Florida House of Representatives - 1999 By Representative Argenziano

A bill to be entitled 1 2 An act relating to Citrus County; amending 3 chapter 65-1371, Laws of Florida, as amended, the "Citrus County Hospital and Medical Nursing 4 5 and Convalescent Home Act"; removing references to freeholders; deleting obsolete language; б 7 making technical revisions; providing an 8 effective date. 9 Be It Enacted by the Legislature of the State of Florida: 10 11 12 Section 1. Chapter 65-1371, Laws of Florida, as 13 amended by chapters 69-944 and 70-1001, Laws of Florida, is 14 amended to read: 15 Section 1. This act shall be known and may be cited as 16 the "Citrus County Hospital and Medical Nursing and Convalescent Home Act." 17 Section 2. As used in this act the words and terms 18 19 shall have the following meanings: 20 (a) The term "Citrus County Hospital Board" or the 21 word "board" shall mean the Citrus County Hospital Board. 22 (b) The word "County" shall mean the County of Citrus, 23 in the State of Florida. 24 (c) The word "State" shall mean the State of Florida. The word "property" as used herein shall mean the 25 (d) 26 real and personal property of every nature whatsoever. 27 (e) The word "operate" shall include build, construct, 28 maintain, repair, alter, expand, equip, lease, finance and 29 operate. 30 31 1

1 The words "county hospital and medical nursing and (f) 2 convalescent homes" shall include hospitals, medical care facilities, clinics and other allied medical care units. 3 4 Section 3. (a) There is hereby created the Citrus 5 County Hospital Board, and by that name the board may sue and б be sued, plead and be impleaded, contract and be contracted 7 with, acquire and dispose of property or any interest therein, 8 and have an official seal. The board is created as a public nonprofit corporation without stock and is composed of and 9 governed by the five (5) members herein provided for, to be 10 11 known as trustees. The hospital board is hereby constituted 12 and declared to be an agency of the county and incorporated 13 for the purpose of operating hospitals, and medical nursing 14 homes, and convalescent homes in the county. The hospital 15 board shall consist of five (5) trustees appointed by the Governor and, upon this act law becoming a law effective, the 16 present members will automatically become trustees and shall 17 constitute the board. Their respective terms of office shall 18 19 be the term terms each member is presently serving. All 20 subsequent appointments, upon the expiration of the present terms, shall be for the term of four (4) years. Upon the 21 22 expiration of the term of each trustee, the successor shall be 23 appointed by the Governor. Likewise, any vacancy occurring 24 shall be filled by appointment by the Governor for the 25 unexpired term. Each appointment by the Governor is subject 26 to approval and confirmation by the Florida Senate. 27 (b) The trustees of said board shall elect from its members a chair, a vice chair, chairman, vice-chairman and a 28 29 secretary-treasurer who shall each hold office for a period of two (2) years. Each trustee shall execute a bond in the 30 31 penal sum of five thousand dollars (\$5,000) with two (2) good

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CODING: Words stricken are deletions; words underlined are additions.

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and sufficient sureties of a surety company authorized under 1 2 the laws of the state to become surety, payable to the Citrus 3 County Hospital Board, conditioned upon the faithful performance of the duties of the officer, which bonds shall be 4 5 approved by the remaining trustees of the board and which б shall be filed with the Board of County Commissioners of 7 Citrus County. The premiums on said bonds shall be paid by 8 the hospital board.

9 (c) The hospital board shall select and designate one (1) or more depositories, located within Citrus County, for 10 11 the deposit depository of hospital funds. In addition, the 12 board may select and designate one (1) or more depositories 13 outside of Citrus County for trust funds received from the 14 sale and/or for payment of bonds or revenue certificates when permitted or required to do so by an order, decree, or 15 16 judgment from any state or federal court. Any depository selected must be: 17

18 (1) A national or state bank insured by the Federal19 Deposit Insurance Corporation; and

20 (2) Qualified to act as a depository for the deposit
21 of funds of the state or funds for the office of the state
22 treasury.

23 (d) Any and all funds so deposited shall be withdrawn by a check or warrant signed by two (2) trustees of the 24 25 hospital board, of which one (1) shall be the chair, vice 26 chair, chairman, vice-chairman or secretary-treasurer. No 27 check or warrant shall be delivered to the payee without 28 approval thereof shown in the minutes of the hospital board. 29 Section 4. The trustees of the board shall receive no compensation for their services. Three trustees shall 30 31 constitute a quorum of the hospital board for the purpose of

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conducting its business and exercising its powers and for all
 other purposes. Action may be taken by the board only upon a
 vote in the affirmative of three trustees thereof.

4 Section 5. The Citrus County Hospital Board as hereby 5 created shall be for the purpose of operating, in the County of Citrus, public hospitals, and medical nursing homes, and 6 7 convalescent homes, primarily and chiefly for the benefit of 8 the citizens and residents of Citrus County. Authority is hereby given to said board to build, erect, expand, equip, 9 maintain, operate, alter, change, lease, and repair public 10 11 hospitals, and medical nursing homes, and convalescent homes in Citrus County. The corporation is authorized, when rooms 12 13 and services are available, without detriment or deprivation 14 to the citizens and residents of Citrus County, to extend the 15 hospitalization and medical nursing home and convalescent home services provided by said hospitals, medical nursing homes, 16 and convalescent homes, to patients from adjoining and other 17 counties of Florida and from other states, upon the payment of 18 19 the cost of such hospitalization, medical nursing home 20 services, and convalescent home services as may be determined by the trustees of the hospital board. The board shall have 21 22 the power and authority to operate an ambulance system and 23 ambulance services. The board shall have the authority to 24 charge all patients for all services rendered in any facility 25 owned or operated by the hospital board, including the 26 ambulance facility. The board may charge patients interest on 27 the patient's account; may sell, discount, or assign said 28 account to a bank, finance company, collection agency, or 29 other type of collection facility; may accept promissory notes or other types of debt obligations from a patient; may assign 30 31 or discount said accounts receivable, notes, or other

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obligations; may require a patient to guarantee the payment of an existing account or note; may require a guarantee of payment before admitting a patient; and may receive and assign any assignment of all types of insurance proceeds.

5 Section 6. It shall be the duty of the Board of County б Commissioners of Citrus County, Florida and/or their 7 successors to levy or cause to be levied each year beginning 8 with the fiscal year commencing July 1, 1965, the millage certified to said board of county commissioners by the 9 trustees of the Citrus County Hospital Board, upon all taxable 10 11 real and personal property in said Citrus County, not 12 including, however, homestead property that is exempt from 13 general taxation by the Constitution of the State of Florida, 14 for the purpose of erecting, building, equipping, maintaining, changing, altering, repairing, leasing, and operating the 15 16 public hospital herein provided for, such tax to be known as the hospital tax, and it is hereby made the duty of the tax 17 assessor of said county to make such assessments, and duty of 18 19 the tax collector to collect such assessments when made, and 20 the money collected shall be paid over monthly to the said 21 Citrus County Hospital Board. It is provided, However, that in no event shall the annual tax herein authorized and 22 required exceed three mills on the dollar. 23

Section 7. From and after the effective date of this act, in each year, (beginning with the year 1965), it shall be the duty of the hospital board, not later than July 15th, to determine the amount required during the ensuing fiscal year for the purpose of erecting, building, expanding, equipping, maintaining, operating, altering, changing, leasing,

30 financing, and repairing said county hospitals, medical

31 nursing homes, and convalescent homes, or for any one or more

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of said purposes. Such determination shall be by resolution 1 2 of the hospital board, and it shall be the duty of the chair Chairman and secretary of said board to certify to the board 3 of county commissioners the amount required as aforesaid, 4 5 which shall be provided in a tax levied by the board of county б commissioners for the ensuing fiscal year for the "hospital 7 fund." The board of county commissioners, upon being 8 furnished a certified copy of the resolution of the hospital board last mentioned shall levy the necessary millage to raise 9 such amount, provided, however, such millage shall not exceed 10 11 three mills per calendar year on the dollar, upon the taxable 12 real and personal property situate in Citrus County, Florida, 13 less all such property exempt from taxation by the Florida 14 Constitution. The resolution of the county hospital board 15 above referred to shall be adopted and a certified copy thereof filed with the Board of County Commissioners of said 16 Citrus County, Florida, not less than ten days prior to the 17 time fixed by law for the levy of general county taxes. 18 19 Section 8. The hospital board is hereby authorized and 20 empowered to own and acquire property by purchase, lease, gift, grant, or transfer from the county, the state, or the 21 22 Federal Government, or any subdivision or agency thereof, any municipality, person, partnership, or corporation, and to 23 acquire, construct, maintain, operate, expand, alter, repair, 24 change, lease, finance, and equip hospitals, medical nursing 25 26 homes, convalescent homes, medical care facilities, and 27 clinics in the county. 28 Section 9. The hospital board is authorized and 29 empowered to enter into contracts with individuals, partnerships, corporations, municipalities, the county, the 30

31 state or any subdivision or agency thereof, and the United

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States of America or any subdivision or agency thereof, to
 carry out the purposes of this act.

The Said hospital board is empowered to 3 Section 10. 4 and shall adopt all necessary rules and regulations and bylaws 5 for the operation of said hospitals, medical nursing homes, б and convalescent homes; to provide for the admission thereto 7 and treatment of such charity patients who are citizens of 8 Florida and residents of Citrus County for the last two 9 preceding proceeding years; to set the fees and charges to be made for the admission and treatment therein of all patients; 10 11 and to establish the qualifications for members of the medical 12 profession to be entitled to practice therein.

13 Section 11. The Said hospital board shall have the 14 power to purchase any and all equipment that may be needed for 15 the operation of said hospitals, medical nursing homes, and 16 convalescent homes, and shall have the power to appoint and hire such agent or agents, technical experts, attorneys, and 17 all other employees as are necessary for carrying out the 18 19 purposes of this act, and to prescribe their salaries and 20 duties. The Said board shall have the power to discharge all 21 employees or agents when it shall be deemed by the board 22 necessary for the carrying out of the purposes of this act. 23 Section 12. For the fiscal year ending September 30, 24 1965, and at the end of each fiscal year thereafter, the 25 Citrus County Hospital Board shall within thirty days 26 thereafter file with the Clerk of the Circuit Court of Citrus 27 County, Florida, a full, complete, and detailed accounting of 28 the preceding year and at the same time shall file a certified 29 copy of said financial report with the Board of County Commissioners of Citrus County, Florida, which said report 30 31 shall be recorded in the minutes of the board of county

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commissioners. <u>The</u> Said board of county commissioners at its
 discretion and at the expense of the county may publish and
 report an accounting in a newspaper of general circulation in
 Citrus County, Florida.

5 Section 13. In addition to all other implied and б express powers contained herein, the board shall have the 7 express authority to negotiate loans to borrow money from the 8 Surgeon General's office, or some other agency of the United 9 States Government or from an agency of the State of Florida, for the purpose or purposes of constructing, maintaining, 10 repairing, altering, expanding, equipping, leasing, and 11 operating county hospitals, medical nursing homes, and 12 13 convalescent homes, medical care facilities, clinics, and all 14 other types of allied medical care units. Said loan or loans, 15 as provided in this specific section, must be directly related 16 and tied in with a grant-in-aid to said hospital, such as a Hill-Burton grant under the National Hospital Act. 17 The amount of said loan, such as a Surgeon General's loan, shall not 18 19 exceed the amount of the grant such as a Hill-Burton grant.

20 Section 14. In addition to all other implied and express powers contained herein, the board shall have the 21 22 express authority to borrow money, with or without issuing notes, therefor, for the purpose or purposes of constructing, 23 maintaining, repairing, altering, expanding, equipping, 24 25 leasing, and operating county hospitals, medical nursing 26 homes, and convalescent homes, medical care facilities, 27 clinics, and all other types of allied medical care units. 28 The board's authority to borrow money, with or without issuing 29 notes, shall be subject to the conditions of this act, applying to the board's right to issue revenue certificates. 30 **Provided**, However, the board shall not be required to have any 31

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type of validation suit or court approval to borrow money when 1 2 (1) the amount of the loan or loans does do not exceed an 3 amount equal to two times the annual hospital tax, assuming said tax is based upon the yearly millage of three (3) mills, 4 5 and(2) the term of the loan does not exceed five (5) years. Section 15. Said board shall have express authority to 6 7 issue bonds, subject to approval by a referendum of the voters 8 Free Holders of said county, and to issue Revenue 9 Certificates, without a referendum of the voters Free Holders of said county, the proceeds of which shall be used for 10 11 erecting, equipping, building, expanding, altering, changing, 12 maintaining, operating, leasing, and repairing said hospitals, 13 medical nursing homes, and convalescent homes. 14 Section 16. (a) Said bonds, federal or state hospital loans, notes, or revenue certificates shall mature within 15 16 twenty (20) years from the year in which they are issued or made, and shall mature in equal amounts each year including 17 the interest. The aggregate amount of all bonds, revenue 18 19 certificates, and federal or state hospital loans issued and 20 outstanding at any one(1) time shall not exceed an amount 21 equal to five (5) times the annual hospital tax at the date of 22 issue, assuming said tax is based upon the yearly millage of three (3) mills. Said bonds and interest thereon shall be 23 payable solely from a millage not to exceed one and one half 24 (1 1/2) mills per year. Said millage is included in the 25 26 maximum millage of three (3) mills per year. The loans, notes 27 and revenue certificates, together with the interest, shall be 28 payable from the gross receipts of the hospital and/or medical 29 nursing home. (b) The full faith and credit of Citrus County shall 30 31 be pledged for the payment of the bonds and interest, but the

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1 full faith and credit of Citrus County shall not be pledged 2 for the payment of the loans, notes, or revenue certificates 3 and interest unless voted upon and approved by the <u>voters</u> 4 freeholders of said county.

5 (c) Whenever this board shall pass a resolution б approving the issuance of said bonds, the board of county 7 commissioners shall immediately thereafter pass a resolution 8 approving the bond issue and calling an a freeholders' 9 election and, subject to said election, permitting the repayment of the bonds out of the annual levy of three (3) 10 11 mills per year. The bonds or revenue certificates shall not be 12 issued until after the same have been approved in a validation 13 suit.

(d) Said loans, notes, bonds, or revenue certificates shall not bear interest in excess of six percent (6%) per year and such lesser amounts that may be available in the open market. The interest rate <u>may</u> can be increased <u>as provided in</u> subsection under provision of such section (h).

19 (e) The board shall determine the form of the loans, 20 notes, bonds, and revenue certificates, including any interest coupons to be attached thereto, and the manner of executing 21 it, shall fix the denomination or denominations thereof and 22 the place or places of payment of principal and interest which 23 24 may be at any bank or trust company within or without the 25 state. In case an officer whose signature or a facsimile of 26 whose signature shall appear on any loan, note, bond, or 27 revenue certificate, or coupon shall cease to be such officer 28 before the delivery thereof, such signature or facsimile shall 29 nevertheless be valid and sufficient for all purposes the same as if the officer he had remained in office until such 30 31 delivery. All loan agreements, notes, bonds, and revenue

certificates issued hereunder shall have and are hereby 1 2 declared to have all the qualities and incidents of negotiable 3 instruments under the negotiable instruments law of the state. 4 (f) The board may sell bonds or revenue certificates 5 in such manner, either at public or private sale, and for such price as it may determine to be for the best interest of the 6 7 hospital board, but no such sale shall be made at a price so 8 low as to require the payment of interest on the money received therefor, of more than six percent (6%) per annum. 9 10 The interest rate may can be increased as provided in 11 subsection under provision of section (h).

12 The board of county commissioners during said (q) 13 period shall, in addition to the $\frac{1}{2}$ maximum of one and one half 14 (1 1/2) mills mill levy above authorized for the repayment of 15 the bonds and interest, levy annually the remainder of the 16 hospital tax in the amount up to one and one half $(1 \ 1/2)$ mills on the dollar for the purpose of maintaining and 17 operating the county hospitals, medical nursing homes, and 18 19 convalescent homes.

20 (h) In the event the maturity date of the debt is more than two (2) years after the date the debt is created, the 21 22 maximum interest rate that can be applied to said debt or debt 23 paper obligation shall not exceed six percent (6%) or one 24 percent (1%) less than the "prime interest rate," as 25 established by the Chase Manhattan Bank, National Association, 26 whichever is the higher, on the date the agreement to create 27 the debt is executed by the board and the lender. This shall 28 apply only to debts, created or incurred, subsequent to the effective date of this amendment. The term debt paper 29 obligation shall include notes, bonds, and revenue bonds and 30 31 certificates.

1 Section 17. The total amount outstanding indebtedness 2 of said hospital at any one time shall not exceed an amount 3 equal to six (6) times the annual hospital tax, assuming said 4 tax is based upon the yearly millage of three mills. 5 Section 18. Heretofore, the Legislature of the State б of Florida authorized said previously existing hospital board 7 to issue bonds in the amount not to exceed one hundred fifty 8 thousand (\$150,000.00) dollars of said bonds. Said Board, however, has issued only Seventy-Five Thousand (\$75,000.00) 9 Dollars of said Bonds. This act shall not preclude said 10 11 previously existing hospital board or its successors from 12 issuing said Seventy-Five Thousand (\$75,000.00) Dollars in 13 previously authorized and validated hospital bonds. 14 Section 19. If any part, section, paragraph, or 15 provision of this the act shall be held unconstitutional by a 16 court of competent jurisdiction, it shall nevertheless not effect the constitutionality or effectiveness of the remainder 17 of this act. 18 19 Section 2. This act shall take effect upon becoming a 20 law. 21 22 23 24 25 26 27 28 29 30 31

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