEIOLOGY IS CREATED IN THE DEPARTMENT. THE COMMITTEE CON-
- 3 SISTS OF 6 MEMBERS APPOINTED AS FOLLOWS:
- 4 (A) THE BOARD SHALL APPOINT 1 PHYSICIAN WHO PRACTICES IN A
- 5 TERTIARY HOSPITAL, 1 PHYSICIAN WHO PRACTICES IN A MEDIUM SIZED
- 6 HOSPITAL, AND 1 PHYSICIAN WHO PRACTICES PRIMARILY IN A RURAL
- 7 AREA.
- 8 (B) THE GOVERNOR, IN CONSULTATION WITH APPROPRIATE HEALTH
- 9 PROFESSIONAL ORGANIZATIONS, SHALL APPOINT 1 PHYSICIAN WHO SPE-
- 10 CIALIZES IN ANESTHESIOLOGY.
- 11 (C) THE MAJORITY LEADER OF THE SENATE SHALL APPOINT 1 PUBLIC
- 12 MEMBER WHO REPRESENTS HEALTH INSURERS OR HEALTH BENEFITS
- 13 PROVIDERS.
- 14 (D) THE SPEAKER OF THE HOUSE OF REPRESENTATIVES SHALL
- 15 APPOINT 1 PUBLIC MEMBER WHO REPRESENTS THE INTERESTS OF CONSUMERS
- 16 OF HEALTH CARE.
- 17 SEC. 17092. THE MEDICAL SPECIALTY ADVISORY COMMITTEE ON
- 18 OBSTETRICS AND GYNECOLOGY IS CREATED IN THE DEPARTMENT. THE COM-
- 19 MITTEE CONSISTS OF 9 MEMBERS APPOINTED AS FOLLOWS:
- 20 (A) THE BOARD SHALL APPOINT 1 PHYSICIAN WHO PRACTICES IN A
- 21 TERTIARY HOSPITAL, 1 PHYSICIAN WHO PRACTICES PRIMARILY IN A RURAL
- 22 AREA, AND 1 PHYSICIAN WHO SPECIALIZES IN FAMILY PRACTICE.
- 23 (B) THE MICHIGAN BOARD OF OSTEOPATHIC MEDICINE AND SURGERY
- 24 SHALL APPOINT 1 OSTEOPATHIC PHYSICIAN WHO PRACTICES IN A MEDIUM
- 25 SIZED HOSPITAL AND 1 OSTEOPATHIC PHYSICIAN WHO PRACTICES PRIMAR-
- 26 ILY IN A RURAL AREA.

- 1 (C) THE GOVERNOR SHALL APPOINT 1 PHYSICIAN WHO SPECIALIZES
- 2 IN OBSTETRICS AND GYNECOLOGY AND 1 PUBLIC MEMBER WHO REPRESENTS
- 3 ALLIED HEALTH PROFESSIONALS.
- 4 (D) THE MAJORITY LEADER OF THE SENATE SHALL APPOINT 1 PUBLIC
- 5 MEMBER WHO REPRESENTS THE INTERESTS OF HEALTH INSURERS AND HEALTH
- 6 BENEFITS PROVIDERS.
- 7 SEC. 17093. THE MEDICAL SPECIALTY ADVISORY COMMITTEE ON
- 8 EMERGENCY MEDICINE IS CREATED IN THE DEPARTMENT. THE COMMITTEE
- 9 CONSISTS OF 9 MEMBERS APPOINTED AS FOLLOWS:
- 10 (A) THE BOARD SHALL APPOINT 1 PHYSICIAN WHO PRACTICES IN A
- 11 TERTIARY HOSPITAL, 1 PHYSICIAN WHO PRACTICES PRIMARILY IN A RURAL
- 12 AREA, AND 1 PHYSICIAN WHO SPECIALIZES IN FAMILY PRACTICE.
- 13 (B) THE MICHIGAN BOARD OF OSTEOPATHIC MEDICINE AND SURGERY
- 14 SHALL APPOINT 1 OSTEOPATHIC PHYSICIAN.
- 15 (C) THE GOVERNOR SHALL APPOINT 2 PHYSICIANS, AT LEAST 1 OF
- 16 WHOM SPECIALIZES IN EMERGENCY MEDICINE, AND 1 PUBLIC MEMBER WHO
- 17 REPRESENTS THE INTERESTS OF ALLIED HEALTH PROFESSIONALS.
- 18 (D) THE MAJORITY LEADER OF THE SENATE SHALL APPOINT 1 PUBLIC
- 19 MEMBER WHO REPRESENTS THE INTERESTS OF HEALTH INSURERS AND HEALTH
- 20 BENEFITS PROVIDERS.
- 21 (E) THE SPEAKER OF THE HOUSE OF REPRESENTATIVES SHALL
- 22 APPOINT 1 PUBLIC MEMBER WHO REPRESENTS THE INTERESTS OF CONSUMERS
- 23 OF HEALTH CARE.
- 24 SEC. 17094. THE ADVISORY COMMITTEES CREATED IN SECTIONS
- 25 17091 TO 17093 ARE SUBJECT TO SECTIONS 16131 TO 16141 IN THE SAME
- 26 MANNER AS THE BOARD.

- 1 SEC. 17095. (1) EACH ADVISORY COMMITTEE CREATED IN SECTIONS
- 2 17091 TO 17093 SHALL DEVELOP PRACTICE PARAMETERS AND RISK
- 3 MANAGEMENT PROTOCOLS FOR THE MEDICAL SPECIALTY RELATING TO THAT
- 4 ADVISORY COMMITTEE.
- 5 (2) IN DEVELOPING PRACTICE PARAMETERS UNDER SUBSECTION (1),
- 6 EACH ADVISORY COMMITTEE SHALL DEFINE APPROPRIATE CLINICAL INDICA-
- 7 TIONS AND METHODS OF TREATMENT FOR THE MEDICAL SPECIALTY RELATING
- 8 TO THAT ADVISORY COMMITTEE.
- 9 (3) IN DEVELOPING RISK MANAGEMENT PROTOCOLS UNDER
- 10 SUBSECTION (1), EACH ADVISORY COMMITTEE SHALL ESTABLISH STANDARDS
- 11 OF PRACTICE DESIGNED TO AVOID MALPRACTICE CLAIMS AND TO INCREASE
- 12 THE DEFENSIBILITY OF MALPRACTICE CLAIMS THAT ARE BROUGHT AGAINST
- 13 MEMBERS OF THAT SPECIALTY.
- 14 (4) EACH ADVISORY COMMITTEE SHALL MAKE THE PRACTICE PARAME-
- 15 TERS AND RISK MANAGEMENT PROTOCOLS DEVELOPED UNDER SUBSECTION (1)
- 16 CONSISTENT WITH APPROPRIATE STANDARDS OF CARE AND LEVELS OF
- 17 QUALITY.
- 18 (5) EACH ADVISORY COMMITTEE SHALL SUBMIT THE PRACTICE PARAM-
- 19 ETERS AND RISK MANAGEMENT PROTOCOLS DEVELOPED UNDER
- 20 SUBSECTION (1) TO THE BOARD AND TO THE MICHIGAN BOARD OF OSTEO-
- 21 PATHIC MEDICINE AND SURGERY, RESPECTIVELY. THE BOARD AND THE
- 22 MICHIGAN BOARD OF OSTEOPATHIC MEDICINE AND SURGERY EACH SHALL
- 23 REVIEW THE PRACTICE PARAMETERS AND RISK MANAGEMENT PROTOCOLS SUB-
- 24 MITTED UNDER THIS SUBSECTION AND, IF APPROVED, SHALL PROMULGATE
- 25 THEM AS RULES.
- 26 SEC. 17096. (1) BY MARCH 1, 1992 EACH ADVISORY COMMITTEE
- 27 CREATED UNDER SECTIONS 17091 TO 17093 SHALL SUBMIT A WRITTEN

- 1 REPORT TO THE STANDING COMMITTEES IN THE SENATE AND THE HOUSE OF
- 2 REPRESENTATIVES WITH JURISDICTION OVER MATTERS PERTAINING TO
- 3 PUBLIC HEALTH AND TO THE STANDING COMMITTEES IN THE SENATE AND
- 4 THE HOUSE OF REPRESENTATIVES WITH JURISDICTION OVER JUDICIARY
- 5 MATTERS A REPORT CONTAINING THE PRACTICE PARAMETERS AND RISK MAN-
- 6 AGEMENT PROTOCOLS SUBMITTED AND APPROVED UNDER SECTION 17095.
- 7 (2) AS PART OF THE REPORT REQUIRED UNDER SUBSECTION (1),
- 8 EACH ADVISORY COMMITTEE SHALL REPORT THE EXTENT TO WHICH THE RISK
- 9 MANAGEMENT PROTOCOLS SUBMITTED UNDER SECTION 17095 REDUCE THE
- 10 PRACTICE OF DEFENSIVE MEDICINE.
- 11 SEC. 17097. A PHYSICIAN OR AN OSTEOPATHIC PHYSICIAN WHO
- 12 PRACTICES IN A MEDICAL SPECIALTY AREA FOR WHICH PRACTICE PARAME-
- 13 TERS AND RISK MANAGEMENT PROTOCOLS HAVE BEEN PROMULGATED AS RULES
- 14 UNDER SECTION 17095 AND WHO ELECTS TO PARTICIPATE IN THE MEDICAL
- 15 LIABILITY DEMONSTRATION PROJECT ESTABLISHED UNDER SECTIONS 17090
- 16 TO 17095 SHALL FILE WRITTEN NOTICE OF THE ELECTION ON A FORM PRO-
- 17 VIDED BY THE DEPARTMENT WITH THE BOARD OR THE MICHIGAN BOARD OF
- 18 OSTEOPATHIC MEDICINE AND SURGERY.
- 19 SEC. 17098. (1) THE BOARD, IN CONJUNCTION WITH THE MICHIGAN
- 20 BOARD OF OSTEOPATHIC MEDICINE AND SURGERY, SHALL APPOINT AN ECO-
- 21 NOMIC ADVISORY COMMITTEE TO ESTABLISH THE METHODOLOGY FOR EVALU-
- 22 ATING THE EFFECT OF THE MEDICAL LIABILITY DEMONSTRATION PROJECT
- 23 ESTABLISHED UNDER SECTIONS 17090 TO 17095 ON THE COST, UTILIZA-
- 24 TION, AND PRACTICE OF DEFENSIVE MEDICINE. BY JANUARY 1, 1993,
- 25 THE ECONOMIC ADVISORY COMMITTEE SHALL REPORT THE METHODOLOGY
- 26 ESTABLISHED UNDER THIS SUBSECTION TO THE BOARD AND THE MICHIGAN
- 27 BOARD OF OSTEOPATHIC MEDICINE AND SURGERY.

- 1 (2) BY DECEMBER 1, 1997, THE BOARD AND THE MICHIGAN BOARD OF
- 2 OSTEOPATHIC MEDICINE AND SURGERY SHALL SUBMIT A JOINT REPORT TO
- 3 THE GOVERNOR AND TO THE LEGISLATURE. THE REPORT REQUIRED UNDER
- 4 THIS SUBSECTION SHALL INCLUDE THE RESULTS OF THE MEDICAL LIABIL-
- 5 ITY DEMONSTRATION PROJECT INCLUDING, BUT NOT LIMITED TO, THE
- 6 IMPACT OF THE MEDICAL LIABILITY DEMONSTRATION PROJECT ON THE COST
- 7 OF THE PRACTICE OF DEFENSIVE MEDICINE.
- 8 Section 2. This amendatory act shall not take effect unless
- 9 all of the following bills of the 86th Legislature are enacted
- 10 into law:
- 11 (a) Senate Bill No. 434.

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13 (b) Senate Bill No. 435.

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