

Senate Fiscal Agency
P. O. Box 30036
Lansing, Michigan 48909-7536

SFA



BILL ANALYSIS

Telephone: (517) 373-5383
Fax: (517) 373-1986
TDD: (517) 373-0543

Senate Bill 525 (as enrolled)
Senate Bill 746 (as enrolled)
Senate Bill 747 (as enrolled)
Sponsor: Senator Dale L. Shugars
Senate Committee: Health Policy
House Committee: Senior Health, Security and Retirement

PUBLIC ACT 273 of 2001
PUBLIC ACT 276 of 2001
PUBLIC ACT 277 of 2001

Date Completed: 1-10-03

CONTENT

Senate Bills 525, 746, and 747 amended the Public Health Code, the Business Corporation Act, and the Michigan Limited Liability Company Act, respectively, to allow a nursing home to use in its name the term "health center", "health care center", or "rehabilitation center", or a term conveying a similar meaning as long as it is not prohibited by the Public Health Code. Senate Bills 746 and 747 were tie-barred to Senate Bill 525.

Senate Bill 525 amended the Public Health Code to delete "rehabilitation center" from the terms that a nursing home may not use in its name. The bill retained the provision that a nursing home may not use in its name the terms "hospital", "sanitarium", or a term conveying a meaning that is substantively similar to those terms. The bill specifies that a nursing home may use the terms "rehabilitation center", "health center", or "health care center", or a term conveying a substantively similar meaning to those terms as long as it is not prohibited by the Code.

The bill requires a nursing home using the term "rehabilitation center" in its name to have the capacity to provide rehabilitation services that include, at a minimum, physical therapy, occupational therapy, and speech therapy services.

Senate Bill 746 amended the Business Corporation Act to allow a corporation existing under the Act that is licensed as a nursing home under the Public Health Code to use in its name the term "health center", "health care center", or "rehabilitation center", or any term conveying a similar meaning as long as

it is not prohibited by the Public Health Code.

Senate Bill 747 amended the Michigan Limited Liability Company Act to allow a limited liability company existing under the Act that is licensed as a nursing home under the Public Health Code to use in its name the term "health center", "health care center", or "rehabilitation center", or any term conveying a substantively similar meaning as long as it is not prohibited by the Public Health Code.

MCL 333.21712 (S.B. 525)
450.1213 (S.B. 746)
450.4204a (S.B. 747)

Legislative Analyst: Julie Koval

FISCAL IMPACT

The bill will have no fiscal impact on State or local government.

Fiscal Analyst: Maria Tyszkiewicz

S0102\525es

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.

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