

# SENATE BILL No. 449

May 11, 1989, Introduced by Senator CONROY and referred  
to the Committee on Health Policy.

A bill to amend section 20161 of Act No. 368 of the Public  
Acts of 1978, entitled as amended  
"Public health code,"  
as amended by Act No. 332 of the Public Acts of 1988, being sec-  
tion 333.20161 of the Michigan Compiled Laws.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Section 1. Section 20161 of Act No. 368 of the Public Acts  
2 of 1978, as amended by Act No. 332 of the Public Acts of 1988,  
3 being section 333.20161 of the Michigan Compiled Laws, is amended  
4 to read as follows:

5       Sec. 20161. (1) Fees for health facility and agency  
6 licenses and certificates of need shall be assessed on an annual  
7 basis by the department as provided in this act, in accordance  
8 with the following fee schedule:

1 (a) Freestanding surgical  
 2 outpatient facilities..... \$ 238.00 per facility.  
 3 (b) Hospitals..... \$ 8.28 per licensed bed.  
 4 (c) Nursing homes, county medi-  
 5 cal care facilities, and hospital  
 6 long-term care units..... \$ 2.20 per licensed bed.  
 7 (d) Homes for the aged..... \$ 6.27 per licensed bed.  
 8 (e) Health maintenance  
 9 organizations..... \$1,000.00 for an initial  
 10 license; 80 cents per sub-  
 11 scriber for a renewal license  
 12 (3-year); \$100.00 for a certif-  
 13 icate of authority for  
 14 planning.  
 15 (f) Clinical laboratories..... \$ ~~475.00~~ 950.00 per  
 16 laboratory.  
 17 (g) Health care delivery and  
 18 financing system under section  
 19 21042..... \$1,000.00 for an initial  
 20 license; effective January 1,  
 21 1987, \$1,000.00 for 3-year  
 22 renewal license for prepaid  
 23 institutional programs,  
 24 \$5,000.00 for 3-year renewal  
 25 license for organizations  
 26 determined by the department to

1 offer a single form of health  
2 care service, and 80 cents per  
3 subscriber for all other 3-year  
4 renewal licenses under  
5 section 21042.

6 (2) The base fee for a certificate of need shall be \$750.00  
7 for each application. For a project requiring a projected capi-  
8 tal expenditure of more than \$150,000.00 but less than  
9 \$1,500,000.00, an additional fee of \$2,000.00 shall be added to  
10 the base fee. For a project requiring a projected capital expen-  
11 diture of \$1,500,000.00 or more, an additional fee of \$3,500.00  
12 shall be added to the base fee.

13 (3) With the exception of health maintenance organizations,  
14 when licensure is for more than 1 year, the fees described in  
15 subsection (1) shall be multiplied by the number of years for  
16 which the license is issued, and the total amount of the fees  
17 shall be collected in the year in which the license is issued.

18 (4) Fees described in this section shall be payable to the  
19 department at the time an application for a license, permit, or  
20 certificate is submitted. If an application for a license,  
21 permit, or certificate is denied or if a license, permit, or cer-  
22 tificate is revoked before its expiration date, the fees paid to  
23 the department shall not be refunded.

24 (5) The fee for a provisional license or temporary permit  
25 shall be the same as for a license. A license may be issued at  
26 the expiration date of a temporary permit without an additional

1 fee for the balance of the period for which the fee was paid if  
2 the requirements for licensure are met.

3 (6) The department may charge a fee to recover the cost of  
4 purchase or production and distribution of proficiency evaluation  
5 samples which are supplied to clinical laboratories pursuant to  
6 section 20521(3).

7 (7) In addition to the fees imposed under subsection (1), a  
8 fee of \$25.00 shall be submitted to the department for each reis-  
9 suance during the licensure period of a clinical laboratory  
10 license.

11 (8) Except for the licensure of clinical laboratories, not  
12 more than half the annual cost of licensure activities as deter-  
13 mined by the department shall be provided by license fees.

14 (9) Effective with the fiscal year beginning October 1,  
15 1982, the fees collected under this section shall be deposited in  
16 the state treasury, to the credit of the general fund.