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A bill to be entitled

2 An act relating to the DeSoto County Hospital District; amending chapter 2004-450, Laws of Florida; providing the 3 nature of the district; providing for sovereign immunity; 4 5 providing additional powers of the district; revising 6 provisions relating to the destruction of records; 7 providing for treatment of prisoners or county officers admitted to any hospital operated or leased by the 8 9 district; providing for personnel; providing contract requirements for lease of facilities to not-for-profit 10 corporations; providing for self-insurance plans; deleting 11 certain requirements for insurance policy contracts; 12 providing for liens for collection of charges; providing 13 applicability; providing an effective date. 14

16 Be It Enacted by the Legislature of the State of Florida:

18 Section 1. Present sections 17 and 18 of section 3 of 19 chapter 2004-450, Laws of Florida, are renumbered as sections 18 20 and 19, respectively, present sections 1, 3, 4, 14, 15, and 16 21 of that section are amended, and new sections 16 and 20 are 22 added to that section, to read:

Section 1. Creation; boundaries; nature of district.-(1) An independent special district is created and
incorporated to be known as the "DeSoto County Hospital
District," which district shall embrace and include all of
DeSoto County.

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(2) The district is an independent special district of the Page 1 of 10

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29	state and DeSoto County pursuant to this act and chapter 189,
30	Florida Statutes, and a public body both corporate and politic.
31	The district shall not be an agency for the purposes of the
32	Administrative Procedure Act, chapter 120, Florida Statutes. The
33	district shall enjoy all the protections of sovereign immunity
34	and section 768.28, Florida Statutes.

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Section 3. Powers.--

The District Board of DeSoto County Hospital District 36 (1)37 shall have all the powers of a body corporate, including the power to sue and be sued under the name of the DeSoto County 38 39 Hospital District; to contract and be contracted with; to adopt and use a common seal and to alter same at pleasure; to acquire, 40 41 purchase, hold, lease, mortgage, and convey such real and 42 personal property as the board may deem proper or expedient to 43 carry out the purposes of this act; to appoint and employ a 44 superintendent and such other agents and employees as the board may deem advisable and to fix a compensation of all employees 45 and to remove any appointees or employees; to insure the 46 47 improvements, fixtures, and equipment against loss by fire, windstorm, or other coverage in such amounts as may be 48 49 determined reasonable and proper; and to borrow money and issue 50 evidence of indebtedness of the district therefor to carry out 51 the provisions of this act in the manner hereinafter provided.

52 (2) The DeSoto County Hospital District is authorized and
53 empowered to finance by any commercially reasonable means,
54 including the issuance of industrial development or revenue
55 bonds, the construction of additional medical facilities, the

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56 purchase of medical-care-related equipment, and such other 57 classes of property in furtherance of the district's purposes.

58 The district serves a proper public purpose; performs (3) 59 an essential governmental function of the state and county; 60 shall have all power and authority necessary to carry out the purposes of this act, including, without limitation, all powers 61 62 authorized by law to hospital districts, facilities, and authorities; and shall have and operate under the powers of a 63 64 body corporate and politic, including such general and special 65 powers and duties as are provided herein and as may be otherwise 66 provided and amended from time to time by the Legislature.

Officers; meetings; records.--There shall be a 67 Section 4. chair of the district board elected annually. The district board 68 69 may elect one of its members to serve as secretary and treasurer 70 or it may appoint some person not a member of the district board 71 to serve in that capacity. In the absence of the chair or his or her inability to act at any regular meeting, warrants may be 72 signed by any other member of the district board selected by the 73 74 members present as chair pro tem. Three members shall constitute a quorum, and a vote of at least two members shall be necessary 75 76 to the transaction of any business of the district. A regular 77 meeting of the board shall be held annually. Additional meetings 78 may be called by a majority of the board upon advance notice as provided by section 189.417, Florida Statutes. The members shall 79 cause true and accurate minutes and records to be kept of all 80 81 business transacted by them and shall keep full, true, and complete books of account and minutes, which minutes, records, 82 and books of account shall at all reasonable times be open and 83 Page 3 of 10

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subject to inspection; and any person desiring to do so may make 84 85 or procure copies of the minutes, records, or books of account, 86 or such portions thereof as he or she may desire; however, such 87 records shall not include personnel and medical records of a 88 private and confidential nature. The district board shall be empowered to destroy any of its records, together with any of 89 90 the records of the hospitals owned and operated by the district board, if the records are photographed, or microfilmed, or 91 otherwise maintained in a reproducible format prior to their 92 destruction. 93

94 Section 14. Admission to facilities.--The hospital or related medical facilities established under this act shall be 95 for the use and benefit of the residents of this district, 96 97 subject to the rules, regulations, and charges prescribed by the district board which are in effect as of the date of admission 98 99 of a patient or patients to such a hospital or related medical facility. Medical care and treatment for the indigent in the 100 district shall be and remain the primary responsibility of 101 102 DeSoto County, any authorization herein contained for treatment of indigents to the contrary notwithstanding, the district board 103 104 of this district being granted the authority to refuse such 105 admission of indigents when found by such district board not to be financially practicable with due regard to the general 106 financial condition of the district. The district board is 107 empowered to enter into and fulfill agreements with the Board of 108 County Commissioners of DeSoto County for the admission and 109 treatment of indigents upon such terms, costs, and charges as 110 may be mutually agreed upon. The district board shall be 111 Page 4 of 10

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112 authorized to accept moneys from any welfare funds provided for 113 DeSoto County or moneys available to the indigent patients from 114 a federal, state, or county agency or moneys available to DeSoto 115 County from said governmental agencies for welfare and hospital 116 purposes, for the payment of costs of treatment and care of 117 indigent residents of the district as shall be admitted. The 118 district board may collect from patients financially able such charges as the district board may from time to time establish. 119 120 The district board may extend the privileges and use of the hospital or clinic to nonresidents of the district who shall pay 121 122 the rates established by the district board upon such terms and conditions as the district board may provide. However, residents 123 of the district wherein the hospital or clinic is located shall 124 have first claim to admission. The district board shall further 125 126 have the power to furnish and extend the benefits of the 127 hospital and clinic services and treatment to the homes of indigent residents of the district. Each municipal corporation 128 129 situated within the district and the law enforcement agencies of 130 DeSoto County shall be liable to the district board for the occupancy, care, medicine, and treatment of prisoners in the 131 132 custody of the municipal corporation or for county officers who are admitted to any hospital operated or leased by the district 133 134 board.

Section 15. Regulation of physicians, staff members, and practitioners.--Realizing that factors other than <u>academic</u> <u>records</u> professional must enter into the qualifications of those who practice medicine and surgery, the district board is authorized to set up rules, regulations, and bylaws for the Page 5 of 10

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140 operation of the hospital and hospital staff. The district board 141 is authorized to grant or revoke licenses and privileges of staff members for practice in and about any hospital or other 142 143 medical care facility maintained under this act, so that the 144 welfare and health of patients and the best interests of the 145 facility may at all times be best served. Privileges of staff 146 membership and appointments thereto may be authorized or granted 147 by the district board. The district board is further authorized 148 to set up rules and regulations for the control of all professional and nonprofessional employees of any hospital or 149 other medical care facility, which terms shall include nurses on 150 151 general duty or on private duty attending patients, and all parties in the facility as employees in any manner in attendance 152 153 of patients. The district is further authorized to recruit, retain, discharge, and compensate personnel, including 154 155 physicians, to provide health-related services at facilities 156 operated or leased by the district. The district is also authorized to employ or enter into independent contractor 157 158 arrangements, at the discretion of the board, with professionals 159 and others and fix their compensation. 160 Section 16. Lease of facilities to not-for-profit 161 corporation.--162 The district board is permitted to acquire any health-(1) related properties, including the DeSoto Memorial Hospital, and 163 contract with a not-for-profit corporation formed by the 164 165 district or the board for the operation, management, and maintenance of the district's facilities of whatsoever kind and 166 167 nature through one or more agreements, with the term thereof and Page 6 of 10

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168	conditions and covenants contained therein made at the
169	discretion of the board, except that the contract must provide:
170	(a) That the corporation's articles of incorporation and
171	bylaws are subject to the approval of the board.
172	(b) That the corporation shall become qualified under
173	section 501(c)(3) of the Internal Revenue Code of 1986, as
174	amended, or any other subsection of section 501(c) as approved
175	by the board, prior to the effective date of the contract.
176	(c) For the prompt return of the operation of the district
177	facilities from the corporation to the district in the event of
178	termination of the agreement or dissolution of the corporation.
179	(d) That the district is not responsible for the debts or
180	other obligations of the corporation.
181	(2) An agreement with a not-for-profit corporation may
182	provide, but need not be limited to providing, that the members
183	of the board may be members of the board of directors of the
184	corporation.
185	Section <u>17.</u> 16. Insurance ; board liability The district
186	board may secure and keep in force in amounts it may determine,
187	in companies duly authorized to do business in Florida,
188	liability insurance covering vehicles, premises, and
189	malpractice. In combination with such insurance or in the
190	alternative, the district board may create a self-insurance plan
191	that provides the same or similar coverages. In consideration of
192	the premium at which each policy shall be written, it shall be a
193	part of the policy contract between the district board and the
194	insurer that the company shall not be entitled to the benefit of
195	the defense of governmental immunity for the insured by reason
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196	of exercising a governmental function on any suit brought
197	against the insured.
198	Section 20. Liens for collection of charges
199	(1) The district, as well as any not-for-profit
200	corporation contracting with the district for the operation,
201	management, and maintenance of the district's facilities, shall
202	be entitled to a lien for all charges incurred for hospital
203	care, treatment, and maintenance of ill or injured persons upon
204	any and all causes of action, suits, claims, counterclaims, and
205	demands accruing to such persons or the legal representatives of
206	such persons, and upon all judgments, settlements, and
207	settlement agreements rendered or entered into by virtue
208	thereof, on account of illness or injuries giving rise to such
209	causes of action, suits, claims, counterclaims, demands,
210	judgments, settlements, or settlement agreements and that
211	necessitate or shall have necessitated such hospital care,
212	treatment, and maintenance.
213	(2) In order to perfect such a lien, the executive office
214	or agent of the hospital, before any person shall have been
215	discharged from said hospital or within 45 days after such
216	discharge, shall file in the office of the Clerk of the Circuit
217	Court of DeSoto County a verified claim in writing setting forth
218	the name and address of the patient as it appears on the records
219	of the hospital; the name and location of the hospital; the name
220	and address of the executive office or agent of the hospital;
221	the dates of the patient's admission to and discharge from the
222	hospital; the amount claimed to be due for such hospital care,
223	treatment, and maintenance; and, to the best knowledge of the

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224 person signing the claim, the names and addresses of all 225 persons, firms, or corporations that may be claimed by the ill 226 or injured person, or by the legal representative of such 227 person, to be liable for such illness or injuries. At the same 228 time that the claim is filed with the clerk of the circuit court, a copy thereof shall be sent by regular mail to the ill 229 230 or injured person, to his or her attorney, if known, and to all 231 persons, firms, or corporations named in the claim. The filing 232 and mailing of the claim in accordance with this section shall be notice thereof to all persons, firms, or corporations that 233 234 may be liable for such illness or injuries regardless of whether they are named in the claim or lien and regardless of whether 235 236 they have received a copy of the claim. 237 The Clerk of the Circuit Court of DeSoto County shall (3) endorse on the claim the date and hour of filing and shall 238 239 record the claim in the official records of DeSoto County. The 240 clerk shall be paid by the claimant, as the clerk's fee for the 241 filing and recording of each claim, the same fee as provided for 242 filing and recording other instruments under the recording laws. 243 (4)No release or satisfaction of any cause of action, 244 suit, claim, counterclaim, demand, judgment, settlement, or 245 settlement agreement shall be valid or effectual as against such 246 lien unless the lienholder joins therein or executes a release 247 of the lien. Any acceptance of a release or satisfaction of any such cause of action, suit, claim, counterclaim, demand, or 248 249 judgment and any settlement of any of the foregoing in the absence of a release of satisfaction of the lien shall prima 250 251 facie constitute an impairment of the lien, and the lienholder

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252 shall be entitled to an action at law for damages on account of 253 such impairment and in such action shall recover from the one 254 accepting such release or satisfaction or making such settlement 255 the outstanding charges for such hospital care, treatment, and 256 maintenance. Satisfaction of any judgment rendered in favor of 257 the lienholder in any such action shall operate as a satisfaction of the lien. Any action by the lienholder may be 258 259 brought and maintained in any court of competent jurisdiction in or for DeSoto County. If the lienholder prevails in such action, 260 the lienholder shall be entitled to recover from the defendant, 261 262 in addition to costs otherwise allowed by law, reasonable 263 attorney's fees, suit money, costs, and expenses incident to the 264 matter. 265 The provisions of this act shall not be applicable to (5) accidents or injuries within the purview of the workers' 266 267 compensation laws of this state. 268 Section 2. This act shall take effect upon becoming a law.

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