By the Committee on Governmental Operations and Representatives Peaden, Miller, Turnbull, Maygarden and Brooks

A bill to be entitled 1 2 An act relating to public records and meetings; 3 creating s. 395.3036, F.S.; providing that the records of a private corporation that leases a 4 5 public hospital or other public health care facility are confidential and exempt from 6 7 public records requirements, and the meetings 8 of the governing board of such corporation are 9 exempt from public meeting requirements, except 10 under specified circumstances; providing for 11 future review and repeal; providing applicability; providing a finding of public 12 13 necessity; providing an effective date. 14 Be It Enacted by the Legislature of the State of Florida: 15 16 17 Section 1. Section 395.3036, Florida Statutes, is 18 created to read: 395.3036 Confidentiality of records and meetings; 19 20 corporations that lease public hospitals and other health care facilities. -- The records of a private corporation that leases 21 22 a public hospital or other public health care facility are confidential and exempt from the provisions of s. 119.07(1) 23 and s. 24(a), Art. I of the State Constitution, and the 24 meetings of the governing board of such a private corporation 25 26 are exempt from the provisions of s. 286.011 and s. 24(b), Art. I of the State Constitution unless: 27 28 The governing board of the entity that owns the 29 public hospital or other public health care facility was the incorporator of the private corporation; and 30 31

(2) A majority of the members of the governing board of the private corporation are also members of the governing board of the entity that owns the public hospital or other public health care facility.

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This section is subject to the Open Government Sunset Review Act of 1995 in accordance with s. 119.15, and shall stand repealed on October 2, 2003, unless reviewed and saved from repeal through reenactment by the Legislature.

Section 2. This act applies retroactively to all existing lease arrangements with respect to public hospitals or other health care facilities and prospectively to all new lease arrangements that meet the requirements of this act.

Section 3. The Legislature finds that it is a public necessity that all records of a private corporation and all meetings of the governing board of the private corporation be confidential and exempt from public records and public meeting requirements when the private corporation leases a public hospital or other health care facility and the private corporation is not owned or controlled by the public entity that owns the hospital or other facility. This exemption is a public necessity because public hospitals and other public health care facilities must be able to lease their facilities to private corporations in order to increase access to health care in Florida. In the absence of the ability to lease the facility to a private corporation, the public entity's only choice is to sell the facility to a private corporation. Such sales may result in a loss to the public. The ability to lease the hospital or other health care facility is often the more desirable option and often leads to more income for the public entity that owns the hospital. Without this exemption, many

more hospitals and health care facilities will be unable to 1 2 attract private corporations to assume responsibility for the 3 operations of the public hospitals or other health care facilities. The privatization of hospitals and other health 4 5 care facilities, through lease arrangements, is critical to 6 the delivery of health care in Florida. This exemption is also 7 necessary because more then 20 public hospitals have been 8 leased to private corporations that were not formed by and are 9 not controlled by the public entity that owns the hospital. 10 Those leases were expressly authorized by s. 155.40, Florida 11 Statutes, or by special acts of the Legislature. Except in 12 those instances in which the lease expressly imposed the 13 public records and public meeting laws on the lessee, both the 14 lessors and the lessees believed that the private corporation would not be subject to the public records laws and public 15 meeting laws of this state. It would be patently unfair to 16 17 have induced those private corporations to make substantial investments in the publicly-owned hospitals and other health 18 19 care facilities and to now change the rules and impose the 20 public records and public meeting laws on those private 21 corporations. 22 Section 4. This act shall take effect upon becoming a 23 law. 24 25 26 27 28 29 30 31