## House Bill 5252

A bill to amend 1978 PA 368, entitled "Public health code,"

by amending section 20155 (MCL 333.20155), as amended by 1996 PA 267.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 20155. (1) Except as provided in this section, the
- 2 department shall make annual and other visits to each health
- 3 facility or agency licensed under this article for the purposes
- 4 of survey, evaluation, and consultation. Except for a health
- 5 facility or agency described in section 20106(1)(c), (f), (h), or
- 6 (j), the department shall determine whether the visits shall be
- 7 announced or unannounced, except that a complaint investigation
- 8 shall not be announced and there shall be at least 1 unannounced
- 9 visit other than a complaint investigation annually to a health

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- 1 facility or agency described in section 20106(1)(c), (h), or
  2 (j).
- 3 (2) The department shall make at least a biennial visit to
- 4 each licensed clinical laboratory, each nursing home, and each
- 5 hospice residence for the purposes of survey, evaluation, and
- 6 consultation. If a nursing home is only partially certified
- 7 under title XVIII or title XIX, the department shall include all
- 8 licensed parts of the nursing home in a certification survey con-
- 9 ducted by the department.
- 10 (3) The department shall make a biennial visit to each hos-
- 11 pital for survey and evaluation for the purpose of licensure.
- 12 Subject to subsection (6), the THE department may waive the
- 13 biennial visit required by this subsection if a hospital, as part
- 14 of a timely application for license renewal, requests a waiver
- 15 and submits both of the following and if all of the requirements
- 16 of subsection (5) are met:
- 17 (a) Evidence that it is currently fully accredited by a body
- 18 with expertise in hospital accreditation whose hospital accredit-
- 19 ations are accepted by the United States department of health and
- 20 human services for purposes of section 1865 of title XVIII of the
- 21 social security act, chapter 531, 49 Stat. 620,
- 22 42 U.S.C. 1395bb.
- 23 (b) A copy of the most recent accreditation report for the
- 24 hospital issued by a body described in subdivision (a), and the
- 25 hospital's responses to the accreditation report.
- 26 (4) Except as provided in subsection (8), accreditation
- 27 information provided to the department under subsection (3) is

- 1 confidential, is not a public record, and is not subject to court
- 2 subpoena. The department shall use the accreditation information
- 3 only as provided in this section and shall return the accredit-
- 4 ation information to the hospital within a reasonable time after
- 5 a decision on the waiver request is made.
- **6** (5) The department shall grant a waiver under subsection (3)
- 7 if the accreditation report submitted under subsection (3)(b) is
- 8 less than 2 years old and there is no indication of substantial
- 9 noncompliance with licensure standards or of deficiencies that
- 10 represent a threat to public safety or patient care in the
- 11 report, in complaints involving the hospital, or in any other
- 12 information available to the department. If the accreditation
- 13 report is 2 or more years old, the department may do 1 of the
- 14 following:
- 15 (a) Grant an extension of the hospital's current license
- 16 until the next accreditation survey is completed by the body
- 17 described in subsection (3)(a).
- 18 (b) Grant a waiver under subsection (3) based on the accred-
- 19 itation report that is 2 or more years old, on condition that the
- 20 hospital promptly submit the next accreditation report to the
- 21 department.
- (c) Deny the waiver request and conduct the visits required
- 23 under subsection (3).
- 24 (6) The department shall not grant more than 2 consecutive
- 25 waivers under subsection (3). This section does not prohibit the
- 26 department from citing a violation of this part during a survey,
- 27 conducting investigations or inspections pursuant to

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- 1 section 20156, or conducting surveys of health facilities or
- 2 agencies for the purpose of complaint investigations or federal
- 3 certification. This section does not prohibit the state fire
- 4 marshal from conducting annual surveys of hospitals, nursing
- 5 homes, and county medical care facilities.
- 6 (7) At the request of a health facility or agency, the
- 7 department may conduct a consultation engineering survey of a
- 8 health facility and provide professional advice and consultation
- 9 regarding health facility construction and design. A health
- 10 facility or agency may request a voluntary consultation survey
- 11 under this subsection at any time between licensure surveys. The
- 12 fees for a consultation engineering survey are the same as the
- 13 fees established for waivers under section 20161(10).
- 14 (8) If the department determines that substantial noncompli-
- 15 ance with licensure standards exists or that deficiencies that
- 16 represent a threat to public safety or patient care exist based
- 17 on a review of an accreditation report submitted pursuant to
- 18 subsection (3)(b), the department shall prepare a written summary
- 19 of the substantial noncompliance or deficiencies and the
- 20 hospital's response to the department's determination. The
- 21 department's written summary and the hospital's response are
- 22 public documents.
- 23 (9) Investigations THE DEPARTMENT [OR] A LOCAL HEALTH
- 24 DEPARTMENT SHALL CONDUCT INVESTIGATIONS or inspections, other
- 25 than inspections of financial records, of a health facility or
- 26 agency described in section 20106(1)(c), (f), (h), or (j) shall
- 27 be conducted without prior notice to the health facility or

- 1 agency. An employee of a state agency charged with inspecting
- 2 the health facility or agency or an employee of a local health
- 3 department who directly or indirectly gives prior notice regard-
- 4 ing an inspection, other than an inspection of the financial
- 5 records, to the health facility or agency or to an employee of
- 6 the health facility or agency, is guilty of a misdemeanor.
- 7 Consultation visits that are not for the purpose of annual or
- 8 follow-up inspection or survey may be announced.
- 9 (10) The department shall maintain a record indicating
- 10 whether visits are announced or unannounced. Information gath-
- 11 ered at all visits, announced or unannounced, shall be taken into
- 12 account in licensure decisions.
- 13 (11) The department shall require periodic reports and a
- 14 health facility or agency shall give the department access to
- 15 books, records, and other documents maintained by a health facil-
- 16 ity or agency to the extent necessary to carry out the purpose of
- 17 this article and the rules promulgated under this article. Th
- 18 department shall respect the confidentiality of a patient's clin-
- 19 ical record and shall not divulge or disclose the contents of the
- 20 records in a manner that identifies an individual except under
- 21 court order. The department may copy health facility or agency
- 22 records as required to document findings.
- 23 (12) The department may delegate survey, evaluation, or con-
- 24 sultation functions to another state agency or to a local health
- 25 department qualified to perform those functions. However, the
- 26 department shall not delegate survey, evaluation, or consultation
- 27 functions to a local health department that owns or operates a

- 1 hospice or hospice residence licensed under this article. The
- 2 delegation shall be by cost reimbursement contract between the
- 3 department and the state agency or local health department.
- 4 Survey, evaluation, or consultation functions shall not be dele-
- 5 gated to nongovernmental agencies, except as provided in this
- 6 section. The department may accept voluntary inspections per-
- 7 formed by an accrediting body with expertise in clinical labora-
- 8 tory accreditation under part 205 if the accrediting body uti-
- 9 lizes forms acceptable to the department, applies the same
- 10 licensing standards as applied to other clinical laboratories and
- 11 provides the same information and data usually filed by the
- 12 department's own employees when engaged in similar inspections or
- 13 surveys. The voluntary inspection described in this subsection
- 14 shall be agreed upon by both the licensee and the department.
- 15 (13) If, upon investigation, the department or a state
- 16 agency determines that an individual licensed to practice a pro-
- 17 fession in this state has violated the applicable licensure stat-
- 18 ute or the rules promulgated under that statute, the department,
- 19 state agency, or local health department shall forward the evi-
- 20 dence it has to the appropriate licensing agency.
- 21 (14) As used in this section:
- 22 (a) "Title XVIII" means title XVIII of the social security
- 23 act, chapter 531, 49 Stat. 620, 42 U.S.C. 1395 to 1395b, 1395b-2,
- **24** 1395b-6 TO 1395b-7, 1395c to 1395i, 1395i-2 to <del>1395i-4</del> 1395i-5,
- **25** 1395j to 1395t, 1395u to  $\frac{1395w-2}{}$  1395w, 1395w-2 TO 1395w-4,  $\frac{1}{}$  to
- **26** 1395yy, and 1395bbb to 1395ccc 1395w-21 TO 1395w-28, 1395x TO
- 27 1395yy, AND 1395bbb TO 1395ggg.

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- 1 (b) "Title XIX" means title XIX of the social security act,
- **2** chapter 531, 49 Stat. 620, 42 U.S.C. 1396 to <del>1396v</del> 1396f,
- **3** 1396g-1 TO 1396r-6, AND 1396r-8 TO 1396v.

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