SENATE BILL No. 34

January 11, 1989, Introduced by Senators DILLINGHAM, CHERRY, EHLERS, GEO. HART, CROPSEY and FESSLER and referred to the Committee on Health Policy.

A bill to amend section 21003 of Act No. 368 of the Public Acts of 1978, entitled as amended

"Public health code,"

as amended by Act No. 354 of the Public Acts of 1982, being section 333.21003 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Section 21003 of Act No. 368 of the Public Acts
- 2 of 1978, as amended by Act No. 354 of the Public Acts of 1982,
- 3 being section 333.21003 of the Michigan Compiled Laws, is amended
- 4 to read as follows:
- 5 Sec. 21003. (1) "Basic health services" means:
- 6 (a) Physician services including consultant and referral
- 7 services by a physician, but not including psychiatric services.

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- 1 (b) Ambulatory services.
- 2 (c) Inpatient hospital services, other than those for the
- 3 treatment of mental illness.
- 4 (d) Emergency health services.
- 5 (e) Outpatient mental health services, not fewer than 20 6 visits per year.
- 7 (f) Intermediate and outpatient care for substance abuse 8 pursuant to the following:
- 9 (i) In the case of group contracts, if the fees for a group
 10 contract would be increased by 3% or more because of the provi11 sion of services under this subdivision, the group subscriber
 12 shall have the option to decline the services. In the case of
 13 individual contracts, if the total fees for all individual con14 tracts would be increased by 3% or more because of the provision
- 15 of the services required under this subdivision in all of those
- 16 contracts, the named subscriber of each such contract shall have
- 17 the option to decline the services required to be provided under
- 18 this subdivision.
- (ii) Charges, terms, and conditions for the servicesrequired to be provided under this subdivision shall not be lessfavorable than the maximum prescribed for any other comparable
- 22 service.
- 23 (iii) The services required to be provided under this subdi-
- 24 vision shall not be reduced by terms or conditions which apply to
- 25 other services in a contract, group or individual. This subpara-
- 26 graph shall not be construed to prohibit contracts that provide

- 1 for deductibles and copayment provisions for services for
- 2 intermediate and outpatient care for substance abuse.
- 3 (iv) The services required to be provided under this subdi-
- 4 vision shall, at a minimum, provide for up to \$1,656.00 in serv-
- 5 ices for intermediate and outpatient care for substance abuse per
- 6 individual per year. This minimum shall be adjusted annually by
- 7 March 31 each year in accordance with the annual average percen-
- 8 tage increase or decrease in the United States consumer price
- 9 index for the 12-month period ending the preceding December 31.
- 10 (v) As used in this subdivision, "intermediate care",
- 11 "outpatient care", and "substance abuse" have those meanings
- 12 ascribed to them in section 3425 of the insurance code of 1956,
- 13 Act No. 218 of the Public Acts of 1956, being section 500.3425 of
- 14 the Michigan Compiled Laws.
- (g) Diagnostic laboratory and diagnostic and therapeutic
- 16 radiological services.
- 17 (h) Home health services.
- 18 (i) Preventive health services.
- 19 (J) NURSING HOME, CUSTODIAL, AND RESPITE CARE FOR ENROLLEES
- 20 SUSPECTED OF HAVING, OR DIAGNOSED OR IDENTIFIED AS HAVING,
- 21 ALZHEIMER'S DISEASE OR A RELATED DISORDER. AS USED IN THIS SUB-
- 22 DIVISION, "RELATED DISORDER" MEANS AN IRREVERSIBLE BRAIN DISORDER
- 23 THAT RESULTS IN THE MANIFESTATIONS OF SYMPTOMS AND SIGNS INCLUD-
- 24 ING, BUT NOT LIMITED TO, MEMORY LOSS, APHASIA, BECOMING LOST OR
- 25 DISORIENTED, CONFUSION, AND AGITATION WITH THE POTENTIAL FOR COM-
- 26 BATIVENESS AND INCONTINENCE. RELATED DISORDER INCLUDES, BUT IS

- 1 NOT LIMITED TO, MULTI-INFARCT DEMENTIA, HUNTINGTON'S DISEASE, AND 2 PARKINSON'S DISEASE.
- 3 (2) "Commissioner" means the commissioner of insurance.