Senate Fiscal Agency P. O. Box 30036 Lansing, Michigan 48909-7536



BILL ANALYSIS

Telephone: (517) 373-5383 Fax: (517) 373-1986 TDD: (517) 373-0543

Senate Bill 924 (as introduced 2-24-98) Sponsor: Senator William Van Regenmorter Committee: Judiciary

Date Completed: 11-6-98

## **CONTENT**

The bill would amend the governmental immunity Act to provide that a "nonprofit human service organization" would be immune from tort liability for acts or omissions occurring in the furtherance of the organization's contract with the State to provide services to certain individuals, unless the act or omission constituted gross negligence or violated a Michigan criminal law.

"Nonprofit human service organization" would mean a nonprofit corporation organized under the Nonprofit Corporation Act that was solely dedicated to the care of minors or dependent or indigent mentally, emotionally, or physically impaired persons; was licensed by the Department of Consumer and Industry Services to provide care to those individuals; and provided services to or for those individuals pursuant to a contract with the State.

"Gross negligence" would mean conduct so reckless as to demonstrate a substantial lack of concern for whether an injury resulted.

MCL 691.1401 et al.

Legislative Analyst: P. Affholter

## FISCAL IMPACT

The bill would have no fiscal impact on State or local government.

Fiscal Analyst: B. Bowerman

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.