REPRINT

SUBSTITUTE FOR

HOUSE BILL NO. 4345

(As passed the House, March 28, 2001)
(As passed the Senate, October 10, 2001)

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

by amending section 21773 (MCL 333.21773).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 21773. (1) A nursing home shall not involuntarily
- 2 transfer or discharge a patient except FOR 1 OR MORE OF THE FOL-
- 3 LOWING PURPOSES: for medical
- 4 (A) MEDICAL reasons. ; for the
- 5 (B) THE patient's welfare. or that
- 6 (C) THE WELFARE of other patients or facility NURSING HOME
- 7 employees. i or for nonpayment
- 8 (D) NONPAYMENT for the patient's stay, except as prohibited
- **9** by title $\frac{-19}{}$ XIX of the social security act, CHAPTER 531, 49
- **10** STAT. 620, 42 U.S.C. 1396 to -1396k- 1396r-6 AND 1396r-8 TO
- **11** 1396v.

1 (2) Involuntary transfer or discharge of a patient from a

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- 2 A licensed nursing home shall be preceded by a minimum PROVIDE
- 3 written notice of 21 AT LEAST 30 days BEFORE A PATIENT IS
- 4 INVOLUNTARILY TRANSFERRED OR DISCHARGED. The 21-day 30-DAY
- 5 requirement shall OF THIS SUBSECTION DOES not apply in any of
- 6 the following instances:
- 7 (a) If an emergency transfer or discharge is mandated by the
- 8 patient's health care needs and is in accord with the written
- 9 orders and medical justification of the attending physician.
- 10 (b) If the transfer or discharge is mandated by the physical
- 11 safety of other patients and facility NURSING HOME employees as
- 12 documented in the clinical record.
- 13 (c) If the transfer or discharge is subsequently agreed to
- 14 by the patient or the patient's legal guardian, and notification
- 15 is given to the next of kin and the person or agency responsible
- 16 for the patient's placement, maintenance, and care in the
- 17 facility NURSING HOME.
- 18 (3) The notice required by subsection (2) shall be on a form
- 19 prescribed by the department OF CONSUMER AND INDUSTRY SERVICES
- 20 and shall contain all of the following:
- 21 (a) The stated reason for the proposed transfer.
- (b) The effective date of the proposed transfer.
- 23 (c) A statement in not less than 12-point type -, which
- 24 THAT reads: "You have a right to appeal the nursing home's deci-
- 25 sion to transfer you. If you think you should not have to leave
- 26 this facility, you may file a request for a hearing with the
- 27 department of public health CONSUMER AND INDUSTRY SERVICES

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- 1 within 10 days after receiving this notice. If you request a
- 2 hearing, it will be held not sooner than AT LEAST 7 days after
- 3 your request, and you will not be transferred during that time.
- 4 If you lose the hearing, you will not be transferred before the
- 5 expiration of UNTIL AT LEAST 30 days following receipt of
- 6 AFTER YOU RECEIVED the original notice of the discharge or
- 7 transfer. A form to appeal the nursing home's decision and to
- 8 request a hearing is attached. If you have any questions, call
- 9 the department of -public health CONSUMER AND INDUSTRY SERVICES
- 10 at the number listed below."
- 11 (d) A hearing request form, together with a postage paid,
- 12 preaddressed envelope to the department OF CONSUMER AND INDUSTRY
- 13 SERVICES.
- 14 (e) The name, address, and telephone number of the responsi-
- 15 ble official in the department OF CONSUMER AND INDUSTRY
- 16 SERVICES.
- 17 (4) A request for a hearing made under subsection (3) shall
- 18 stay a transfer pending a hearing or appeal decision.
- 19 (5) A copy of the notice required by subsection (3) shall be
- 20 placed in the patient's clinical record and a copy shall be
- 21 transmitted to the department OF CONSUMER AND INDUSTRY SERVICES,
- 22 the patient, the patient's next of kin, patient's representative,
- 23 or legal guardian, and the person or agency responsible for the
- 24 patient's placement, maintenance, and care in the facility
- 25 NURSING HOME.
- 26 (6) If the basis for an involuntary transfer or discharge is
- 27 the result of a negative action by the department of -social

- 1 services COMMUNITY HEALTH with respect to a medicaid client and
- 2 a hearing request is filed with that department, the 21-day writ-
- 3 ten notice period shall OF SUBSECTION (2) DOES not begin until
- 4 a final decision in the matter is rendered by the department of
- 5 social services COMMUNITY HEALTH or a court of competent juris-
- 6 diction and notice of that final decision is received by the
- 7 patient and the facility NURSING HOME.
- **8** (7) If nonpayment is the basis for involuntary transfer or
- 9 discharge, the patient shall have the right to MAY redeem up to
- 10 the date that the discharge or transfer is to be made and then
- 11 shall have the right to MAY remain in the facility NURSING
- **12** HOME.
- 13 (8) The NURSING HOME ADMINISTRATOR OR OTHER APPROPRIATE
- 14 NURSING HOME EMPLOYEE DESIGNATED BY THE NURSING HOME ADMINISTRA-
- 15 TOR SHALL DISCUSS AN involuntary transfer or discharge shall be
- 16 discussed with the patient, the patient's next of kin or legal
- 17 guardian, and person or agency responsible for the patient's
- 18 placement, maintenance, and care in the facility NURSING HOME.
- 19 The explanation and discussion of the reasons for involuntary
- 20 transfer or discharge shall include the nursing home administra-
- 21 tor or other appropriate nursing home representative as the
- 22 administrator's designee. THE DISCUSSION SHALL INCLUDE AN EXPLA-
- 23 NATION OF THE REASON FOR THE INVOLUNTARY TRANSFER OR DISCHARGE.
- 24 The content of the discussion and explanation shall be summarized
- 25 in writing and shall include the names of the individuals
- 26 involved in the discussions and made a part of the patient's
- 27 clinical record.

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- 1 (9) The NURSING HOME SHALL PROVIDE THE patient shall
- 2 receive WITH counseling services before -and THE INVOLUNTARY
- 3 TRANSFER OR DISCHARGE AND THE DEPARTMENT SHALL ASSURE THAT COUN-
- 4 SELING SERVICES ARE AVAILABLE after the INVOLUNTARY transfer OR
- 5 DISCHARGE to minimize the possible adverse effect of the
- 6 INVOLUNTARY transfer OR DISCHARGE.
- 7 (10) IF A NURSING HOME VOLUNTARILY WITHDRAWS FROM PARTICIPA-
- 8 TION IN THE STATE PLAN FOR MEDICAID FUNDING, BUT CONTINUES TO
- 9 PROVIDE SERVICES, THE NURSING HOME SHALL NOT, EXCEPT AS PROVIDED
- 10 IN SUBSECTION (1), INVOLUNTARILY TRANSFER OR DISCHARGE A PATIENT,
- 11 WHETHER OR NOT THE PATIENT IS ELIGIBLE FOR MEDICAID BENEFITS, WHO
- 12 RESIDED IN THE NURSING HOME ON THE DAY BEFORE THE EFFECTIVE DATE
- 13 OF THE NURSING HOME'S WITHDRAWAL FROM PARTICIPATION. THE PROHI-
- 14 BITION AGAINST TRANSFER OR DISCHARGE IMPOSED BY THIS SUBSECTION
- 15 CONTINUES UNLESS THE PATIENT FALLS WITHIN 1 OR MORE OF THE EXCEP-
- 16 TIONS DESCRIBED IN SUBSECTION (1).
- 17 (11) IF AN INDIVIDUAL BECOMES A PATIENT OF A NURSING HOME
- 18 AFTER THE DATE THE NURSING HOME WITHDRAWS FROM PARTICIPATION IN
- 19 THE STATE PLAN FOR MEDICAID FUNDING, THE NURSING HOME, ON OR
- 20 BEFORE THE DATE THE INDIVIDUAL SIGNS A CONTRACT WITH THE NURSING
- 21 HOME, SHALL PROVIDE TO THE PATIENT ORAL AND WRITTEN NOTICE OF
- 22 BOTH OF THE FOLLOWING:
- 23 (A) THAT THE NURSING HOME IS NOT PARTICIPATING IN THE STATE
- 24 PLAN FOR MEDICAID FUNDING.
- 25 (B) THAT THE FACILITY MAY INVOLUNTARILY TRANSFER OR DIS-
- 26 CHARGE THE PATIENT FOR NONPAYMENT UNDER SUBSECTION (1)(D) EVEN IF
- 27 THE PATIENT IS ELIGIBLE FOR MEDICAID BENEFITS.

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