A bill to be entitled 1 2 An act relating to Volusia County; creating the 3 Volusia County Health Care District; providing 4 taxing authority; specifying use for taxes 5 collected; providing for a board of directors; reducing millage rates for certain existing 6 7 special taxing districts; prohibiting the sale 8 or lease of certain hospital facilities; allowing certain exceptions to the West Volusia 9 Hospital Authority in regard to leases with 10 11 Memorial Health Systems; repealing the tax 12 levying and collecting authority of certain 13 specified special taxing districts; providing 14 for a study; requiring a study report by a 15 specified date; requiring the Auditor General to contract for a financial-related audit for 16 each of the hospital districts in Volusia 17 County for specified periods; providing for a 18 report to the Volusia County Legislative 19 20 Delegation; providing for the appointment of 21 specified persons to assist the Auditor 22 General; providing contents of the audit; providing a referendum; providing an effective 23 24 date. 25 26 Be It Enacted by the Legislature of the State of Florida: 27 28 Section 1. (1) There is created an independent 29 special taxing district to be known as the Volusia County

Health Care District, consisting of all of the territory of

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directors composed of five members to be appointed by the 2 Volusia County Council to 4-year terms from a list of nine 3 persons nominated by the Volusia County Legislative Delegation. Each member of the delegation shall nominate one 4 5 individual who resides within Volusia County. 6 (2) Effective January 1, 2000, the Volusia County 7 Health Care District may levy ad valorem taxes at a rate not 8 to exceed 2.1 mills for the purpose of funding health care 9 services for needy persons; and, on that date, notwithstanding any other law, the taxing authority of each of the following 10 11 special districts is revoked: 12 (a) The West Volusia Hospital Authority, as created by 13 chapter 57-2085, Laws of Florida, as amended; 14 (b) The Southeast Volusia Hospital District, as 15 created by chapter 65-2362, Laws of Florida, as amended; and 16 (c) The Halifax Hospital Medical Center, as created by chapter 79-577, Laws of Florida, as amended. 17 Section 2. Reduction of millage caps. -- For the next 18 19 fiscal year immediately following the date on which this bill 20 becomes a law, the ad valorem millage rate that may be imposed by the specified special taxing districts shall not exceed: 21 22 (1) 2.1 mills for the Halifax Hospital Medical Center; 23 (2) 2.1 mills for the Southeast Volusia Hospital 24 District; and 25 (3) 1.8 mills for the West Volusia Hospital Authority. 26 Section 3. Sale or lease of hospitals prohibited. -- The 27 Halifax Hospital Medical Center, the Southeast Volusia 28 Hospital District, and the West Volusia Hospital Authority are

prohibited from selling or leasing their hospital facilities

without legislative approval. Any lease contract currently in

effect that expires prior to October 1, 1999, shall not be

renewed and any negotiation for the sale of a hospital 1 2 facility shall cease. This section shall not be construed to 3 abrogate any existing lease contract currently in effect. West Volusia Hospital Authority will retain the right to make any 4 5 necessary alterations or corrections in existing leases which 6 remain in effect after October 1, 1999, to comply with the 7 laws of the State of Florida or decisions of state or federal 8 courts. 9 Section 4. Contract for plan to implement the Volusia 10 County Health Care District. --11 (1)(a) The Volusia County Legislative Delegation shall 12 contract for a comprehensive review of issues pertaining to 13 the provision of health care to the needy and design of a plan 14 to implement the Volusia County Health Care District. Notwithstanding any other provision of law to the contrary, 15 16 the delegation shall determine, by agreement of its members, 17 the procedure by which it will select a vendor to design the plan. A report, with draft legislation, shall be submitted to 18 the delegation by January 15, 1999. The plan shall consider 19 20 the recommendations of the local task forces in determining how a single tax district should be implemented. 21 22 (b) The delegation is authorized to commit up to \$250,000 for payment of such a study. The health-related 23 special taxing districts of Volusia County shall be parties to 24 25 the contract between the delegation and the vendor, but only 26 for the limited purpose of agreeing to pay for the design of 27 the plan on a pro rata basis up to an aggregate total of 28 \$250,000. The vendor shall bill its costs in the following 29 manner: the Southeast Volusia Hospital District, 18 percent of the contract amount; the West Volusia Hospital Authority, 27 30

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Medical Center, 55 percent of the contract amount. (2) The report shall provide recommendations relating to: (a) The powers and duties of the Volusia County Health Care District. (b) The composition, powers, and duties of the district's governing body. (c) Whether participation on the district board shall be by appointment or election and if by appointment, who shall appoint and how to ensure countywide representation, or if by 12 election, should the election be nonpartisan or partisan and 13 how to ensure countywide representation. (d) Retention of the existing governing bodies of the existing special taxing district hospitals as the governing 16 bodies of the hospitals once the special district taxing powers and duties are transferred to the Volusia County Health Care District and delineating the new, narrower powers and 18

percent of the contract amount; and the Halifax Hospital

- (e) Any other issues the delegation deems appropriate and germane.
- (f) How all health care providers will be able to access dollars for indigent health care services.

duties of the hospital governing bodies.

- (g) The financial impact to established incremental taxing districts on a city-by-city basis.
- (h) Any negative effect on health care delivery especially to existing clinics and cooperative programs.

Section 5. The Auditor General shall contract with an independent public accountant to perform a financial-related audit for each of the hospital districts in Volusia County and report his or her findings to the Volusia County Legislative

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Delegation on December 31, 1998, and on December 31, 1999. The report submitted on December 31, 1998, shall be for the fiscal year ending in 1997, and the report submitted on December 31, 1999, shall be for the fiscal year ending in 1998. The governing board for each hospital district shall appoint two individuals, one of whom is the chief financial officer, to assist the Auditor General in his or her effort. The audit shall detail all income from each district's tax assessment, the direct expenditures for indigent care from the tax fund, and all other expenditures from the tax fund. The number of indigent clients served shall also be included in the information requested by the delegation, in addition to the types of services provided, the service delivery location, the average dollar expenditure per indigent patient, and any other information related to the use of each district's tax assessment that the Auditor General deems appropriate.

Section 6. This act shall take effect upon becoming a law, except that, section 1 of this act shall take effect only upon express approval by a majority vote of those qualified electors of Volusia County voting in a referendum election to be called and held by the Volusia County Council in the month of November 1999. There shall be at least 30 days' notice of the election as provided in s. 100.342, Florida Statutes. The cost of the referendum election shall be paid for by Volusia County, but, if section 1 of this act is approved by vote of the electors, the Volusia County Health Care District shall reimburse the county for the costs of the referendum election. At the referendum election, the following question shall appear on the ballot:

"Do you favor both the creation of a countywide independent special taxing district having authority to levy

ad valorem taxes not exceeding 2.1 mills to fund health care services for needy persons and the concurrent revocation of the present taxing authority of the West Volusia Hospital Authority, the Southeast Volusia Hospital District, and the Halifax Hospital District?"