SENATE BILL NO. 806

April 09, 2024, Introduced by Senators HAUCK, BELLINO, MCBROOM and HUIZENGA and referred to the Committee on Health Policy.

A bill to amend 1974 PA 258, entitled "Mental health code,"

by amending sections 409 and 972 (MCL 330.1409 and 330.1972), section 409 as amended by 2022 PA 214 and section 972 as added by 2020 PA 402.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 409. (1) Each community mental health services program
- 2 must establish 1 or more preadmission screening units with 24-hour
- 3 availability to provide assessment and screening services for

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- 1 individuals being considered for admission into hospitals, assisted
- 2 outpatient treatment programs, or crisis services on a voluntary
- 3 basis. The community mental health services program shall must
- 4 employ mental health professionals or licensed bachelor's social
- 5 workers licensed under part 185 of the public health code, 1978 PA
- 6 368, MCL 333.18501 to 333.18518, to provide the preadmission
- 7 screening services or contract with another agency that meets the
- 8 requirements of this section. Preadmission Except as otherwise
- 9 provided in subsection (4), preadmission screening unit staff shall
- 10 must be supervised by a registered professional nurse or other
- 11 mental health professional possessing at least a master's degree.
- 12 (2) Each community mental health services program shall must
- 13 provide the address and telephone number of its preadmission
- 14 screening unit or units to law enforcement agencies, the
- 15 department, the court, hospital emergency rooms, and private
- 16 security companies under contract with a county under section 170.
- 17 (3) A—Within 3 hours after being notified by a hospital, or by
- 18 a hospital as that term is defined in section 20106 of the public
- 19 health code, 1978 PA 368, MCL 333.20106, for an assessment, a
- 20 preadmission screening unit shall must assess an individual being
- 21 considered for admission into a hospital operated by the department
- 22 or under contract with the community mental health services
- 23 program. If the individual is clinically suitable for
- 24 hospitalization, the preadmission screening unit shall must
- 25 authorize voluntary admission to the hospital.
- 26 (4) If the preadmission screening unit is unable to complete
- 27 the assessment within 3 hours after the notice described in
- 28 subsection (3), a clinically qualified individual may perform the
- 29 assessment for the hospital, hospital as that term is defined in

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- 1 section 20106 of the public health code, 1978 PA 368, MCL
- 2 333.20106, community mental health services program, crisis
- 3 stabilization unit, or any other entity under contract to perform
- 4 assessment and screening services required under this act. The
- 5 preadmission screening unit is responsible for the costs of
- 6 performing any assessment under this subsection.
- 7 (5) Telehealth service, as that term is defined in section
- 8 16283 of the public health code, 1978 PA 368, MCL 333.16283, may be
- 9 used to complete the assessment described in this section.
- 10 (6) (4)—If the preadmission screening unit of the community
- 11 mental health services program denies hospitalization, the
- 12 individual or the person making the application may request a
- 13 second opinion from the executive director. The executive director
- 14 shall must arrange for an additional evaluation by a psychiatrist,
- 15 other physician, or licensed psychologist to be performed within 3
- 16 days, excluding Sundays and legal holidays, after the executive
- 17 director receives the request. If the conclusion of the second
- 18 opinion is different from the conclusion of the preadmission
- 19 screening unit, the executive director, in conjunction with the
- 20 medical director, shall must make a decision based on all clinical
- 21 information available. The executive director's decision shall must
- 22 be confirmed in writing to the individual who requested the second
- 23 opinion, and the confirming document shall must include the
- 24 signatures of the executive director and medical director or
- 25 verification that the decision was made in conjunction with the
- 26 medical director. If an individual is assessed and found not to be
- 27 clinically suitable for hospitalization, the preadmission screening
- 28 unit shall must provide appropriate referral services.

(7) (5) If an individual is assessed and found not to be

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- clinically suitable for hospitalization, the preadmission screening
 unit shall must provide information regarding alternative services
 and the availability of those services, and make appropriate
 referrals.
- 5 (8) (6) A preadmission screening unit shall must assess and 6 examine, or refer to a hospital for examination, an individual who 7 is brought to the preadmission screening unit by a peace officer or 8 security transport officer or ordered by a court to be examined. If 9 the individual meets the requirements for hospitalization, the 10 preadmission screening unit shall must designate the hospital to 11 which the individual shall be admitted. The preadmission screening 12 unit shall must consult with the individual and, if the individual agrees, the preadmission screening unit must consult with the 13 14 individual's family member of choice, if available, as to the 15 preferred hospital for the individual's admission. of the 16 individual.

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- (9) (7)—A preadmission screening unit may operate a crisis stabilization unit under chapter 9A. A preadmission screening unit may provide crisis services to an individual —who by assessment and screening —is found to be a person requiring treatment. Crisis services at a crisis stabilization unit must entail an initial psychosocial assessment by a master's level mental health professional and a psychiatric evaluation within 24 hours to stabilize the individual. In this event, crisis services may be provided for a period of up to 72 hours, after which the individual must be provided with the clinically appropriate level of care, resulting in 1 of the following:
- (a) The individual is no longer a person requiring treatment.
- 29 (b) A referral to outpatient services for aftercare treatment.

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- 1 (c) A referral to a partial hospitalization program.
- 2 (d) A referral to a residential treatment center, including3 crisis residential services.
- 4 (e) A referral to an inpatient bed.

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- (f) An order for involuntary treatment of the individual has
 been issued under section 281b, 281c, former 433, or 434, or former
 section 433.
 - (10) (8) A preadmission screening unit operating a crisis stabilization unit under chapter 9A may also offer crisis services to an individual who is not a person requiring treatment, but who is seeking crisis services on a voluntary basis.
- 12 (11) (9) If the individual chooses a hospital not under 13 contract with a community mental health services program, and the 14 hospital agrees to the admission, the preadmission screening unit 15 shall must refer the individual to the hospital that is requested 16 by the individual. Any financial obligation for the services provided by the hospital shall must be satisfied from funding 17 18 sources other than the community mental health services program, 19 the department, or other state or county funding.
- Sec. 972. The department shall establish minimum standards and requirements for certifying a crisis stabilization unit. Standards and requirements include, but are not limited to, all of the following:
 - (a) A standard requiring the capacity to carry out emergency receiving and evaluating functions, but not to the extent that brings the crisis stabilization unit under the provisions of section 1867 of the social security act, 42 USC 1395dd.
- (b) Standards requiring implementation of voluntary andinvoluntary admission consistent with section 409.

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- (c) A prohibition from holding itself out as a hospital or
 from billing for hospital or inpatient services.
- 3 (d) Standards to prevent inappropriate referral between4 entities of common ownership.
- (e) Standards regarding maximum length of stay at a crisis
 stabilization unit with discharge planning upon intake to a
 clinically appropriate level of care consistent with section
 409(7).409(9).
- 9 (f) Standards of billing for services rendered at a crisis10 stabilization unit.
- 11 (q) Standards for reimbursement of services for uninsured 12 individuals, underinsured individuals, or both, and Medicaid beneficiaries, including, but not limited to, formal agreements 13 14 with community mental health services programs or regional entities 15 for services provided to individuals utilizing public behavioral 16 health funds, outreach and enrollment for eligible health coverage, annual rate setting, proper communication with payers, and methods 17 18 for resolving billing disputes between providers and payers.
 - (h) Physician oversight requirements.
- 20 (i) Nursing services.

- 21 (j) Staff to client ratios.
- (k) Standards requiring a minimum amount of psychiatric supervision of an individual receiving services in the crisis stabilization unit that are consistent with the supervision requirements applicable in a psychiatric hospital or psychiatric unit setting.
- (1) Standards requiring implementation and posting ofrecipients' rights under chapter 7.
- (m) Safety and emergency protocols.

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- 1 (n) Pharmacy services.
- 2 (o) Standards addressing administration of medication.
- 3 (p) Standards for reporting to the department.
- 4 (q) Standards regarding a departmental complaint process and
- 5 procedure affording patients the right to file complaints for
- 6 failure to provide services in accordance with required
- 7 certification standards. The complaint process and procedure must
- 8 be established and maintained by the department, must remain
- 9 separate and distinct from providers delivering services under this
- 10 chapter, and must not be a function delegated to a community mental
- 11 health services program or an entity under contract with a
- 12 community mental health services program. The complaint process
- 13 must provide for a system of appeals and administrative finality.
- 14 Enacting section 1. This amendatory act takes effect 90 days
- 15 after the date it is enacted into law.