## **HOUSE BILL No. 5388**

January 16, 1990, Introduced by Reps. Power, Hollister, Fitzgerald, Spaniola, Johnson, Hickner, Bartnik, Law, Maynard and Pridnia and referred to the Committee on Public Health.

A bill to require preadmission screening of nursing home applicants; to establish nursing home preadmission screening teams and to prescribe their duties; to prescribe certain powers and duties of certain state departments and agencies; and to provide for penalties.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. This act shall be known and may be cited as the
- 2 "nursing home preadmission screening act".
- 3 Sec. 3. As used in this act:
- 4 (a) "Applicant" means an individual applying for admission
- 5 as a resident of a nursing home.
- 6 (b) "Department" means the department of social services.
- 7 (c) "Director" means the director of social services.
- 8 (d) "Home or community-based services" means services
- 9 provided by a person or facility, other than a nursing home, in

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- 1 an applicant's home, in the community where the applicant
- 2 resides, or in a community where the applicant would customarily
- 3 seek those services.
- 4 (e) "Local area agency on aging" means the agency designated
- 5 under section 4(1)(i) of the older Michiganians act, Act No. 180
- 6 of the Public Acts of 1981, being section 400.584 of the Michigan
- 7 Compiled Laws, that serves the county where the applicant
- 8 resides.
- 9 (f) "Long-term care" means the wide range of home,
- 10 community-based, or institutional services provided over a sus-
- 11 tained period of time to individuals of all ages who need assist-
- 12 ance with normal activities of daily living.
- (g) "Medicaid" means the federal medical assistance program
- 14 created under title XIX of the social security act, 42
- 15 U.S.C. 1396 to 1396d, 1396f to 1396g, and 1396i to 1396s, and
- 16 administered by the department under the social welfare act, Act
- 17 No. 280 of the Public Acts of 1939, being sections 400.1 to
- 18 400.121 of the Michigan Compiled Laws.
- (h) "Nursing home" means that term as defined in section
- 20 20109 of the public health code, Act No. 368 of the Public Acts
- 21 of 1978, being section 333.20109 of the Michigan Compiled Laws.
- 22 (i) "Resident" means an individual who receives care or
- 23 services at a nursing home.
- 24 (j) "Person" means an individual, partnership, cooperative,
- 25 association, private corporation, governmental entity, or any
- 26 other legal entity.

- (k) "Screening team" means the nursing home preadmission
  screening team described in section 11.
- 3 Sec. 5. Except as otherwise provided in this act, a nursing
- 4 home shall not admit an individual as a resident unless the nurs-
- 5 ing home receives written notice from a screening team under
- 6 either section 7(3) or section 15.
- 7 Sec. 7. (1) An applicant shall undergo preadmission screen-
- 8 ing under this act unless the applicant provides evidence satis-
- 9 factory to the screening team that the applicant is not likely to
- 10 become eligible for medicaid at any time within 180 days after
- 11 being admitted as a resident of the nursing home.
- (2) If an applicant undergoes preadmission screening under
- 13 this act, the screening team shall promptly notify the nursing
- 14 home that screening has been completed and that the applicant may
- 15 be admitted as a resident of the nursing home.
- (3) If the screening team determines under subsection (1)
- 17 that an applicant is not likely to become eligible for medicaid
- 18 at any time within 180 days after being admitted as a resident of
- 19 a nursing home, the screening team shall promptly notify the
- 20 nursing home that the applicant is not required to undergo pread-
- 21 mission screening and may be admitted as a resident of the nurs-
- 22 ing home.
- 23 (4) An applicant may undergo preadmission screening under
- 24 this act without regard to the likelihood of the applicant becom-
- 25 ing eliqible for medicaid.

- Sec. 9. (1) A nursing home shall, on a form provided by the
- 2 department, notify an applicant of all of the following
- 3 information:
- 4 (a) That the applicant is required to either undergo a pre-
- 5 admission screening for nursing home applicants or to provide
- 6 evidence satisfactory to a screening team that the applicant is
- 7 not likely to become eligible for medicaid at any time within 180
- 8 days after being admitted as a resident of the nursing home.
- 9 (b) That the nursing home preadmission screening program
- 10 involves an assessment of an applicant's need for care in a nurs-
- 11 ing home that is made by a team of individuals who are familiar
- 12 with the needs of individuals seeking admission to nursing homes
- 13 and that the team will determine the necessary level of care and
- 14 recommend the appropriate care setting for the applicant.
- (c) That the applicant may receive preadmission screening
- 16 without regard to the likelihood of the applicant becoming eligi-
- 17 ble for medicaid.
- (d) The address and telephone number of the screening team
- 19 that serves the county where the applicant resides.
- (2) The department shall develop a notice form containing
- 21 the information required under subsection (1) and shall distrib-
- 22 ute copies of the form to each nursing home in this state.
- 23 (3) A nursing home shall provide a copy of the form speci-
- 24 fied in subsection (2) to an applicant and a relative or other
- 25 person designated by the applicant.
- 26 Sec. 11. A nursing home preadmission screening team shall
- 27 consist of at least 2 individuals who have the ability to assess

- 1 the long-term care needs and likelihood of medicaid eligibility
- 2 of individuals seeking admission as residents of a nursing home.
- 3 The director shall contract with the local area agency on aging
- 4 to provide the screening team. If the director determines that
- 5 the local area agency on aging screening team performance is
- 6 unsatisfactory, the director shall contract with a different
- 7 person.
- 8 Sec. 13. (1) If an individual claims exemption from pread-
- 9 mission screening under section 7(1), the screening team shall
- 10 determine whether the individual is required to undergo preadmis-
- 11 sion screening. If the individual is not required to undergo
- 12 preadmission screening, the screening team shall notify the nurs-
- 13 ing home according to section 7(3). If the individual is
- 14 required to undergo preadmission screening, the screening team
- 15 shall proceed with the screening under subsection (2).
- 16 (2) A screening team shall do all of the following in con-
- 17 ducting a preadmission screening:
- (a) Conduct a standardized assessment to determine if the
- 19 applicant has a need for the level of care that is given in a
- 20 nursing home.
- 21 (b) Determine the specific level of care needed by the
- 22 applicant and the specific services necessary to maintain that
- 23 level of care in a fiscally responsible manner.
- (c) Determine whether the level of care and specific serv-
- 25 ices needed by the applicant, as determined under
- 26 subdivision (b), could be provided through home or
- 27 community-based services.

- 1 (d) If it is determined under subdivision (c) that the level
- 2 of care and specific services needed by the applicant can be pro-
- 3 vided through home or community-based services, determine the
- 4 comparative costs to the applicant and to the medicaid system of
- 5 providing that level of care and those services in a nursing home
- 6 and of providing that level of care and those services through
- 7 home or community-based services.
- 8 (e) Make a recommendation of the appropriate care setting
- 9 for the applicant consistent with the medicaid payment limita-
- 10 tions for home or community-based services under section 109c of
- 11 the social welfare act, Act No. 280 of the Public Acts of 1939,
- 12 being section 400.109c of the Michigan Compiled Laws.
- 13 Sec. 15. After completing preadmission screening, the
- 14 screening team shall provide written notice of the screening
- 15 team's determinations and a recommendation of the appropriate
- 16 care setting for the applicant to the nursing home, the appli-
- 17 cant, the applicant's personal physician, if any, a relative or
- 18 other person designated by the applicant, and the department.
- 19 Sec. 17. (1) A nursing home may temporarily admit an appli-
- 20 cant to the nursing home without receiving written notice under
- 21 either section 7(3) or section 15 if, at the time of application,
- 22 the applicant provides the nursing home with a written statement
- 23 signed by a licensed physician declaring that 1 or more of the
- 24 following circumstances exist:
- 25 (a) That it is probable that the applicant will be dis-
- 26 charged from the nursing home within 30 days after his or her
- 27 admission.

- 1 (b) That there will be serious harm to the applicant's
- 2 physical or mental health if the applicant is refused immediate
- 3 admission as a resident of the nursing home.
- 4 (2) If a nursing home admits an applicant pursuant to sub-
- 5 section (1), the nursing home shall provide written notice of the
- 6 admission and the reasons for the admission to the screening team
- 7 office in the county or area in which the applicant resides
- 8 within 3 days after the date of admission.
- 9 (3) Unless the screening team determines that the resident
- 10 is exempt from preadmission screening under section 7(1), a
- 11 screening team shall screen a resident admitted to a nursing home
- 12 pursuant to subsection (1) within 30 days after the date of
- 13 admission and shall provide the written notice required under
- 14 section 15 to the resident, the nursing home, the resident's per-
- 15 sonal physician, if any, and a relative or other person desig-
- 16 nated by the resident.
- 17 Sec. 19. A screening team shall act in accordance with
- 18 department policies, rules, and requirements and shall use forms
- 19 provided by the department.
- 20 Sec. 21. (1) The department, in consultation with the
- 21 office of services to the aging, shall promulgate rules pursuant
- 22 to the administrative procedures act of 1969, Act No. 306 of the
- 23 Public Acts of 1969, being sections 24.201 to 24.328 of the
- 24 Michigan Compiled Laws, to implement this act.
- 25 (2) The department shall annually provide a report on the
- 26 operations and effectiveness of the preadmission screening
- 27 program including, but not limited to, the cost of the program,

- 1 to the subcommittees of the senate and house of representatives
- 2 appropriations committees having jurisdiction over social serv-
- 3 ices and general government and to the standing committees of the
- 4 senate and house of representatives having jurisdiction over
- 5 social services and aging.
- 6 (3) The department may contract with the office of services
- 7 to the aging to administer the preadmission screening program and
- 8 to carry out 1 or more of the department's duties under this
- 9 act.
- 10 Sec. 23. If a nursing home that is required by this act to
- 11 provide a form described in section 9 to a person does not pro-
- 12 vide the form to the person, the nursing home administrator is
- 13 guilty of a misdemeanor punishable by imprisonment for not more
- 14 than 180 days or a fine of not more than \$10,000.00, or both.
- 15 Sec. 25. This act shall not take effect unless all of the
- 16 following bills of the 85th Legislature are enacted into law:
- 17 (a) Senate Bill No. \_\_\_\_ or House Bill No. 5389 (request
- 18 no. 00802'89 a\*\*\*).
- 19 (b) Senate Bill No. \_\_\_\_ or House Bill No.  $\underline{\phantom{0}5390}$  (request
- 20 no. 00802'89 b\*\*\*).
- 21 (c) Senate Bill No. \_\_\_\_ or House Bill No.  $\frac{5391}{}$  (request
- 22 no. 00802'89 c\*\*).