

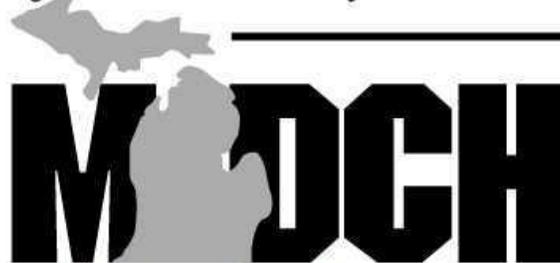
**REPORT ON IMPLEMENTATION OF A  
POLICY THAT WILL PROHIBIT BILLING  
FOR CARE MADE NECESSARY BY  
PREVENTABLE MEDICAL ERRORS OR  
ADVERSE HEALTH EVENTS<sup>4</sup>**

(FY2011 Appropriation Bill - Public Act 187 of 2010)

**April 1, 2011**

**Section 1817:** The department shall report to the legislature on implementation of a policy that will prohibit billing for care made necessary by preventable medical errors or adverse health events no later than April 1 of the current fiscal year.

*Michigan Department  
of Community Health*



**Rick Snyder, Governor  
Olga Dazzo, Director**

## **FY2011 Boilerplate Report – Section 1817**

Effective July 1, 2011, DCH will implement two policies that address payment adjustments required by Section 2702 of the Patient Protection Affordable Care (PPACA) termed “Payment Adjustment for Health Care Acquired Conditions (HCACs)”. The section prohibits federal payments to States for any amounts expended for providing medical assistance for HCACs. DCH will adopt Medicare’s inpatient hospital policy on Present on Admission (POA) reporting and non-payment for Hospital Acquired Conditions (HACs). In addition, DCH will adopt Medicare’s policy on reporting and non-coverage of the three Medicare National Coverage Determinations (NCDs) or what are otherwise commonly referred to as erroneous surgeries. These include:

1. Wrong surgical or invasive procedure performed on patient.
2. Surgical or invasive procedure performed on wrong body part.
3. Surgical or invasive procedure performed on wrong patient.

With the July 1, 2011 adoption of Medicare’s reporting and non-payment guidelines for HCACs, DCH will have implemented policies that meet the specifications outlined in Section 1817 of Public Act 187 of 2010.