## **HOUSE BILL No. 5398**

November 2, 2005, Introduced by Reps. Green and Gaffney and referred to the Committee on Health Policy.

A bill to amend 1973 PA 116, entitled

"An act to provide for the protection of children through the licensing and regulation of child care organizations; to provide for the establishment of standards of care for child care organizations; to prescribe powers and duties of certain departments of this state and adoption facilitators; to provide penalties; and to repeal acts and parts of acts,"

by amending section 5 (MCL 722.115), as amended by 2005 PA 133.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 5. (1) A person, partnership, firm, corporation,
- 2 association, or nongovernmental organization shall not establish or
- 3 maintain a child care organization unless licensed or registered by
  - the department. Application for a license or certificate of
- 5 registration shall be made on forms provided, and in the manner

- 1 prescribed, by the department. Before issuing or renewing a
- 2 license, the department shall investigate the applicant's
- 3 activities and proposed standards of care, -and shall make an on-
- 4 site visit of the proposed or established organization, AND SHALL
- 5 RECEIVE AND REVIEW A MEDICAL STATEMENT FOR EACH MEMBER OF THE
- 6 HOUSEHOLD INDICATING THAT HE OR SHE DOES NOT HAVE A KNOWN CONDITION
- 7 THAT WOULD AFFECT THE CARE OF OTHERS IN THE CHILD CARING
- 8 ORGANIZATION. THE MEDICAL STATEMENT REQUIRED UNDER THIS SECTION
- 9 SHALL BE SIGNED AND DATED BY A PHYSICIAN OR A CERTIFIED NURSE
- 10 PRACTITIONER WITHIN THE 12 MONTHS IMMEDIATELY PRECEDING THE DATE OF
- 11 THE APPLICATION AND SHALL BE SUBMITTED WITH THE APPLICATION. If the
- 12 department is satisfied as to the need for a child care
- 13 organization, its financial stability, the applicant's good moral
- 14 character, and that the services and facilities are conducive to
- 15 the welfare of the children, the department shall issue or renew
- 16 the license. As used in this subsection, "good moral character"
- 17 means that term as defined in and determined under 1974 PA 381, MCL
- 18 338.41 to 338.47. If a county juvenile agency as defined in
- 19 section 2 of the county juvenile agency act, 1998 PA 518, MCL
- 20 45.622, certifies to the department that it intends to contract
- 21 with an applicant for a new license, the department shall issue or
- 22 deny the license within 60 days after it receives a complete
- 23 application as provided in section 5b.
- 24 (2) The department shall issue a certificate of registration
- 25 to a person who has successfully completed an orientation session
- 26 offered by the department and who certifies to the department that
- 27 the family day care home has complied with and will continue to

- 1 comply with the rules promulgated under this act and will provide
- 2 services and facilities, as determined by the department, conducive
- 3 to the welfare of children. The department shall make available to
- 4 applicants for registration an orientation session to applicants
- 5 for registration regarding this act, the rules promulgated under
- 6 this act, and the needs of children in family day care before
- 7 issuing a certificate of registration. The department shall issue a
- 8 certificate of registration to a specific person at a specific
- 9 location. A certificate of registration is nontransferable and
- 10 remains the property of the department. Within 90 days after
- 11 initial registration, the department shall make an on-site visit of
- 12 the family day care home.
- 13 (3) The department may authorize a licensed child placing
- 14 agency or an approved governmental unit to investigate a foster
- 15 family home or a foster family group home according to subsection
- 16 (1) and to certify that the foster family home or foster family
- 17 group home meets the licensing requirements prescribed by this act.
- 18 A foster family home or a foster family group home shall be
- 19 certified for licensing by the department by only 1 child placing
- 20 agency or approved governmental unit. Other child placing agencies
- 21 may place children in a foster family home or foster family group
- 22 home only upon the approval of the certifying agency or
- 23 governmental unit.
- 24 (4) The department may authorize a licensed child placing
- 25 agency or an approved governmental unit to place a child who is 16
- 26 or 17 years of age in his or her own unlicensed residence, or in
- 27 the unlicensed residence of an adult who has no supervisory

- 1 responsibility for the child, if a child placing agency or
- 2 governmental unit retains supervisory responsibility for the child.
- 3 (5) A licensed child placing agency, child caring institution,
- 4 and an approved governmental unit shall provide the state court
- 5 administrative office and a local foster care review board
- 6 established under 1984 PA 422, MCL 722.131 to 722.139a, those
- 7 records requested pertaining to children in foster care placement
- 8 for more than 6 months.
- 9 (6) The department may authorize a licensed child placing
- 10 agency or an approved governmental unit to place a child who is 16
- 11 or 17 years old in an adult foster care family home or an adult
- 12 foster care small group home licensed under the adult foster care
- 13 facility licensing act, 1979 PA 218, MCL 400.701 to 400.737, if a
- 14 licensed child placing agency or approved governmental unit retains
- 15 supervisory responsibility for the child and certifies to the
- 16 department all of the following:
- 17 (a) The placement is in the best interests of the child.
- (b) The child's needs can be adequately met by the adult
- 19 foster care family home or small group home.
- 20 (c) The child will be compatible with other residents of the
- 21 adult foster care family home or small group home.
- 22 (d) The child placing agency or approved governmental unit
- 23 will periodically reevaluate the placement of a child under this
- 24 subsection to determine that the criteria for placement in
- 25 subdivisions (a) through (c) continue to be met.
- 26 (7) On an exception basis, the director of the department, or
- 27 his or her designee, may authorize a licensed child placing agency

- 1 or an approved governmental unit to place an adult in a foster
- 2 family home if a licensed child placing agency or approved
- 3 governmental unit certifies to the department all of the following:
- 4 (a) The adult is a person with a developmental disability as
- 5 defined by section 100a of the mental health code, 1974 PA 258, MCL
- 6 330.1100a, or a person who is otherwise neurologically disabled and
- 7 is also physically limited to a degree that requires complete
- 8 physical assistance with mobility and activities of daily living.
- **9** (b) The placement is in the best interests of the adult and
- 10 will not adversely affect the interests of the foster child or
- 11 children residing in the foster family home.
- 12 (c) The identified needs of the adult can be met by the foster
- 13 family home.
- 14 (d) The adult will be compatible with other residents of the
- 15 foster family home.
- 16 (e) The child placing agency or approved governmental unit
- 17 will periodically reevaluate the placement of an adult under this
- 18 subsection to determine that the criteria for placement in
- 19 subdivisions (a) through (d) continue to be met and document that
- 20 the adult is receiving care consistent with the administrative
- 21 rules for a child placing agency.
- 22 (8) On an exception basis, the director of the department, or
- 23 his or her designee, may authorize a licensed child placing agency
- 24 or an approved governmental unit to place a child in an adult
- 25 foster care family home or an adult foster care small group home
- 26 licensed under the adult foster care licensing act, 1979 PA 218,
- 27 MCL 400.701 to 400.737, if the licensed child placing agency or

- 1 approved governmental unit certifies to the department all of the
- 2 following:
- 3 (a) The placement is in the best interests of the child.
- **4** (b) The placement has the concurrence of the parent or
- 5 guardian of the child.
- 6 (c) The identified needs of the child can be met adequately by
- 7 the adult foster care family home or small group home.
- 8 (d) The child's psychosocial and clinical needs are compatible
- 9 with those of other residents of the adult foster care family home
- or small group home.
- 11 (e) The clinical treatment of the child's condition is similar
- 12 to that of the other residents of the adult foster care family home
- or small group home.
- 14 (f) The child's cognitive level is consistent with the
- 15 cognitive level of the other residents of the adult foster care
- 16 family home or small group home.
- 17 (g) The child is neurologically disabled and is also
- 18 physically limited to such a degree as to require complete physical
- 19 assistance with mobility and activities of daily living.
- 20 (h) The child placing agency or approved governmental unit
- 21 will periodically reevaluate the placement of a child under this
- 22 subsection to determine that the criteria for placement in
- 23 subdivisions (a) to (g) continue to be met.
- 24 (9) Beginning October 1, 2007, except as provided in
- 25 subsection (1) and section 5b, the department shall issue an
- 26 initial or renewal license or registration under this act for child
- 27 care centers, group day care homes, and family day care homes not

- 1 later than 6 months after the applicant files a completed
- 2 application. Receipt of the application is considered the date the
- 3 application is received by any agency or department of this state.
- 4 If the application is considered incomplete by the department, the
- 5 department shall notify the applicant in writing or make notice
- 6 electronically available within 30 days after receipt of the
- 7 incomplete application, describing the deficiency and requesting
- 8 additional information. This subsection does not affect the time
- 9 period within which an on-site visit to a family day care home
- 10 shall be made. If the department identifies a deficiency or
- 11 requires the fulfillment of a corrective action plan, the 6-month
- 12 period is tolled until either of the following occurs:
- 13 (a) Upon notification by the department of a deficiency, until
- 14 the date the requested information is received by the department.
- 15 (b) Upon notification by the department that a corrective
- 16 action plan is required, until the date the department determines
- 17 the requirements of the corrective action plan have been met.
- 18 (10) The determination of the completeness of an application
- 19 is not an approval of the application for the license and does not
- 20 confer eligibility on an applicant determined otherwise ineligible
- 21 for issuance of a license.
- 22 (11) Except as provided in subsection (1) and section 5b, if
- 23 the department fails to issue or deny a license or registration to
- 24 a child care center, group day care home, or family day care home
- 25 within the time required by this section, the department shall
- 26 return the license or registration fee and shall reduce the license
- 27 or registration fee for the applicant's next renewal application,

- 1 if any, by 15%. Failure to issue or deny a license to a child care
- 2 center, group day care home, or family day care home within the
- 3 time period required under this section does not allow the
- 4 department to otherwise delay the processing of the application. A
- 5 completed application shall be placed in sequence with other
- 6 completed applications received at that same time. The department
- 7 shall not discriminate against an applicant in the processing of an
- 8 application based on the fact that the application fee was refunded
- 9 or discounted under this subsection.
- 10 (12) If, on a continual basis, inspections performed by a
- 11 local health department delay the department in issuing or denying
- 12 licenses or registrations for child care centers, group day care
- 13 homes, and family day care homes under this act within the 6-month
- 14 period, the department may use department staff to complete the
- 15 inspections instead of the local health department causing the
- 16 delays.
- 17 (13) Beginning October 1, 2008, the director of the department
- 18 shall submit a report by December 1 of each year to the standing
- 19 committees and appropriations subcommittees of the senate and house
- 20 of representatives concerned with human services and children's
- 21 issues. The director shall include all of the following information
- 22 regarding applications for licenses and registrations only for
- 23 child care centers, group day care homes, and family day care homes
- 24 filed under this act in the report concerning the preceding fiscal
- **25** year:
- 26 (a) The number of initial and renewal applications the
- 27 department received and completed within the 6-month time period

- 1 described in subsection (9).
- 2 (b) The number of applications requiring a request for
- 3 additional information.
- 4 (c) The number of applications rejected.
- 5 (d) The number of licenses and registrations not issued within
- 6 the 6-month period.
- 7 (e) The average processing time for initial and renewal
- 8 licenses and registrations granted after the 6-month period.
- 9 (14) As used in this section, "completed application" means an
- 10 application complete on its face and submitted with any applicable
- 11 licensing or registration fees as well as any other information,
- 12 records, approval, security, or similar item required by law or
- 13 rule from a local unit of government, a federal agency, or a
- 14 private entity but not from another department or agency of this
- 15 state. A completed application does not include a health inspection
- 16 performed by a local health department.
- 17 (14)  $\frac{(15)}{(15)}$  The department shall not issue to or renew the
- 18 license of a child care center or day care center under this act
- 19 without requesting a criminal history check and criminal records
- 20 check as required by section 5c. If a criminal history check or
- 21 criminal records check performed under section 5c reveals that an
- 22 applicant for a license under this act has been convicted of a
- 23 listed offense, the department shall not issue a license to that
- 24 applicant. If a criminal history check or criminal records check
- 25 performed under section 5c reveals that an applicant for renewal of
- 26 a license under this act has been convicted of a listed offense,
- 27 the department shall not renew that license. If a criminal history

- 1 check or criminal records check performed under section 5c reveals
- 2 that a current licensee has been convicted of a listed offense, the
- 3 department shall revoke the license of that licensee.
- 4 (15)  $\frac{(16)}{(16)}$  The department shall not issue or renew a
- 5 certificate of registration to a family day care home or a license
- 6 to a group day care home under this act without requesting a
- 7 criminal history check and criminal records check as required by
- 8 section 5f and a department of state police ICHAT check required by
- 9 section 5g. If a criminal history check or criminal records check
- 10 performed under section 5f or an ICHAT check performed under
- 11 section 5q reveals that an applicant for a certificate of
- 12 registration or license under this act or a person over 18 years of
- 13 age residing in that applicant's home has been convicted of a
- 14 listed offense, the department shall not issue a certificate of
- 15 registration or license to that applicant. If a criminal history
- 16 check or criminal records check performed under section 5f or an
- 17 ICHAT check performed under section 5g reveals that an applicant
- 18 for renewal of a certificate of registration or license under this
- 19 act or a person over 18 years of age residing in that applicant's
- 20 home has been convicted of a listed offense, the department shall
- 21 not renew a certificate of registration or license to that
- 22 applicant. If a criminal history check or criminal records check
- 23 performed under section 5f or an ICHAT check performed under
- 24 section 5g reveals that a current registrant or licensee under this
- 25 act or a person over 18 years of age residing in that registrant's
- 26 or licensee's home has been convicted of a listed offense, the
- 27 department shall revoke that registrant's certificate of

- 1 registration or licensee's license.
- 2 (16) AS USED IN THIS SECTION:
- 3 (A) "COMPLETED APPLICATION" MEANS AN APPLICATION COMPLETE ON
- 4 ITS FACE AND SUBMITTED WITH ANY APPLICABLE LICENSING OR
- 5 REGISTRATION FEES AS WELL AS ANY OTHER INFORMATION, RECORDS,
- 6 APPROVAL, SECURITY, OR SIMILAR ITEM REQUIRED BY LAW OR RULE FROM A
- 7 LOCAL UNIT OF GOVERNMENT, A FEDERAL AGENCY, OR A PRIVATE ENTITY BUT
- 8 NOT FROM ANOTHER DEPARTMENT OR AGENCY OF THIS STATE. A COMPLETED
- 9 APPLICATION DOES NOT INCLUDE A HEALTH INSPECTION PERFORMED BY A
- 10 LOCAL HEALTH DEPARTMENT.
- 11 (B) "GOOD MORAL CHARACTER" MEANS THAT TERM AS DEFINED IN AND
- 12 DETERMINED UNDER 1974 PA 381, MCL 338.41 TO 338.47.
- 13 (C) "MEMBER OF THE HOUSEHOLD" MEANS ANY INDIVIDUAL, OTHER THAN
- 14 A FOSTER CHILD, WHO RESIDES IN A CHILD CARE ORGANIZATION ON AN
- 15 ONGOING OR RECURRENT BASIS.