Act No. 108 Public Acts of 1998 Approved by the Governor June 3, 1998

Filed with the Secretary of State June 4, 1998

EFFECTIVE DATE: 91st day after final adjournment of 1998 Regular Session

STATE OF MICHIGAN 89TH LEGISLATURE REGULAR SESSION OF 1998

Introduced by Senators Bennett, Van Regenmorter, Shugars, Gougeon, Bullard, Geake, Steil, Dunaskiss, Stille, McManus, Gast, North, Hoffman, Schuette, Jaye, Rogers, Bouchard and Emmons

ENROLLED SENATE BILL No. 864

AN ACT to amend 1978 PA 368, entitled "An act to protect and promote the public health; to codify, revise, consolidate, classify, and add to the laws relating to public health; to provide for the prevention and control of diseases and disabilities; to provide for the classification, administration, regulation, financing, and maintenance of personal, environmental, and other health services and activities; to create or continue, and prescribe the powers and duties of, departments, boards, commissions, councils, committees, task forces, and other agencies; to prescribe the powers and duties of governmental entities and officials; to regulate occupations, facilities, and agencies affecting the public health; to regulate health maintenance organizations and certain third party administrators and insurers; to provide for the imposition of a regulatory fee; to promote the efficient and economical delivery of health care services, to provide for the appropriate utilization of health care facilities and services, and to provide for the closure of hospitals or consolidation of hospitals or services; to provide for the collection and use of data and information; to provide for the transfer of property; to provide certain immunity from liability; to regulate and prohibit the sale and offering for sale of drug paraphernalia under certain circumstances; to provide for penalties and remedies; to provide for sanctions for violations of this act and local ordinances; to repeal certain acts and parts of acts; to repeal certain parts of this act; and to repeal certain parts of this act on specific dates," by amending section 20165 (MCL 333.20165), as amended by 1990 PA 179, and by adding sections 16274 and 20197.

The People of the State of Michigan enact:

Sec. 16274. (1) A licensee or registrant shall not engage in or attempt to engage in human cloning.

- (2) Subsection (1) does not prohibit scientific research or cell-based therapies not specifically prohibited by that subsection.
- (3) A licensee or registrant who violates subsection (1) is subject to the administrative penalties prescribed in sections 16221 and 16226 and to the civil penalty prescribed in section 16275.
 - (4) This section does not give a person a private right of action.
 - (5) As used in this section:
 - (a) "Human cloning" means the use of human somatic cell nuclear transfer technology to produce a human embryo.
- (b) "Human embryo" means a human egg cell with a full genetic composition capable of differentiating and maturing into a complete human being.
- (c) "Human somatic cell" means a cell of a developing or fully developed human being that is not and will not become a sperm or egg cell.
- (d) "Human somatic cell nuclear transfer" means transferring the nucleus of a human somatic cell into an egg cell from which the nucleus has been removed or rendered inert.

Sec. 20165. (1) Except as otherwise provided in this section, after notice of intent to an applicant or licensee to deny, limit, suspend, or revoke the applicant's or licensee's license or certification and an opportunity for a hearing, the

department may deny, limit, suspend, or revoke the license or certification or impose an administrative fine on a licensee if 1 or more of the following exist:

- (a) Fraud or deceit in obtaining or attempting to obtain a license or certification or in the operation of the licensed health facility or agency.
 - (b) A violation of this article or a rule promulgated under this article.
 - (c) False or misleading advertising.
 - (d) Negligence or failure to exercise due care, including negligent supervision of employees and subordinates.
 - (e) Permitting a license or certificate to be used by an unauthorized health facility or agency.
 - (f) Evidence of abuse regarding a patient's health, welfare, or safety or the denial of a patient's rights.
 - (g) Failure to comply with section 10102a(7).
- (h) Failure to comply with part 222 or a term, condition, or stipulation of a certificate of need issued under part 222, or both.
 - (i) A violation of section 20197(1).
- (2) The department may deny an application for a license or certification based on a finding of a condition or practice that would constitute a violation of this article if the applicant were a licensee.
- (3) Denial, suspension, or revocation of an individual emergency medical services personnel license under part 209 is governed by section 20958.
- (4) If the department determines under subsection (1) that a health facility or agency has violated section 20197(1), the department shall impose an administrative fine of \$5,000,000.00 on the health facility or agency.

Sec. 20197. (1) A health facility or agency shall not allow a licensee or registrant under article 15 or any other individual to engage in or attempt to engage in human cloning in a facility owned or operated by the health facility or agency.

- (2) Subsection (1) does not prohibit a health facility or agency from allowing a licensee or registrant under article 15 or any other individual from engaging in scientific research or cell-based therapies not specifically prohibited by that subsection.
- (3) A health facility or agency that violates subsection (1) is subject to the administrative penalties prescribed in section 20165(4).
 - (4) This section does not give a person a private right of action.

Approved ______

(5) As used in this section, "human cloning" means that term as defined in section 16274.

Governor.

Enacting section 1. This amendatory act does not take effect unless all of the following bills of the 89th Legislature are enacted into law:

- (a) House Bill No. 4846.
- (b) House Bill No. 4962.
- (c) House Bill No. 5475.

Carol Morey Viventi
Secretary of the Senate.
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Mary Frell
Clerk of the House of Representatives.