HB 1599

1

## A bill to be entitled

2 An act relating to the Highlands County Hospital District; codifying, pursuant to s. 189.429, F.S., special laws 3 relating to the Highlands County Hospital District; 4 5 codifying, reenacting, amending, and repealing chapters 61-2232, 72-553, 74-487, 78-519, 80-506, 81-384, 84-437, б 7 85-420, 88-456, and 96-443, Laws of Florida; fixing and 8 prescribing boundaries of the district; providing for its 9 governing and administration; providing and defining powers and purposes of the district and its board of 10 11 commissioners; authorizing the board to establish, 12 contract for, lease, operate, and maintain any hospital it 13 has established in the district; authorizing and providing 14 for issuance and sale of district bonds; authorizing the 15 board to borrow money and give notes therefor; authorizing and providing for levy and collection of taxes for payment 16 17 of bonds and notes and interest thereon; providing for 18 exercise of the power of eminent domain; authorizing establishment of hospital staff and a nursing school; 19 20 providing for liability insurance; providing construction; providing severability; providing for the issuance of 21 22 revenue bonds; authorizing the transfer of certain funds and limiting the uses thereof; providing an effective 23 date. 24 25 Be It Enacted by the Legislature of the State of Florida: 26 27 Pursuant to section 189.429, Florida Statutes, 28 Section 1.

29 this act constitutes the codification of all special acts

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

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30	HB 1599 relating to the Highlands County Hospital District. It is the
31	intent of the Legislature in enacting this law to provide a
32	single, comprehensive special act charter for the district,
33	including all current legislative authority granted to the
34	district by its several legislative enactments and any
35	additional authority granted by this act.
36	Section 2. <u>Chapters 61-2232, 72-553, 74-487, 78-519, 80-</u>
37	506, 81-384, 84-437, 85-420, 88-456, and 96-443, Laws of
38	Florida, are codified, reenacted, amended, and repealed as
39	provided in this act.
40	Section 3. The charter for the Highlands County Hospital
41	District is re-created and reenacted to read:
42	Section 1. A dependent special district is created,
43	incorporated, and codified to be known as the Highlands County
44	Hospital District in Highlands County, which district shall
45	embrace and include all of Highlands County. This act codifies
46	the prior enabling act, chapter 61-2232, Laws of Florida, as
47	amended.
48	Section 2. The governing body of the Highlands County
49	Hospital District shall consist of five commissioners, not more
50	than one of whom may be a member of the medical profession. All
51	commissioners, who shall serve without compensation, must be
52	qualified electors and freeholders residing in Highlands County
53	for more than 1 year prior to appointment, one of whom must
54	reside in county commissioner's district No. 1; one of whom must
55	reside in county commissioner's district No. 2; one of whom must
56	reside in county commissioner's district No. 3; one of whom must
57	reside in county commissioner's district No. 4; and one of whom
58	must reside in county commissioner's district No. 5. The body

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	HB 1599 2004
59	shall be known and designated as the Board of Commissioners of
60	the Highlands County Hospital District. All commissioners shall
61	be appointed by the Board of County Commissioners of Highlands
62	County for a term of 4 years. The Board of County Commissioners
63	of Highlands County may remove any member of the board of
64	commissioners for cause and shall fill any vacancy that occurs
65	therein for the remainder of the term in which the vacancy
66	occurred. The members of the board of commissioners shall
67	receive no salary, but each shall be paid the sum of \$120 a year
68	as expense money; however, a member is not entitled to expense
69	money unless he or she has attended 75 percent of the regular
70	meetings held by the board during any year. A regular meeting of
71	the board shall be held at least once each quarter. Each member
72	shall give bond to the Board of County Commissioners of
73	Highlands County for the faithful performance of his or her
74	duties in the sum of \$5,000 with a surety company qualified to
75	do business in this state as surety, which bond shall be
76	approved and kept by the Clerk of the Circuit Court of Highlands
77	County. If the secretary and treasurer is not a member of the
78	board, he or she shall give a like bond of \$5,000 for the
79	faithful performance of his or her duties. Premiums on bonds
80	shall be paid as part of the expenses of the district.
81	Section 3. The Board of Commissioners of the Highlands
82	County Hospital District has all the powers of a body corporate,
83	including the power to sue and be sued under the name of the
84	Highlands County Hospital District; to contract and be
85	contracted with; to adopt and use a common seal and to alter it
86	at pleasure; to acquire, purchase, hold, lease, mortgage, and
87	convey such real and personal property as the board deems proper
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88	HB 1599 or expedient to carry out the purposes of this act; to appoint
89	
	and employ a superintendent or matron or both, and such other
90	agents and employees as the board deems advisable; to fix
91	compensation of all employees and remove any appointees or
92	employees; to insure the improvements, fixtures, and equipment
93	against loss by fire, windstorm, or other coverage in such
94	amounts as are determined reasonable and proper; and to borrow
95	money and to issue evidence of indebtedness of the district
96	therefor to carry out the provisions of this act in the manner
97	provided in this act.
98	Section 4. There shall be a chair of the board of
99	commissioners. The board may elect one of its members to serve
100	as secretary and treasurer, or it may appoint some person not a
101	member of the board to serve in that capacity. In the absence of
102	the chair or his or her inability to act at any regular meeting,
103	warrants may be signed by any other member of the board selected
104	by the members present as chair pro tem. Three commissioners
105	constitute a quorum, and a vote of at least two commissioners is
106	necessary to the transaction of any business of the district.
107	The commissioners shall cause true and accurate minutes and
108	records to be kept of all business transacted by them and shall
109	keep full, true, and complete books of account and minutes,
110	which minutes, records, and books of account shall at all
111	reasonable times be open and subject to inspection by
112	inhabitants of the district. Any person desiring to do so may
113	make or procure a copy of the minutes, records, or books of
114	account, or such portions thereof as he or she may desire.
115	Section 5. The board of commissioners is authorized to
116	establish, construct, lease, operate, and maintain any hospital
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HB 1599 2004 117 as in its opinion is necessary for the use of the people of the 118 district. The hospital shall be established, constructed, 119 leased, operated, and maintained by the board of commissioners 120 for the preservation of the public health, for the public good, 121 and for the use of the public of the district, and maintenance 122 of any hospital within the district is found and declared to be 123 a public purpose and necessary for the preservation of the public health, the public use, and the welfare of the district 124 125 and its inhabitants. The location of any hospital shall be 126 determined by the board. The board may accept any and all gifts, 127 loans, or advancements for the purchase of property, real or 128 personal, for the construction of, equipping of, and maintenance 129 of any hospital established by the board. 130 Section 6. The board of commissioners may at any time in 131 its discretion establish and maintain in connection with such 132 hospital and as part thereof a training school for nurses, and 133 upon completion of a prescribed course of training, it shall 134 give to nurses who have satisfactorily completed the course a 135 diploma. The board of commissioners may adopt all rules 136 necessary for the operation of a nurse's training school and 137 make all necessary expenditures in connection therewith. 138 Section 7. The board has the power of eminent domain, and 139 it may thereby condemn and acquire any real or personal property 140 within the territorial limits of the district which the board 141 deems necessary for the use of the district. Such power of condemnation shall be exercised in the same manner as is now 142 143 provided by general law for the exercise of the power of eminent 144 domain by cities and towns of this state.

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145	Section 8. The board of commissioners may, in order to
146	provide for and carry out the work of this act, borrow money
147	from time to time for periods of time not exceeding 20 years at
148	any one time, and issue any notes of the district therefor upon
149	such terms and upon such rates of interest not exceeding 8
150	percent per year as the board deems advisable and secure the
151	payment of same by mortgage upon any property, real or personal,
152	owned by the district. The board additionally may pledge as
153	security for money borrowed by it, any moneys accruing to it or
154	to accrue to it from any source, including revenues derived from
155	the operation of the hospital and from any other funds legally
156	available to the district; however, the aggregate amount of
157	principal of moneys so borrowed upon the notes and mortgages of
158	the district, shall not, at any one time, exceed the sum of
159	<u>\$750,000.</u>
160	Section 9. The Board of Commissioners of the Highlands
161	County Hospital District may issue bonds of the district of such
162	form, denomination, and bearing such rate of interest not to
163	exceed 6 percent per year, and becoming due not less than 5 nor
164	more than 30 years from the date of issuance, in an amount not
165	to exceed \$1 million of the total bonded indebtedness of the
166	district, for the purpose of raising funds to establish,
167	construct, operate, and maintain any hospital as in the board's

168 opinion is necessary in the district. The board of commissioners

169 <u>may refund any and all previous issues of bonds for any and all</u> 170 lawful hospital purposes. All the proceeds derived from the sale

of bonds or refunding bonds, exclusive of expenses, shall be

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deposited in a depository selected by the board.

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1 [ ]	HB 1599 2004
173	Section 10. Before the issuance of bonds, the board of
174	commissioners shall, by resolution, determine the amount that in
175	its opinion will be necessary to be raised annually by taxation
176	for an interest and sinking fund with which to pay the interest
177	and principal of the bonds; and the board shall provide for the
178	levy and collection annually of a sufficient tax upon all the
179	taxable property in the district, not exempt by law, to pay such
180	interest and with which to provide and maintain a sinking fund
181	for the payment of the principal of bonds.
182	Section 11. All bonds issued by the Board of Commissioners
183	of the Highlands County Hospital District, except refunding
184	bonds, revenue bonds, or certificates and anticipation time
185	warrants, shall be issued only after they have been approved by
186	the majority of the votes cast in an election in which a
187	majority of the freeholders who are qualified registered
188	electors in the district shall participate, which election shall
189	be called and held by the board of commissioners, subject to
190	reasonable rules adopted by the board. If it is determined to
191	hold an election to decide whether a majority of the freeholders
192	who are qualified electors are in favor of the issuance of
193	bonds, the board of commissioners shall by resolution order an
194	election to be held in the district, and shall give 30 days'
195	notice of the election by publication in a newspaper of general
196	circulation within the district once a week for 4 consecutive
197	weeks during such period.
198	Section 12. Only registered electors of the district who
199	are freeholders owning real property within the territorial
200	limits of the district shall be permitted to vote at a bond
201	election, and they may be required to submit proof by affidavit
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202	before the election official that they are freeholders owning
203	property in the district and qualified as electors. For the
204	purpose of determining the total number of qualified electors
205	residing in the district who are freeholders and entitled to
206	participate in such election, the board of commissioners shall
207	prepare a list or file of the names of all qualified electors
208	appearing upon the registration books of Highlands County who
209	are determined to be freeholders residing in the district and
210	qualified to vote in the election. Such lists or files shall be
211	furnished to the inspectors or clerks of the election at each
212	voting place, and such lists or files shall be prima facie
213	evidence of the total number of qualified electors who are
214	freeholders in the district and qualified to participate in the
215	election. A person whose name does not appear upon such list or
216	file may not be permitted to vote in such election; except that
217	a qualified elector of a district whose name does not appear
218	upon such file or list shall be permitted to vote upon taking a
219	freeholder's oath before the clerk of the election and
220	furnishing proof of his or her qualification as a freeholder.
221	Section 13. As far as practicable and where not
222	inconsistent with the provisions of this act, the procedure
223	outlined in chapter 100, Florida Statutes, providing the
224	procedure for bond elections, shall govern.
225	Section 14. All bonds issued under this act shall be in
226	the denomination of \$100 or some multiple thereof and shall bear
227	interest not exceeding 6 percent per year, payable annually or
228	semiannually, and both principal and interest shall be payable
229	at such place as the governing authority determines. The form of
230	such bonds shall be fixed by resolution of the board of
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001	HB 1599 2004
231	commissioners and bonds shall be signed by the chair of the
232	board and countersigned by the secretary of the board under the
233	seal of the district. The coupons, if any, shall be executed by
234	the facsimile signatures of the officers. The delivery at any
235	subsequent date of any bond and coupon so executed shall be
236	valid, although before the date of delivery the persons signing
237	bonds or coupons cease to hold office.
238	Section 15. Bonds issued under this act may be either
239	registered or coupon bonds. Coupon bonds may be registered as to
240	principal in the holder's name on the books of the hospital
241	district, the registration being noted upon the bonds, after
242	which no transfer shall be valid unless made on such hospital
243	district's books by the registered holder and similarly noted on
244	the bonds. Bonds registered as to principal may be discharged
245	from registration by being transferred to the bearer, after
246	which they shall be transferable by delivery, but may be again
247	registered as to principal as before. The registration of the
248	bonds as to principal shall not restrain the negotiability of
249	the coupons by delivery merely.
250	Section 16. Before any bonds of the Highlands County
251	Hospital District are issued under this act, the board of
252	commissioners shall investigate and determine the legality of
253	the proceedings. The resolution authorizing the bonds may direct
254	that they contain the following recital:
255	
256	"It is certified that this bond is authorized by and is issued
257	in conformity with the requirements of the Constitution and
258	Statutes of the State of Florida."
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260	HB 1599 2004 Such recital shall be an authorized declaration by the governing
261	authority of the district and shall import that there is
262	constitutional and statutory authority for incurring the debts
263	and issuing the bonds; that all the proceedings therefor are
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265	regular; that all acts, conditions, and things required to
	exist, happen, and be performed precedent to and in the issuance
266	of the bond have existed, happened, and been performed in due
267	time, form, and manner, as required by law; and that the amount
268	of the bond, together with all other indebtedness, does not
269	exceed any limit prescribed by the constitution and statutes of
270	this state. If any bond is issued containing the recital, it
271	shall be conclusively presumed that the recital, construed
272	according to the import declared in this section, is true, and
273	the district shall not be permitted to question the validity or
274	legality of the obligation in any court in any action or
275	proceeding.
276	Section 17. In issuing bonds under this act, it is lawful
277	for the board of commissioners to include more than one
278	improvement or hospital purpose in any bond issue.
279	Section 18. All bonds issued under this act shall be
280	advertised for sale on sealed bids, which advertisement shall be
281	published once a week for 3 weeks, the first publication to be
282	made at least 21 days preceding the date fixed for the reception
283	of bids in a newspaper published in the hospital district.
284	Notice of sale shall also be published once a week for 3 weeks
285	preceding the date fixed for the reception of bids, either in a
286	financial paper published in the City of New York, the City of
287	Chicago, or the City of Baltimore, or in a newspaper of general
288	circulation published in a city in Florida having a population
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289	HB 1599 2004 of not fewer than 20,000 inhabitants according to the latest
290	official decennial census. The board of commissioners may reject
291	any and all bids. If the bonds are not sold pursuant to such
292	advertisements, they may be sold by the board of commissioners
293	at private sale within 60 days after the date advertised for the
294	reception of sealed bids, but no private sale shall be made at a
295	price less than the highest bid that has been received. If not
296	so sold, bonds shall be readvertised in the manner prescribed in
297	this act. No bonds issued under this act shall be sold for less
298	than 95 percent of the par value and accrued interest.
299	Section 19. A resolution or proceeding in respect to the
300	issuance of bonds is not necessary, except as required by this
301	act. Publication of any resolution or proceeding relating to the
302	issuance of bonds is not required, except as required by this
303	act. Any publication prescribed in this act may be made in any
304	newspaper conforming to the terms of this act without regard to
305	the designation thereof as the official organ of the district.
306	Bonds issued under this act shall have all the qualities of
307	negotiable paper under the law merchant, shall not be invalid
308	for any irregularly or defect in the proceeding for the issue
309	and sale thereof, and shall be incontestable in the hands of
310	bona fide purchasers or holders thereof for value.
311	Section 20. The Board of Commissioners of the Highlands
312	County Hospital District may provide by resolution for the
313	issuance of refunding bonds to refund principal and interest of
314	an existing bond indebtedness, for the payment of which the
315	credit of the hospital district is pledged, and such bonds may
316	be issued at or prior to maturity of the bonds to be refunded.
317	Such resolution may be adopted at a regular or special meeting,
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318	HB 1599 2004
	and at the same meeting at which it is introduced, by the
319	majority of the members of the commission then in office. It is
320	determined and declared as a matter of legislative intent that
321	an election to authorize the issuance of refunding bonds is not
322	necessary, except in cases in which an election may be required
323	by the State Constitution. In all cases in which it is not
324	necessary under the State Constitution to hold an election on
325	the issuance of such refunding bonds, such resolution shall take
326	effect immediately upon the adoption thereof. No other
327	proceedings shall be required for the issuance of bonds by the
328	district.
329	Section 21. The resolution of the Board of Commissioners
330	of the Highlands County Hospital District authorizing the
331	issuance of the refunding bonds may provide that the refunding
332	bonds may be issued in one or more series, bear the date, mature
333	at the time not exceeding 30 years from their respective dates,
334	bear interest at the rate not exceeding the maximum rate of
335	interest borne by the notes, bonds, or other obligations
336	refinanced thereby, be in the denomination, be in the form
337	either coupon or registered, carry the registration and
338	conversion privileges, be executed in the manner, be payable in
339	
340	the medium of payment at the place, be subject to the terms of
510	the medium of payment at the place, be subject to the terms of redemption with or without a premium, be declared or become due
341	
	redemption with or without a premium, be declared or become due
341	redemption with or without a premium, be declared or become due before the maturity date thereof, provide for the replacement of
341 342	redemption with or without a premium, be declared or become due before the maturity date thereof, provide for the replacement of mutilated, destroyed, stolen, or lost bonds, and be authenticated in the manner and upon compliance with the
341 342 343	redemption with or without a premium, be declared or become due before the maturity date thereof, provide for the replacement of mutilated, destroyed, stolen, or lost bonds, and be authenticated in the manner and upon compliance with the conditions and contain such other terms and covenants as is
341 342 343 344	redemption with or without a premium, be declared or become due before the maturity date thereof, provide for the replacement of mutilated, destroyed, stolen, or lost bonds, and be authenticated in the manner and upon compliance with the

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347	HB 1599 2004 all refunding bonds are at all times negotiable instruments for
348	all purposes.
349	Section 22. Refunding bonds bearing the signature of
350	officers of the district in office on the date of the signing
351	thereof shall be valid and binding obligations of the district
352	for all purposes, notwithstanding that before the delivery
353	thereof any or all of the persons whose signatures appear
354	thereon have ceased to be officers of the district. Any
355	resolution authorizing refunding bonds may provide that any
356	refunding bonds issued under this act may contain a recital and
357	any refunding bond issued under authority of any resolution
358	shall be conclusively deemed to be valid and to have been issued
359	in conformity with the provisions of this act. The authority of
360	a district to issue obligations under this act may be determined
361	and obligations to be issued under this act may be validated as
362	provided by law.
363	Section 23. Refunding bonds may be sold or exchanged as
364	<u>follows:</u>
365	(1) In installments at different times, or an entire issue
366	or series may be sold or exchanged at one time. Any issue or
367	series of refunding bonds may be exchanged in part or sold in
368	parts in installments at different times or at one time. The
369	refunding bonds may be sold or exchanged at any time on, before,
370	or after the maturity of any of the outstanding notes, bonds,
371	certificates, or other obligations to be refinanced thereby.
372	(2) If the board of commissioners determines to exchange
373	any refunding bonds, the refunding bonds may be exchanged
374	privately for and in payment and discharge of any of the
375	outstanding notes, bonds, or other obligations of the district.
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376	HB 1599 2004 The refunding bonds may be exchanged for a like or greater
377	principal amount of notes, bonds, or other obligations of the
378	district, except that the principal amount of the outstanding
379	notes, bonds, or other obligations to the extent necessary or
380	advisable, in the discretion of the governing body, to fund
381	interest in arrears or about to become due. The holder of
382	outstanding notes, bonds, or other obligations need not pay
383	accrued interest on the refunding bonds to be delivered in
384	exchange therefor if and to the extent that interest is due or
385	accrued and unpaid on the outstanding notes, bonds, or other
386	obligations to be surrendered.
387	(3) If the board of commissioners determines to sell any
388	refunding bonds, the refunding bonds shall be sold at not less
389	than 95 percent of par at public or private sales, in such
390	manner and upon the terms the board of commissioners deems best
391	for the interest of the district.
392	Section 24. All bonds or refunding bonds issued under this
393	act are legal investments for state, county, municipal, and all
394	other public funds and for banks, savings banks, insurance
395	companies, executors, administrators, trustees, and all other
396	fiduciaries and shall also be and constitute securities eligible
397	as collateral security for all state, county, municipal, or
398	other public funds.
399	Section 25. The funds of the district shall be paid out
400	only upon warrants, signed by the chair or chair pro tem of the
401	board, and having thereto affixed the corporate seal of the
402	district, which may be an impression thereon or a facsimile
403	thereof. The warrant may not be drawn or issued against funds of
404	the district except for a purpose authorized by this act, and no
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405	such warrant against funds of the district shall be drawn or
406	issued until after the account or expenditure for which the same
407	is to be given in payment has been ordered and approved by the
408	board of commissioners at a meeting in which a quorum is
409	present. The chair of the board may sign checks and warrants of
410	the district by the facsimile signature of the chair and use and
411	employ facsimile signature machines for that purpose, provided
412	that the checks and warrants are countersigned by the treasurer
413	for the district.
414	Section 26. The board may pay from the funds of the
415	district all expenses of the organization of the board and all
416	expenses necessarily incurred with the formation of the district
417	and all other reasonable and necessary expenses, including the
418	fees and expenses of an attorney in the transaction of the
419	business of the district and in carrying out and accomplishing
420	the purposes of this act. This section, however, may not be
421	construed to limit or destroy any of the powers vested in the
422	board of commissioners by any other section or provision of this
423	act.
424	Section 27. Subject to such provisions and restrictions as
425	are set forth in the resolution authorizing or securing any
426	bonds issued under this act, the board may enter into contracts
427	with the government of the United States or any agency or
428	instrumentality thereof, or with the state or any county,
429	municipality, district, authority, or political subdivision,
430	private corporation, partnership, association, or individual
431	providing for or relating to the construction or acquisition of
432	additions, extensions, and improvements to the hospital and any
433	other matters relevant thereto or otherwise necessary to effect
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434	the purposes of this act, may receive and accept from any
435	federal agency, state agency, or other public body grants or
436	loans for or in aid of such purposes and receive and accept aid
437	or contributions or loans from any other source of money,
438	property, labor, or other things of value, to be held, used, and
439	applied only for the purpose for which such grants,
440	contributions, or loans may be made.
441	Section 28. At least once each year the board of
442	commissioners shall publish once in some newspaper published in
443	the district a complete detailed annual statement of all moneys
444	received and disbursed by them since the creation of the
445	district as to the first published statement and since the last
446	published statement as to any other year. The statements shall
447	also show the several sources from which the funds were received
448	and shall show the balance on hand at the time of the published
449	statement. It shall show a complete statement of the financial
450	condition of the district.
451	Section 29. Each hospital or clinic established under this
452	act shall be for the use and benefit of the residents of the
453	district. Residents shall be admitted to such hospital or clinic
454	and be entitled to hospitalization and treatment, subject,
455	however, to the rules adopted by the board of commissioners
456	effective as of the date of admission of a patient to the
457	hospital or clinic. The hospital or clinic may care for and
458	treat without charge patients who are found by the board of
459	commissioners to be indigent and who have for 1 year next
460	preceding the application for admission been residents of the
461	district. The board of commissioners may accept money from any
462	welfare funds provided for Highlands County or moneys available

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	HB 1599 2004
463	to the indigent patients from a federal, state, or county agency
464	or moneys available to Highlands County from such governmental
465	agencies for welfare and hospital purposes, for the payment of
466	costs of treatment and care of indigent residents of the
467	district. The board may collect from patients financially able
468	such charges as the board of commissioners from time to time
469	establishes. The board of commissioners may exclude from
470	treatment and care any person having a communicable or
471	contagious disease when such disease may be a detriment to the
472	best interests of the hospital or clinic or a source of
473	contagion or infection to the patient in its care, unless the
474	hospital has a separate building or ward for the special
475	treatment of such patients and can properly and with safety to
476	the other patients retain the communicable or contagious case in
477	such separate ward or building. The board of commissioners may
478	extend the privileges and use of the hospital or clinic to
479	nonresidents of the district who pay the rates established by
480	the board and upon such terms and conditions as the board may
481	from time to time by its rules provide. However, residents of
482	the district wherein the hospital or clinic is located have
483	first claim to admission. The board may furnish and extend the
484	benefits of the hospital and clinic services and treatment to
485	the homes of indigent residents of the district. Each municipal
486	corporation situated within the district and the law enforcing
487	agencies of Highlands County are liable to the board for the
488	occupancy, care, medicine, and treatment of prisoners in the
489	custody of the municipal corporation or county officers who are
490	admitted to any hospital operated by the board.

491	HB 1599 2004 <u>Section 30. Realizing that factors other than professional</u>
492	must enter into the qualification of those who practice medicine
493	and surgery, the Board of Commissioners of the Highlands County
494	Hospital District may adopt rules and bylaws for the operation
495	of the hospital and the hospital staff. The board of
496	commissioners may give, grant, or revoke licenses and privileges
497	of staff members so that the welfare and health of patients and
498	the best interests of the hospital are at all times best served.
499	The board of commissioners is further authorized to adopt rules
500	for the control of all professional and nonprofessional
501	employees of the hospital, which terms shall include nurses on
502	general duty or on private duty attending patients and all
503	persons in the hospital either as employees or who in any manner
504	attend patients. Any patient may employ, at his or her expense,
505	his or her own physician, and the physician when employed by the
506	patient shall have exclusive charge of the care and treatment of
507	the patient, and the nurses therein, as to the patient, shall be
508	subject to the direction of the physician, subject always to
509	such general rules as are adopted by the Board of Commissioners
510	of the Highlands County Hospital District.
511	Section 31. The board of commissioners may secure and keep
512	in force in amounts it may determine, in companies duly
513	authorized to do business in Florida, liability insurance
514	covering vehicles, premises, and malpractice. However, the board
515	of commissioners may purchase such insurance from companies not
516	duly authorized to do business in Florida if equivalent
517	insurance coverage is not available from companies duly
518	authorized to do business in Florida. In consideration of the
519	premium at which each policy is written, it shall be a part of
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520	HB 1599 2004 the policy contract between the board of commissioners and the
521	named insured that the company is not entitled to the benefit of
522	the defense of governmental immunity for the insured by reason
523	of exercising of governmental function on any suit brought
524	against the insured. Immunity of the board of commissioners
525	against liability damages is waived to the extent of liability
526	insurance carried by the board. However, an attempt may not be
527	made at the trial of any action against the board to suggest the
528	existence of any insurance that covers in whole or in part any
529	judgment or award that is rendered in favor of the plaintiff. If
530	a verdict rendered by the jury exceeds the limit of the
531	applicable insurance, the court shall reduce the amount of the
532	judgment or award to a sum equal to the applicable limit set
533	forth in the policy.
534	Section 32. The provisions of this act shall be liberally
535	construed for accomplishing the work authorized and provided for
536	or intended to be provided for by this act, and when strict
537	construction would result in the defeat of the accomplishment of
538	any part of the work authorized by this act and a liberal
539	construction would permit or assist in the accomplishment
540	thereof, the liberal construction shall be chosen.
541	Section 33. If any provision of this act or its
542	application to any person or circumstance is held invalid, the
543	invalidity does not affect other provisions or applications of
544	the act which can be given effect without the invalid provision
545	or application, and to this end the provisions of this act are
546	declared severable.

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547	Section 34. (1) Notwithstanding the foregoing provisions
548	of this act and without regard to any limitations and conditions
549	contained in any other section of this act:
550	(a) The board of commissioners may acquire, construct,
551	reconstruct, extend, make additions to, enlarge, improve,
552	repair, remodel, restore, equip, and furnish hospital and other
553	health care facilities now or hereafter located in the district
554	and which are or may be owned by or under the supervision,
555	operation, and control of the district. For the purposes of this
556	section "health care facilities" means any real property or
557	interest therein, building, structure, facility, machinery,
558	equipment, furnishings, or other property suitable for use by
559	the district in connection with its operations or proposed
560	operations, including, without limitation, real property
561	therefor; a clinic, computer facility, dining hall, firefighting
562	facility, fire prevention facility, food service and preparation
563	facility, health care facility, long-term care facility,
564	hospital, interns' residence, laboratory, laundry, maintenance
565	facility, nurses' residence, nursing home, nursing school,
566	office, professional office building, parking structure and
567	area, pharmacy, recreational facility, research facility,
568	storage facility, utility, or X-ray facility, or any combination
569	of the foregoing; and other structures or facilities related
570	thereto or required or useful for health care purposes, the
571	conducting of research, or the operation of a hospital or other
572	health care facility, including facilities or structures
573	essential or convenient for the orderly conduct of such hospital
574	or other health care facility and other similar items necessary

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575	HB 1599 2004 or convenient for the operation of a particular facility or
576	structure in the manner for which its use is intended.
577	(b)1. The board of commissioners may from time to time
578	issue negotiable revenue bonds of the district for the purpose
579	of paying or refinancing all or any part of the cost of any
580	hospital or other health care facility. In anticipation of the
581	sale of such revenue bonds, the district may issue negotiable
582	bond anticipation notes and may renew them from time to time,
583	but the maximum maturity of any such note, including renewals
584	thereof, may not exceed 5 years from the date of issue of the
585	original note. Such notes shall be paid from any revenues or
586	other funds of the district legally available therefor and not
587	otherwise pledged or from the proceeds of sale of the revenue
588	bonds of the district in anticipation of which they were issued.
589	The notes shall be issued in the same manner as the revenue
590	bonds. Such notes and the resolution or resolutions authorizing
591	them may contain any provision, condition, or limitation that a
592	bond resolution of the board of commissioners may contain.
593	2. The revenue bonds and notes of every issue shall be
594	payable solely out of revenues derived by the district from
595	hospital and other health care facilities within the district
596	and owned by or under the supervision, operation, and control of
597	the district, together with any other funds of the district
598	legally available for the purpose. Notwithstanding that revenue
599	bonds and notes may be payable from a special fund, they are,
600	and shall be deemed to be, for all purposes, negotiable
601	instruments, subject only to any provisions of the revenue bonds
602	and notes for registration.

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603	3. The revenue bonds may be issued as serial bonds, as
604	term bonds, or otherwise, or the board of commissioners, in its
605	discretion, may issue bonds of all types. The revenue bonds
606	shall be authorized by resolution or resolutions of the board of
607	commissioners and shall bear such date or dates; mature at such
608	time or times, not exceeding 50 years from their respective
609	dates; bear interest at such rate or rates, including variable
610	rates, but not exceeding the maximum rate permitted by law at
611	the time of issuance; be payable at such time or times; be in
612	such denominations; be in such form, either coupon or
613	registered, or both; carry such registration privileges and
614	conversion or exchange privileges; be executed in such manner;
615	be payable in lawful money of the United States at such place or
616	places; and be subject to such terms of redemption, including
617	redemption prior to maturity, as such resolution or resolutions
618	provide. The board of commissioners shall determine the form and
619	manner of execution of the bonds, including any interest coupons
620	to be attached thereto, and shall fix the denomination or
621	denominations of the bonds and the place or places of payment of
622	principal and interest, which may be at any bank or trust
623	company within or without the state. In case any officer whose
624	signature, or a facsimile of whose signature, appears on any
625	bonds or coupons ceases to be such officer before the delivery
626	of such bonds, such signature or facsimile is nevertheless valid
627	and sufficient for all purposes the same as if he or she had
628	remained in office until such delivery. The board of
629	commissioners may also provide for the authentication of the
630	bonds by a trustee or fiscal agent. The revenue bonds or notes
631	may be sold in such manner, either at public or private sale,
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632	HB 1599 2004 and for such price or prices as the board of commissioners
633	determines. Pending preparation of the definitive bonds, the
634	board of commissioners may issue interim receipts or
635	certificates, which shall be exchanged for such definitive
636	bonds.
637	4. In the discretion of the board of commissioners, each
638	or any issue of revenue bonds may be secured by a trust
639	agreement by and between the district and a corporate trustee,
640	which may be any trust company or bank having the powers of a
641	trust company within or outside of the state. Such trust
642	agreement or resolution providing for the issuance of such bonds
643	may pledge or assign all or any part of the revenues and other
644	funds of the district legally available for the payment of such
645	revenue bonds. The resolution providing for the issuance of such
646	bonds or such trust agreement may contain such provisions for
647	protecting and enforcing the rights and remedies of the
648	bondholders as are reasonable and proper and not in violation of
649	law, including covenants setting forth the duties of the
650	district in relation to the acquisition, construction,
651	improvement, maintenance, operation, repair, equipping, and
652	insurance of the facilities, the fees and other charges to be
653	fixed and collected for the use of any facility or part thereof,
654	the sale of any facility or part thereof or other property, the
655	terms and conditions for the issuance of additional bonds, and
656	the custody, safeguarding, and application of all moneys. It is
657	lawful or any bank or trust company incorporated under the laws
658	of the state which may act as such depository to furnish such
659	indemnifying bonds or to pledge such securities as are required
660	by the board of commissioners. Such resolution or such trust
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661	agreement may set forth the rights and remedies of the
662	bondholders and the trustee and may restrict the individual
663	right of action by the bondholders. In addition to the
664	foregoing, such resolution or such trust agreement may contain
665	such other provisions as the board of commissioners deems
666	reasonable and proper for the security of the bondholders. All
667	expenses incurred in carrying out such trust agreement or
668	resolution may be treated as a part of the cost of the facility
669	in connection with which such bonds are issued or as part of the
670	expense of operation or such facility, as the case may be. The
671	resolution or trust agreement providing for the issuance of the
672	revenue bonds may also contain such limitations upon the
673	issuance of additional revenue bonds as the board of
674	commissioners deems proper, and such additional bonds shall be
675	issued under such restrictions or limitations prescribed by such
676	resolution or trust agreement.
677	(c) Revenue bonds issued under this section shall not be
678	deemed to constitute a debt, liability, or obligation of the
679	district, Highlands County, or the state or any political
680	subdivision thereof or a pledge of the faith and credit or the
681	taxing power of the district, Highlands County, or the state or
682	any political subdivision thereof, but they shall be payable
683	solely from the revenues and funds provided therefor. All such
684	revenue bonds shall contain on the face thereof a statement to
685	the effect that the district is not obligated to pay the same or
686	the interest thereon except from the revenues and other funds of
687	the district provided for such payment, and that neither the
688	faith and credit nor the taxing power of the district, Highlands
689	County, or the state or any political subdivision thereof is

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690	HB 1599 2004 pledged to the payment of the principal or the interest on such
691	bonds. The issuance of revenue bonds under this section shall
692	not directly, indirectly, or contingently obligate the district,
693	Highlands County, or the state or any political subdivision
694	thereof to levy or to pledge any form of taxation whatever
695	therefore or to make any appropriation for their payment.
696	(d) All bonds issued under this section have, and are
697	declared to have, all the qualities and incidents, including
698	negotiability, of investment securities under the Uniform
699	Commercial Code, but no provision of such code respecting the
700	filing of a financing statement to perfect a security interest
701	shall be deemed necessary for or applicable to any security
702	interest created in connection with the issuance of any such
703	bonds.
704	(e) The exercise of the powers granted by this section
705	will be in all respects for the benefit of the people of this
706	state, for the increase of their commerce, welfare, and
707	prosperity, and for the improvement of their health and living
708	conditions, and because the operation and maintenance of
709	hospital and other health care facilities by the district will
710	constitute the performance of an essential public and
711	governmental purpose, any bonds issued under the provisions of
712	this section, together with interest thereon, their transfer,
713	and the income therefrom, including any profit made on the sale
714	thereof, shall at all times be free from taxation of every kind
715	by the state, Highlands County, and municipalities and other
716	political subdivisions in the state, except those taxes imposed
717	by chapter 220, Florida Statutes, on interest, income, or
718	profits on debt obligations owned by corporations.
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HB 1599 2004 719 The board of commissioners may provide for the (f) 720 issuance of revenue bonds of the district for the purpose of 721 refunding any of its revenue bonds then outstanding, including 722 the payment of any redemption premium thereon and any interest 723 accrued or to accrue to the earliest or subsequent date of 724 redemption, purchase, or maturity of such revenue bonds. The 725 proceeds of any such revenue bonds issued for the purpose of 726 refunding outstanding revenue bonds may, in the discretion of 727 the board of commissioners, be applied to the purchase or 728 retirement at maturity or redemption of such outstanding revenue 729 bonds either on their earliest or any subsequent redemption date, or upon the purchase or at the maturity thereof; may, 730 731 pending such application, be placed in escrow to be applied to 732 such purchase or retirement at maturity or redemption on such 733 date as may be determined by the board of commissioners; and, 734 pending such application to purchase, retirement, or redemption, may be invested and reinvested in securities selected by or in 735 736 such manner as the board of commissioners provides. 737 (q) Bonds issued by the board of commissioners under this 738 section are made securities in which all public officers and 739 public bodies of the state and its political subdivisions and 740 all banks, trust companies, bankers, banking associations, 741 savings banks and institutions, building and loan associations, 742 savings and loan associations, investment companies, and other 743 persons carrying on a banking or investment business; all 744 insurance companies, insurance associations, and other persons 745 carrying on an insurance business; and all executors, 746 administrators, curators, trustees, and other fiduciaries may 747 properly and legally invest funds, including capital in their

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740	HB 1599 2004
748	control or belonging to them. Such bonds are made securities
749	that may properly and legally be deposited with and received by
750	any state or municipal officer or any agency or political
751	subdivision of the state for any purpose for which the deposit
752	or bonds or obligations of the state is now or may hereafter be
753	authorized by law.
754	(h) An election in the district is not required as a
755	condition precedent to the exercise by the board of
756	commissioners of any of the powers conferred by this section
757	unless such election is required by the State Constitution.
758	(i) Revenue bonds may be issued under this section without
759	obtaining, except as otherwise expressly provided in this
760	section, the consent of any department, division, commission,
761	board, body, bureau, or agency of the state or any political
762	subdivision thereof and without any other proceedings or the
763	happening of any conditions or things other than those
764	proceedings, conditions, or things that are specifically
765	required by this section and the provisions of the resolution or
766	resolutions authorizing the issuance of such bonds or the trust
767	agreement securing them.
768	(2) This section shall be deemed to provide an additional
769	and alternative method for the doing of the things authorized in
770	this section and shall be regarded as supplemental and
771	additional to powers conferred by other laws. This section,
772	being necessary for the health and welfare of the inhabitants of
773	Highlands County and the state, shall be liberally construed to
774	effect the purposes thereof.
775	Section 35. In order that citizens and residents of the
776	district may receive quality health care, the board of
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777	HB 1599 commissioners may enter into contract with corporations, either
778	for profit or not for profit, duly authorized to do business in
779	the state for the purpose of operating and managing such
780	hospital and any or all of its facilities of whatsoever kind and
781	nature and enter into leases with such corporations for the
782	operating of such facilities. The term of any such lease,
783	contract, or agreement and the conditions, covenants, and
784	agreements to be contained therein shall be determined by the
785	board of commissioners.
786	Section 36. The Board of Commissioners of the Highlands
787	County Hospital District may transfer by gift or loan to the
788	Highlands County Commission any surplus assets or funds from
789	whatever source derived; however, they must be used exclusively
790	for health services in Highlands County. Further, such assets or
791	funds constitute surplus funds as determined by the Board of
792	Commissioners of the Highlands County Hospital District.
793	Section 4. <u>Chapters 61-2232, 72-553, 74-487, 78-519, 80-</u>
794	506, 81-384, 84-437, 85-420, 88-456, and 96-443, Laws of
795	Florida, are repealed.
796	Section 5. This act shall take effect upon becoming a law.

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