

HOUSE BILL NO. 5252

November 12, 2025, Introduced by Reps. Rogers, VanderWall, Miller, Bierlein, Witwer, Schmaltz, Steckloff, Greene, Wilson, Xiong, Thompson, Paiz, Longjohn, Neyer, Price, Mentzer, Fitzgerald, McKinney, Young, Outman, Neeley, Scott, Brixie, Morgan, Martus, Arbit, McFall, Hope, Breen, Weiss, Snyder, Wozniak, Roth, Frisbie, Aragona, Wooden, Liberati and Herzberg and referred to Committee on Health Policy.

A bill to amend 1978 PA 368, entitled
"Public health code,"
by amending sections 20106, 20109, 20115, and 20161 (MCL 333.20106, 333.20109, 333.20115, and 333.20161), sections 20106 and 20161 as amended by 2024 PA 252, section 20109 as amended by 2015 PA 156, and section 20115 as amended by 2023 PA 209, and by adding part 219A.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 20106. (1) "Health facility or agency", except as
- 2 provided in section 20115, means:

1 (a) An ambulance operation, aircraft transport operation,
2 nontransport prehospital life support operation, or medical first
3 response service.

4 (b) A county medical care facility.

5 (c) A freestanding surgical outpatient facility.

6 (d) A health maintenance organization.

7 (e) A home for the aged.

8 (f) A hospital.

9 (g) A nursing home.

10 (h) A hospice.

11 (i) A hospice residence.

12 (j) A facility or agency listed in subdivisions (a) to (g)
13 located in a university, college, or other educational institution.

14 (k) A freestanding birth center.

15 **(l) Beginning October 1, 2026, a prescribed pediatric extended**
16 **care center.**

17 (2) "Health maintenance organization" means that term as
18 defined in section 3501 of the insurance code of 1956, 1956 PA 218,
19 MCL 500.3501.

20 (3) "Home for the aged" means a supervised personal care
21 facility at a single address, other than a hotel, adult foster care
22 facility, hospital, nursing home, or county medical care facility
23 that provides room, board, and supervised personal care to 21 or
24 more unrelated, nontransient individuals 55 years of age or older.
25 Home for the aged includes a supervised personal care facility for
26 20 or fewer individuals 55 years of age or older if the facility is
27 operated in conjunction with and as a distinct part of a licensed
28 nursing home. Home for the aged does not include an area excluded
29 from this definition by section 17(3) of the continuing care

1 community disclosure act, 2014 PA 448, MCL 554.917.

2 (4) "Hospice" means a health care program that provides a
3 coordinated set of services rendered at home or in outpatient or
4 institutional settings for individuals suffering from a disease or
5 condition with a terminal prognosis.

6 (5) "Hospital" means a facility offering inpatient, overnight
7 care, and services for observation, diagnosis, and active treatment
8 of an individual with a medical, surgical, obstetric, chronic, or
9 rehabilitative condition requiring the daily direction or
10 supervision of a physician. Hospital does not include a mental
11 health hospital licensed or operated by the department of health
12 and human services or a hospital operated by the department of
13 corrections.

14 (6) "Hospital long-term care unit" means a nursing care
15 facility, owned and operated by and as part of a hospital,
16 providing organized nursing care and medical treatment to 7 or more
17 unrelated individuals suffering or recovering from illness, injury,
18 or infirmity.

19 Sec. 20109. (1) "Nursing home" means a nursing care facility,
20 including a county medical care facility, that provides organized
21 nursing care and medical treatment to 7 or more unrelated
22 individuals suffering or recovering from illness, injury, or
23 infirmity. As used in this subsection, "medical treatment" includes
24 treatment by an employee or independent contractor of the nursing
25 home who is an individual licensed or otherwise authorized to
26 engage in a health profession under part 170 or 175. Nursing home
27 does not include any of the following:

28 (a) A unit in a state correctional facility.

29 (b) A hospital.

1 (c) A veterans facility created under **former** 1885 PA 152. ~~7~~
 2 ~~MCL 36.1 to 36.12.~~

3 (d) A hospice residence that is licensed under this article.

4 (e) A hospice that is certified under 42 CFR 418.100.

5 (2) "Person" means that term as defined in section 1106 or a
 6 governmental entity.

7 **(3) "Prescribed pediatric extended care center" means that**
 8 **term as defined in section 21951.**

9 **(4)** ~~(3)~~—"Public member" means a member of the general public
 10 who is not a provider; who does not have an ownership interest in
 11 or contractual relationship with a nursing home other than a
 12 resident contract; who does not have a contractual relationship
 13 with a person who does substantial business with a nursing home;
 14 and who is not the spouse, parent, sibling, or child of an
 15 individual who has an ownership interest in or contractual
 16 relationship with a nursing home, other than a resident contract.

17 **(5)** ~~(4)~~—"Skilled nursing facility" means a hospital long-term
 18 care unit, nursing home, county medical care facility, or other
 19 nursing care facility, or a distinct part thereof, certified by the
 20 department to provide skilled nursing care.

21 Sec. 20115. The department may promulgate rules to further
 22 define the term "health facility or agency" and the definition of a
 23 health facility or agency listed in section 20106 as required to
 24 implement this article. The department may define a specific
 25 organization as a health facility or agency for the sole purpose of
 26 certification authorized under this article. For purpose of
 27 certification only, an organization defined in section 20106(5),
 28 20108(1), or ~~20109(4)~~ **20109(5)** is considered a health facility or
 29 agency. The term "health facility or agency" does not mean a

visiting nurse service or home aide service conducted by and for the adherents of a church or religious denomination for the purpose of providing service for those who depend upon spiritual means through prayer alone for healing.

Sec. 20161. (1) The department shall assess fees and other assessments for health facility and agency licenses and certificates of need on an annual basis as provided in this article. Until October 1, 2027, except as otherwise provided in this article, fees and assessments must be paid as provided in the following schedule:

(a) Freestanding surgical outpatient facilities	\$500.00 per facility license.
(b) Hospitals	\$500.00 per facility license and \$10.00 per licensed bed.
(c) Nursing homes, county medical care facilities, and hospital long-term care units	\$500.00 per facility license and \$3.00 per licensed bed over 100 licensed beds.
(d) Homes for the aged	\$500.00 per facility license and \$6.27 per licensed bed.
(e) Hospice agencies	\$500.00 per agency license.
(f) Hospice residences	\$500.00 per facility license and \$5.00 per licensed bed.
(g) Freestanding birth center	\$500.00 per facility license.
(h) Prescribed pediatric extended care center	\$500.00 per facility license.

(i) ~~(h)~~ Subject to subsection (11), quality assurance assessment for nursing homes and hospital long-term care units an amount resulting in not more than 6% of total industry revenues.

(2) If a hospital requests the department to conduct a certification survey for purposes of title XVIII or title XIX, the hospital shall pay a license fee surcharge of \$23.00 per bed. As used in this subsection:

(b) "Title XIX" means title XIX of the social security act, 42 USC 1396 to 1396w-8.

(a) The base fee for a certificate of need is \$3,000.00 for each application. For a project requiring a projected capital expenditure of more than \$500,000.00 but less than \$4,000,000.00, an additional fee of \$5,000.00 is added to the base fee. For a project requiring a projected capital expenditure of \$4,000,000.00 or more but less than \$10,000,000.00, an additional fee of \$8,000.00 is added to the base fee. For a project requiring a projected capital expenditure of \$10,000,000.00 or more, an

1 additional fee of \$12,000.00 is added to the base fee.

2 (b) In addition to the fees under subdivision (a), the
3 applicant shall pay \$3,000.00 for any designated complex project
4 including a project scheduled for comparative review or for a
5 consolidated licensed health facility application for acquisition
6 or replacement.

7 (c) If required by the department, the applicant shall pay
8 \$1,000.00 for a certificate of need application that receives
9 expedited processing at the request of the applicant.

10 (d) The department shall charge a fee of \$500.00 to review any
11 letter of intent requesting or resulting in a waiver from
12 certificate of need review and any amendment request to an approved
13 certificate of need.

14 (e) A health facility or agency that offers certificate of
15 need covered clinical services shall pay \$100.00 for each
16 certificate of need approved covered clinical service as part of
17 the certificate of need annual survey at the time of submission of
18 the survey data.

19 (f) Except as otherwise provided in this section, the
20 department shall use the fees collected under this subsection only
21 to fund the certificate of need program. Funds remaining in the
22 certificate of need program at the end of the fiscal year do not
23 lapse to the general fund but remain available to fund the
24 certificate of need program in subsequent years.

25 (4) A license issued under this part is effective for no
26 longer than 1 year after the date of issuance.

27 (5) Fees described in this section are payable to the
28 department at the time an application for a license, permit, or
29 certificate is submitted. If an application for a license, permit,

1 or certificate is denied or if a license, permit, or certificate is
2 revoked before its expiration date, the department shall not refund
3 fees paid to the department.

4 (6) The fee for a provisional license or temporary permit is
5 the same as for a license. A license may be issued at the
6 expiration date of a temporary permit without an additional fee for
7 the balance of the period for which the fee was paid if the
8 requirements for licensure are met.

9 (7) The cost of licensure activities must be supported by
10 license fees.

11 (8) The application fee for a waiver under section 21564 is
12 \$200.00 plus \$40.00 per hour for the professional services and
13 travel expenses directly related to processing the application. The
14 travel expenses must be calculated in accordance with the state
15 standardized travel regulations of the department of technology,
16 management, and budget in effect at the time of the travel.

17 (9) An applicant for licensure or renewal of licensure under
18 part 209 shall pay the applicable fees set forth in part 209.

19 (10) Except as otherwise provided in this section, the fees
20 and assessments collected under this section must be deposited in
21 the state treasury, to the credit of the general fund. The
22 department may use the unreserved fund balance in fees and
23 assessments for the criminal history check program required under
24 this article.

25 (11) The quality assurance assessment collected under
26 subsection ~~(1)(h)~~ **(1)(i)** and all federal matching funds attributed
27 to that assessment must be used only for the following purposes and
28 under the following specific circumstances:

29 (a) The quality assurance assessment and all federal matching

1 funds attributed to that assessment must be used to finance
2 Medicaid nursing home reimbursement payments. Only licensed nursing
3 homes and hospital long-term care units that are assessed the
4 quality assurance assessment and participate in the Medicaid
5 program are eligible for increased per diem Medicaid reimbursement
6 rates under this subdivision. A nursing home or long-term care unit
7 that is assessed the quality assurance assessment and that does not
8 pay the assessment required under subsection ~~(1)(h)~~ **(1)(i)** in
9 accordance with subdivision (c) (i) or in accordance with a written
10 payment agreement with this state shall not receive the increased
11 per diem Medicaid reimbursement rates under this subdivision until
12 all of its outstanding quality assurance assessments and any
13 penalties assessed under subdivision (f) have been paid in full.
14 This subdivision does not authorize or require the department to
15 overspend tax revenue in violation of the management and budget
16 act, 1984 PA 431, MCL 18.1101 to 18.1594.

17 (b) Except as otherwise provided under subdivision (c),
18 beginning October 1, 2005, the quality assurance assessment is
19 based on the total number of patient days of care each nursing home
20 and hospital long-term care unit provided to non-Medicare patients
21 within the immediately preceding year, must be assessed at a
22 uniform rate on October 1, 2005 and subsequently on October 1 of
23 each following year, and is payable on a quarterly basis, with the
24 first payment due 90 days after the date the assessment is
25 assessed.

26 (c) Within 30 days after September 30, 2005, the department
27 shall submit an application to the Centers for Medicare and
28 Medicaid Services to request a waiver according to 42 CFR 433.68(e)
29 to implement this subdivision as follows:

1 (i) If the waiver is approved, the quality assurance assessment
2 rate for a nursing home or hospital long-term care unit with less
3 than 40 licensed beds or with the maximum number, or more than the
4 maximum number, of licensed beds necessary to secure federal
5 approval of the application is \$2.00 per non-Medicare patient day
6 of care provided within the immediately preceding year or a rate as
7 otherwise altered on the application for the waiver to obtain
8 federal approval. If the waiver is approved, for all other nursing
9 homes and long-term care units the quality assurance assessment
10 rate is to be calculated by dividing the total statewide maximum
11 allowable assessment permitted under subsection ~~(1)(h)~~—**(1)(i)** less
12 the total amount to be paid by the nursing homes and long-term care
13 units with less than 40 licensed beds or with the maximum number,
14 or more than the maximum number, of licensed beds necessary to
15 secure federal approval of the application by the total number of
16 non-Medicare patient days of care provided within the immediately
17 preceding year by those nursing homes and long-term care units with
18 more than 39 licensed beds, but less than the maximum number of
19 licensed beds necessary to secure federal approval. The quality
20 assurance assessment, as provided under this subparagraph, must be
21 assessed in the first quarter after federal approval of the waiver
22 and must be subsequently assessed on October 1 of each following
23 year, and is payable on a quarterly basis, with the first payment
24 due 90 days after the date the assessment is assessed.

25 (ii) If the waiver is approved, continuing care retirement
26 centers are exempt from the quality assurance assessment if the
27 continuing care retirement center requires each center resident to
28 provide an initial life interest payment of \$150,000.00, on
29 average, per resident to ensure payment for that resident's

1 residency and services and the continuing care retirement center
2 utilizes all of the initial life interest payment before the
3 resident becomes eligible for medical assistance under the state's
4 Medicaid plan. As used in this subparagraph, "continuing care
5 retirement center" means a nursing care facility that provides
6 independent living services, assisted living services, and nursing
7 care and medical treatment services, in a campus-like setting that
8 has shared facilities or common areas, or both.

9 (d) Beginning May 10, 2002, the department shall increase the
10 per diem nursing home Medicaid reimbursement rates for the balance
11 of that year. For each subsequent year in which the quality
12 assurance assessment is assessed and collected, the department
13 shall maintain the Medicaid nursing home reimbursement payment
14 increase financed by the quality assurance assessment.

15 (e) The department shall implement this section in a manner
16 that complies with federal requirements necessary to ensure that
17 the quality assurance assessment qualifies for federal matching
18 funds.

19 (f) If a nursing home or a hospital long-term care unit fails
20 to pay the assessment required by subsection ~~(1) (h)~~, **(1) (i)**, the
21 department may assess the nursing home or hospital long-term care
22 unit a penalty of 5% of the assessment for each month that the
23 assessment and penalty are not paid up to a maximum of 50% of the
24 assessment. The department may also refer for collection to the
25 department of treasury past due amounts consistent with section 13
26 of 1941 PA 122, MCL 205.13.

27 (g) The Medicaid nursing home quality assurance assessment
28 fund is established in the state treasury. The department shall
29 deposit the revenue raised through the quality assurance assessment

1 with the state treasurer for deposit in the Medicaid nursing home
2 quality assurance assessment fund.

3 (h) The department shall not implement this subsection in a
4 manner that conflicts with 42 USC 1396b(w).

5 (i) The quality assurance assessment collected under
6 subsection ~~(1)(h)~~ **(1)(i)** must be prorated on a quarterly basis for
7 any licensed beds added to or subtracted from a nursing home or
8 hospital long-term care unit since the immediately preceding July
9 1. Any adjustments in payments are due on the next quarterly
10 installment due date.

11 (j) In each fiscal year governed by this subsection, Medicaid
12 reimbursement rates must not be reduced below the Medicaid
13 reimbursement rates in effect on April 1, 2002 as a direct result
14 of the quality assurance assessment collected under subsection
15 ~~(1)(h)~~ **(1)(i)**.

16 (k) The state retention amount of the quality assurance
17 assessment collected under subsection ~~(1)(h)~~ **(1)(i)** must be equal
18 to 13.2% of the federal funds generated by the nursing homes and
19 hospital long-term care units quality assurance assessment,
20 including the state retention amount. The state retention amount
21 must be appropriated each fiscal year to the department to support
22 Medicaid expenditures for long-term care services. These funds must
23 offset an identical amount of general fund/general purpose revenue
24 originally appropriated for that purpose.

25 (l) Beginning October 1, 2027, the department shall not assess
26 or collect the quality assurance assessment or apply for federal
27 matching funds. The quality assurance assessment collected under
28 subsection ~~(1)(h)~~ **(1)(i)** must not be assessed or collected after
29 September 30, 2011 if the quality assurance assessment is not

1 eligible for federal matching funds. Any portion of the quality
2 assurance assessment collected from a nursing home or hospital
3 long-term care unit that is not eligible for federal matching funds
4 must be returned to the nursing home or hospital long-term care
5 unit.

6 (12) The quality assurance dedication is an earmarked
7 assessment collected under subsection ~~(1)(i)~~—(1)(j). That
8 assessment and all federal matching funds attributed to that
9 assessment must be used only for the following purpose and under
10 the following specific circumstances:

11 (a) To maintain the increased Medicaid reimbursement rate
12 increases as provided for in subdivision (c).

13 (b) The quality assurance assessment must be assessed on all
14 net patient revenue, before deduction of expenses, less Medicare
15 net revenue, as reported in the most recently available Medicare
16 cost report and is payable on a quarterly basis, with the first
17 payment due 90 days after the date the assessment is assessed. As
18 used in this subdivision, "Medicare net revenue" includes Medicare
19 payments and amounts collected for coinsurance and deductibles.

20 (c) Beginning October 1, 2002, the department shall increase
21 the hospital Medicaid reimbursement rates for the balance of that
22 year. For each subsequent year in which the quality assurance
23 assessment is assessed and collected, the department shall maintain
24 the hospital Medicaid reimbursement rate increase financed by the
25 quality assurance assessments.

26 (d) The department shall implement this section in a manner
27 that complies with federal requirements necessary to ensure that
28 the quality assurance assessment qualifies for federal matching
29 funds.

1 (e) If a hospital fails to pay the assessment required by
2 subsection ~~(1)(i)~~, **(1)(j)**, the department may assess the hospital a
3 penalty of 5% of the assessment for each month that the assessment
4 and penalty are not paid up to a maximum of 50% of the assessment.
5 The department may also refer for collection to the department of
6 treasury past due amounts consistent with section 13 of 1941 PA
7 122, MCL 205.13.

8 (f) The hospital quality assurance assessment fund is
9 established in the state treasury. The department shall deposit the
10 revenue raised through the quality assurance assessment with the
11 state treasurer for deposit in the hospital quality assurance
12 assessment fund.

13 (g) In each fiscal year governed by this subsection, the
14 quality assurance assessment must only be collected and expended if
15 Medicaid hospital inpatient DRG and outpatient reimbursement rates
16 and graduate medical education payments are not below the level of
17 rates and payments in effect on April 1, 2002 as a direct result of
18 the quality assurance assessment collected under subsection ~~(1)(i)~~,
19 **(1)(j)**, except as provided in subdivision (h).

20 (h) The quality assurance assessment collected under
21 subsection ~~(1)(i)~~, **(1)(j)** must not be assessed or collected after
22 September 30, 2011 if the quality assurance assessment is not
23 eligible for federal matching funds. Any portion of the quality
24 assurance assessment collected from a hospital that is not eligible
25 for federal matching funds must be returned to the hospital.

26 (i) The state retention amount of the quality assurance
27 assessment collected under subsection ~~(1)(i)~~, **(1)(j)** must be equal
28 to 13.2% of the federal funds generated by the hospital quality
29 assurance assessment, including the state retention amount. The

1 13.2% state retention amount described in this subdivision does not
2 apply to the Healthy Michigan plan. Beginning in the fiscal year
3 ending September 30, 2018, and for each fiscal year thereafter,
4 there is a retention amount of at least \$118,420,600.00 for each
5 fiscal year for the Healthy Michigan plan. By May 31 of each year,
6 the department, the state budget office, and the Michigan Health
7 and Hospital Association shall identify an appropriate retention
8 amount for the Healthy Michigan plan. The state retention
9 percentage must be applied proportionately to each hospital quality
10 assurance assessment program to determine the retention amount for
11 each program. The state retention amount must be appropriated each
12 fiscal year to the department to support Medicaid expenditures for
13 hospital services and therapy. These funds must offset an identical
14 amount of general fund/general purpose revenue originally
15 appropriated for that purpose.

16 (13) The department may establish a quality assurance
17 assessment to increase ambulance reimbursement as follows:

18 (a) The quality assurance assessment authorized under this
19 subsection must be used to provide reimbursement to Medicaid
20 ambulance providers. The department may promulgate rules to provide
21 the structure of the quality assurance assessment authorized under
22 this subsection and the level of the assessment.

23 (b) The department shall implement this subsection in a manner
24 that complies with federal requirements necessary to ensure that
25 the quality assurance assessment qualifies for federal matching
26 funds.

27 (c) The total annual collections by the department under this
28 subsection must not exceed \$20,000,000.00.

29 (d) The quality assurance assessment authorized under this

subsection must not be collected after October 1, 2027. The quality assurance assessment authorized under this subsection must no longer be collected or assessed if the quality assurance assessment authorized under this subsection is not eligible for federal matching funds.

(e) By November 1 of each year, the department shall send a notification to each ambulance operation that will be assessed the quality assurance assessment authorized under this subsection during the year in which the notification is sent.

(14) The quality assurance assessment provided for under this section is a tax that is levied on a health facility or agency.

(15) As used in this section:

(a) "Healthy Michigan plan" means the medical assistance program described in section 105d of the social welfare act, 1939 PA 280, MCL 400.105d, that has a federal matching fund rate of not less than 90%.

(b) "Medicaid" means that term as defined in section 22207.

PART 219A

PRESCRIBED PEDIATRIC EXTENDED CARE CENTERS

Sec. 21951. (1) As used in this part:

(a) "Basic service" includes, but is not limited to, both of the following:

(i) Developing, implementing, and monitoring a comprehensive protocol of care for a patient that meets the requirements described in section 21965.

(ii) The caregiver training needs to the extent it is for the parent or guardian of a patient.

(b) "Center administrator" means the center administrator of the prescribed pediatric extended care center who is designated

1 under section 21955.

2 (c) "Child with medical complexity" means an individual who is
3 under the age of 22 with medical complexity. A child with medical
4 complexity does not include an individual if the individual has a
5 severe and persistent mental health disorder.

6 (d) "Contracted or supportive service" includes, but is not
7 limited to, speech therapy, occupational therapy, physical therapy,
8 social work services, developmental services, child life services,
9 and psychology services.

10 (e) "Direct care" means education, social services, or child
11 care.

12 (f) "Medical complexity" means a condition or disability that
13 meets all of the following requirements:

14 (i) Is acute, chronic, or intermittent.

15 (ii) Requires ongoing, physician prescribed, skilled nursing
16 care to avert death or further disability.

17 (iii) Requires the use of a medical device to compensate for a
18 deficit in a life-sustaining body function.

19 (iv) Requires continuous nursing care.

20 (g) "Medical director" means the medical director of the
21 prescribed pediatric extended care center who meets the
22 requirements of section 21959.

23 (h) "Nursing director" means the nursing director of the
24 prescribed pediatric extended care center who meets the
25 requirements of section 21959.

26 (i) "Patient" means a child with medical complexity who
27 receives a basic service in a prescribed pediatric extended care
28 center.

29 (j) "Prescribed pediatric extended care center" or "center"

1 means a facility, other than a hospital or nursing home, that
2 provides a basic service in a nonresidential setting to 3 or more
3 individuals, each of whom is a child with medical complexity.

4 (2) In addition, article 1 contains general definitions and
5 principles of construction applicable to all articles in this code,
6 and part 201 contains definitions applicable to this part.

7 Sec. 21953. Beginning October 1, 2026, all of the following
8 apply:

9 (a) A prescribed pediatric extended care center must be
10 licensed under this article.

11 (b) "Prescribed pediatric extended care center" or "p.p.e.c.
12 center" must not be used to describe or refer to a health facility
13 unless the health facility is licensed as a prescribed pediatric
14 extended care center by the department under this article.

15 Sec. 21955. The owner, operator, and governing body of a
16 prescribed pediatric extended care center licensed under this
17 article:

18 (a) Are responsible for all phases of the operation of the
19 prescribed pediatric extended care center and quality of care
20 rendered in the prescribed pediatric extended care center.

21 (b) Shall cooperate with the department in the enforcement of
22 this article and require that a physician and other individuals
23 working in the prescribed pediatric extended care center and for
24 whom a license or registration is required are currently licensed
25 or registered.

26 (c) Shall designate 1 individual to act as the center
27 administrator.

28 Sec. 21957. The center administrator is responsible for the
29 overall management of the prescribed pediatric extended care

1 center. The center administrator shall do all of the following:

2 (a) Designate in writing an individual who is responsible for
3 the prescribed pediatric extended care center when the center
4 administrator is absent from the prescribed pediatric extended care
5 center for more than 24 hours.

6 (b) Maintain all of the following written records and make
7 them available to the department for inspection on the department's
8 request:

9 (i) A daily census record that includes the number of patients
10 currently receiving a basic service at the prescribed pediatric
11 extended care center.

12 (ii) A record of each accident or unusual incident involving a
13 patient or employee of the prescribed pediatric extended care
14 center that caused, or had the potential to cause, injury or harm
15 to an individual at the prescribed pediatric extended care center
16 or to property of the prescribed pediatric extended care center.

17 (iii) A copy of each agreement with a provider of a contracted
18 or supportive service at the prescribed pediatric extended care
19 center.

20 (iv) A copy of each agreement with a consultant who is employed
21 by the prescribed pediatric extended care center and documentation
22 of each of the consultant's visits.

23 (v) A personnel record for each employee of the prescribed
24 pediatric extended care center that includes the employee's
25 application for employment, references, employment history for the
26 5 years immediately preceding the date of application for
27 employment, and a copy of each performance evaluation for the
28 employee.

29 (c) Develop and maintain a current job description for each

1 employee of the prescribed pediatric extended care center.

2 (d) Provide necessary qualified employees and ancillary
3 services to ensure the health, safety, and proper care for each
4 patient at the prescribed pediatric extended care center.

5 (e) Develop and implement an infection control policy that
6 complies with any rules promulgated by the department.

7 Sec. 21959. (1) The department shall not grant a license to a
8 prescribed pediatric extended care center under this part unless
9 the prescribed pediatric extended care center has all of the
10 following on its staff:

11 (a) A medical director who is a physician licensed under
12 article 15 and who is board certified in pediatrics.

13 (b) A nursing director who is responsible for the daily
14 operation of the prescribed pediatric extended care center. The
15 nursing director must meet all of the following requirements:

16 (i) Be a registered professional nurse licensed under article
17 15.

18 (ii) Be certified in basic life support.

19 (iii) At the time of hire, have not less than 2 years of nursing
20 experience within the previous 6 years, at least 1 year of which
21 was spent in a pediatric intensive care unit or neonatal intensive
22 care setting.

23 (2) Except for the nursing director described in subsection
24 (1), a registered professional nurse who is employed by a
25 prescribed pediatric extended care center must be licensed under
26 article 15, be certified in basic life support, and meet 1 of the
27 following requirements:

28 (a) At the time of hire, have not less than 2 years of nursing
29 experience within the previous 6 years, at least 1 year of which

1 was spent in a pediatric intensive care unit or neonatal intensive
2 care setting.

3 (b) Have successfully completed a training program that meets
4 all of the following requirements:

5 (i) The training program demonstrates sufficient skills for the
6 responsibilities of a registered professional nurse in a prescribed
7 pediatric extended care center.

8 (ii) The training program is considered appropriate by the
9 center administrator, the medical director, and the nursing
10 director.

11 (iii) The training program is outlined in a written policy of
12 the prescribed pediatric extended care center.

13 (3) A licensed practical nurse who is employed by a prescribed
14 pediatric extended care center must be licensed under article 15,
15 be certified in basic life support, and meet 1 of the following
16 requirements:

17 (a) At the time of hire, have not less than 2 years of nursing
18 experience within the previous 6 years, at least 1 year of which
19 was spent in a pediatric intensive care unit or neonatal intensive
20 care setting.

21 (b) Have successfully completed a training program that meets
22 all of the following requirements:

23 (i) The training program demonstrates sufficient skills for the
24 responsibilities of a licensed practical nurse in a prescribed
25 pediatric extended care center.

26 (ii) The training program is considered appropriate by the
27 center administrator, the medical director, and the nursing
28 director.

29 (iii) The training program is outlined in a written policy of

1 the prescribed pediatric extended care center.

2 (4) An individual providing direct care who is employed by a
3 prescribed pediatric extended care center must work under the
4 supervision of a registered professional nurse meeting the
5 requirements described in subsection (2). An individual providing
6 direct care to a patient at a prescribed pediatric extended care
7 center must be certified in basic life support and meet 1 of the
8 following requirements:

9 (a) Have extensive, documented education and training in
10 providing direct care to infants and toddlers and provide
11 employment references documenting skill in the direct care of
12 infants and toddlers.

13 (b) Have successfully completed a training program that meets
14 all of the following requirements:

15 (i) The training program demonstrates sufficient skills for
16 individuals providing direct care in a prescribed pediatric
17 extended care center.

18 (ii) The training program is considered appropriate by the
19 center administrator, the medical director, and the nursing
20 director.

21 (iii) The training program is outlined in a written policy of
22 the prescribed pediatric extended care center.

23 Sec. 21961. (1) A prescribed pediatric extended care center
24 shall develop and maintain a staffing plan for nursing services and
25 direct care at the prescribed pediatric extended care center. The
26 staffing plan must require not less than 2 registered professional
27 nurses and not less than 1 nurse aide registered under part 219,
28 and must meet the following additional staffing requirements, as
29 applicable:

1 (a) For a center with 3 to 12 patients, 2 registered
2 professional nurses and 2 additional staff who are nurse aides
3 registered under part 219 or are health professionals with
4 education and training that is greater than that of a nurse aide.

5 (b) For a center with 13 to 18 patients, 2 registered
6 professional nurses, 1 licensed practical nurse, and 3 individuals
7 providing direct care to patients.

8 (c) For a center with 19 to 24 patients, 2 registered
9 professional nurses, 2 licensed practical nurses, and 4 individuals
10 providing direct care to patients.

11 (d) For a center with 25 to 30 patients, 3 registered
12 professional nurses, 3 licensed practical nurses, and 5 individuals
13 providing direct care to patients.

14 (e) For a center with 31 to 36 patients, 4 registered
15 professional nurses, 4 licensed practical nurses, and 6 individuals
16 providing direct care to patients.

17 (f) For a center with 37 to 42 patients, 5 registered
18 professional nurses, 5 licensed practical nurses, and 7 individuals
19 providing direct care to patients.

20 (g) For a center with more than 43 patients, the number of
21 registered professional nurses, licensed practical nurses, and
22 direct staff described in subdivision (f) is increased by 1 for
23 each qualified increase. As used in this subdivision, "qualified
24 increase" means increase of patients by not less than 1 to not more
25 than 6.

26 (2) The staffing plan required under this section must be in
27 writing, be updated and disclosed quarterly, and be available to
28 the employees of the prescribed pediatric extended care center and
29 the public for inspection on request.

1 Sec. 21962. (1) A prescribed pediatric extended care center
2 shall comply with all of the following:

3 (a) Subject to subsection (2), conduct monthly staff
4 development programs to maintain quality patient care. A staff
5 development program must be appropriate to the category of employee
6 attending the program and must be documented by the prescribed
7 pediatric extended care center.

8 (b) Ensure that an employee maintains certification in basic
9 life support.

10 (c) Ensure that a new employee participates in an orientation
11 to acquaint the employee with the philosophy, organization,
12 program, practices, and goals of the prescribed pediatric extended
13 care center.

14 (d) Ensure that a parent or guardian of a child with medical
15 complexity attends a comprehensive orientation to acquaint the
16 parent or guardian with the philosophy and services provided to a
17 child with medical complexity in the prescribed pediatric extended
18 care center.

19 (e) Provide training to an employee when implementing new
20 technology.

21 (f) Ensure that a patient is admitted to the center for not
22 more than 12 consecutive hours per day.

23 (g) Ensure that patients receive basic services only during
24 standard, daytime working hours, as established by the center.

25 (2) A staff development program required under this section
26 must do all of the following:

27 (a) Facilitate the ability of an employee to function as a
28 member of an interdisciplinary team with other health professionals
29 and a parent or guardian of a child with medical complexity.

1 (b) Improve the communication skills of an employee to
2 facilitate a collaborative relationship with a parent or guardian
3 of a patient.

4 (c) Increase employee understanding of how to cope with the
5 effects of childhood illness.

6 (d) Cover all of the following topics:

7 (i) Issues related to death and dying.

8 (ii) Information on services that the prescribed pediatric
9 extended care center considers appropriate that are available from
10 hospitals, schools, and community, state, and professional
11 organizations.

12 (e) Foster advocacy skills and develop case management skills
13 to assist a parent or guardian of a patient with setting priorities
14 and planning and implementing the patient's care at home.

15 Sec. 21963. (1) A prescribed pediatric extended care center
16 shall perform a functional assessment of a patient and create an
17 individualized program plan for the patient to accommodate the
18 patient's developmental needs.

19 (2) The functional assessment required under this section must
20 assess all of the following for a patient, considering the
21 patient's age:

22 (a) Self-care.

23 (b) Communication, social, and motor skills.

24 (c) Cognitive function.

25 (d) Play.

26 (e) Growth and development.

27 (3) The individualized program plan required under this
28 section must be in writing and include all of the following for a
29 patient:

1 (a) Specific programs and actions to facilitate the
2 developmental progress of the patient.

3 (b) Measurable goals for each need area.

4 (c) The patient's strengths and present performance level with
5 respect to each goal described in subdivision (b).

6 (d) Anticipatory planning for specific areas identified as at
7 risk for future problems.

8 (4) The prescribed pediatric extended care center shall
9 include a parent or guardian of a patient in a care-related
10 conference for the patient and, if applicable, facilitate the
11 training of the parent or guardian on how to meet the developmental
12 and psychosocial needs of the patient while the patient is at home.

13 Sec. 21965. (1) Subject to this section, a prescribed
14 pediatric extended care center shall have a written policy
15 governing the admission, transfer, and discharge of a child with
16 medical complexity.

17 (2) After consulting with the parent or guardian of a child
18 with medical complexity, a physician may refer the child with
19 medical complexity to a prescribed pediatric extended care center.
20 A child with medical complexity must not be admitted to a
21 prescribed pediatric extended care center unless at least all of
22 the following are met:

23 (a) Before admission, it is determined that the child with
24 medical complexity does not present a significant risk of infection
25 to other children or employees in the prescribed pediatric extended
26 care center. The medical director and nursing director shall review
27 a child with medical complexity who is suspected of having an
28 infectious disease to determine whether the admission of the child
29 with medical complexity to the prescribed pediatric extended care

1 center is appropriate.

2 (b) The child with medical complexity is medically stable,
3 requires skilled nursing care or other intervention, and has a
4 clinical condition that is appropriate for outpatient care.

5 (c) The admission of the child with medical complexity is in
6 accordance with a written order of a physician. A copy of the order
7 must be provided to the parent or guardian of the child with
8 medical complexity and must be placed in the child's medical
9 record.

10 (3) If a child with medical complexity meets the requirements
11 described in subsection (2), the medical director or nursing
12 director shall implement a preadmission plan. The preadmission plan
13 must describe the services to be provided to the child with medical
14 complexity in the prescribed pediatric extended care center and the
15 sources for the services. If the child with medical complexity is
16 hospitalized at the time of the referral to the prescribed
17 pediatric extended care center, the development of the preadmission
18 plan must include the parent or guardian of the child with medical
19 complexity, a representative of the prescribed pediatric extended
20 care center, and hospital medical, nursing, social services, and
21 developmental staff, to ensure that the hospital's discharge plans
22 are implemented upon the admission of the child with medical
23 complexity to the prescribed pediatric extended care center. If the
24 child with medical complexity is not hospitalized at the time of
25 the referral to the prescribed pediatric extended care center, the
26 development of the preadmission plan must include the parent or
27 guardian of the child with medical complexity, the child with
28 medical complexity's primary care provider, a representative of the
29 prescribed pediatric extended care center, and representatives of

1 other agencies that the child with medical complexity's primary
2 care provider and nursing director consider relevant.

3 (4) During the development of a preadmission plan for a child
4 with medical complexity, a protocol of care for the child with
5 medical complexity must be developed under the direction of the
6 nursing director. The protocol of care must be in writing and must
7 include all of the following:

8 (a) The treatment plan that addresses the medical, nursing,
9 psychosocial, and educational needs of the child with medical
10 complexity and the family of the child with medical complexity.

11 (b) The specific goals for the care of the child with medical
12 complexity, including the plans for achieving the goals.

13 (c) A schedule for evaluating the progress of the child with
14 medical complexity.

15 (d) The procedures to follow during an emergency.

16 (e) The criteria for discharging the child with medical
17 complexity from the prescribed pediatric extended care center.

18 (f) The signature of the provider, a representative of the
19 prescribed pediatric care center, and the parent or guardian of the
20 child with medical complexity.

21 (5) A prescribed pediatric extended care center must require a
22 parent or guardian of a child with medical complexity to sign a
23 consent form before the admission of the child with medical
24 complexity to the center. The prescribed pediatric extended care
25 center must provide the parent or guardian of the child with
26 medical complexity with a copy of the signed consent form. The
27 consent form is confidential and must include at least all of the
28 following:

29 (a) The purpose of the prescribed pediatric extended care

1 center.

2 (b) The responsibilities of the family of a child with medical
3 complexity.

4 (c) The treatment authorized for the child with medical
5 complexity.

6 (d) Emergency disposition plans.

7 (e) A space for the signature of the parent or guardian
8 signing the form and a space for the signature of 1 or more
9 witnesses to the signature of the parent or guardian.

10 Sec. 21967. A prescribed pediatric extended care center shall
11 provide or arrange for the transportation of a patient to and from
12 the prescribed pediatric extended care center unless the parent or
13 guardian of the patient chooses to provide for the patient's own
14 transportation. If the prescribed pediatric extended care center
15 transports a patient to or from the prescribed pediatric extended
16 care center, the prescribed pediatric extended care center is
17 responsible for the safety of the patient during transport.

18 Sec. 21968. A prescribed pediatric extended care center shall
19 adopt and enforce a written policy that contains procedures to
20 ensure that the center submits accurate transportation billing and
21 insurance claims.

22 Sec. 21969. In addition to the requirements under section
23 20175 and 20175a, a prescribed pediatric extended care center shall
24 keep and maintain a record for each patient. The record must
25 include the name, title, and signature of each individual making an
26 entry into the record for a patient and include all of the
27 following:

28 (a) Provider orders.

29 (b) Flow charts of medications and treatments administered.

1 (c) Concise and accurate information and initiated case notes
2 reflecting progress toward achieving protocol of care goals or
3 reasons for a lack of progress.

4 (d) Documentation of nutritional management and special diets,
5 as appropriate.

6 (e) Documentation of nursing, goals, treatment plans, and
7 documentation of each treatment, including the date and time that
8 each treatment is provided to the patient and the patient's
9 progress.

10 (f) Documentation of social and developmental services,
11 including the date and time that each service is provided to the
12 patient and the patient's progress.

13 (g) Any allergies of the patient or special precautions.

14 (h) The patient's immunization record.

15 (i) Any revisions or recommended changes to the patient's
16 therapeutic plan in the individualized protocol of care developed
17 for the child with medical complexity under section 21965.

18 (j) Any discharge order for the child with medical complexity.
19 The discharge order must be signed by a physician and must include
20 a discharge summary that includes the reason for discharge.

21 (k) A signed copy of the consent form described in section
22 21965.

23 Sec. 21971. A prescribed pediatric extended care center shall
24 implement a quality assurance program to evaluate the provision of
25 care within the prescribed pediatric extended care center. The
26 quality assurance program must include the participation of the
27 medical director and include all of the following evaluations:

28 (a) At least every 6 months, an evaluation of each organized
29 service that relates to patient care, including, but not limited

1 to, a service furnished by a contractor.

2 (b) At least every 6 months, an evaluation of the evidence of
3 the involvement of a parent or guardian of a patient.

4 (c) The evaluation of nosocomial infections and medication
5 therapy.

6 (d) Quarterly evaluations of staffing plans developed under
7 section 21961 to ensure staffing standards are met and to improve
8 regulatory efficiency.