

Legislative Analysis



PSYCHIATRIC HOSPITAL LICENSE FEE SUNSET EXTENSION

Phone: (517) 373-8080
<http://www.house.mi.gov/hfa>

House Bill 4850 as introduced
Sponsor: Rep. Mary Whiteford
Committee: Appropriations
Complete to 8-29-19

Analysis available at
<http://www.legislature.mi.gov>

SUMMARY:

House Bill 4850 would amend the Mental Health Code (1974 PA 258) by extending the sunset on the annual license and license renewal fee for psychiatric hospitals and units, which will mature on October 1, 2019. The bill would maintain the FY 2018-19 fee amount by maintaining the fee (which would otherwise be eliminated) for an additional four years, through October 1, 2023. The fee is currently \$500 per license and \$10 per patient bed.

MCL 333.1139

FISCAL IMPACT:

The bill would maintain the current level of revenue collected by the Department of Licensing and Regulatory Affairs (LARA), to the extent that LARA would continue collecting revenue generated by a fee that would otherwise sunset. Revenue generated from the fee is deposited to the Health Systems Fees Fund. An estimate provided by the State Budget Office indicates that resulting revenue loss if the sunset is not extended would total approximately **\$55,800**.

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