SENATE BILL 5241

State of Washington 52nd Legislature 1991 Regular Session

By Senators Newhouse, Vognild, Hayner, Gaspard, McCaslin and McMullen.

Read first time January 24, 1991. Referred to Committee on Health & Long-Term Care.

- 1 AN ACT Relating to public hospital districts; and amending RCW
- 2 70.44.060.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 Sec. 1. RCW 70.44.060 and 1990 c 234 s 2 are each amended to read
- 5 as follows:
- 6 All public hospital districts organized under the provisions of
- 7 this chapter shall have power:
- 8 (1) To make a survey of existing hospital and other health care
- 9 facilities within and without such district.
- 10 (2) To construct, condemn and purchase, purchase, acquire, lease,
- 11 add to, maintain, operate, develop and regulate, sell and convey all
- 12 lands, property, property rights, equipment, hospital and other health
- 13 care facilities and systems for the maintenance of hospitals,
- 14 buildings, structures, and any and all other facilities, and to
- 15 exercise the right of eminent domain to effectuate the foregoing

- 1 purposes or for the acquisition and damaging of the same or property of
- 2 any kind appurtenant thereto, and such right of eminent domain shall be
- 3 exercised and instituted pursuant to a resolution of the commission and
- 4 conducted in the same manner and by the same procedure as in or may be
- 5 provided by law for the exercise of the power of eminent domain by
- 6 incorporated cities and towns of the state of Washington in the
- 7 acquisition of property rights: PROVIDED, That no public hospital
- 8 district shall have the right of eminent domain and the power of
- 9 condemnation against any health care facility.
- 10 (3) To lease existing hospital and other health care facilities and equipment and/or other property used in connection therewith, including
- 12 ambulances, and to pay such rental therefor as the commissioners shall
- 13 deem proper; to provide hospital and other health care services for
- 14 residents of said district by facilities located outside the boundaries
- 15 of said district, by contract or in any other manner said commissioners
- 16 may deem expedient or necessary under the existing conditions; and said
- 17 hospital district shall have the power to contract with other
- 18 communities, corporations, or individuals for the services provided by
- 19 said hospital district; and they may further receive in said hospitals
- 20 and other health care facilities and furnish proper and adequate
- 21 services to all persons not residents of said district at such
- 22 reasonable and fair compensation as may be considered proper:
- 23 PROVIDED, That it must at all times make adequate provision for the
- 24 needs of the district and residents of said district shall have prior
- 25 rights to the available hospital and other health care facilities of
- 26 said district, at rates set by the district commissioners.
- 27 (4) For the purpose aforesaid, it shall be lawful for any district
- 28 so organized to take, condemn and purchase, lease, or acquire, any and
- 29 all property, and property rights, including state and county lands,
- 30 for any of the purposes aforesaid, and any and all other facilities

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- 1 necessary or convenient, and in connection with the construction,
- 2 maintenance, and operation of any such hospitals and other health care
- 3 facilities, subject, however, to the applicable limitations provided in
- 4 subsection (2) of this section.

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(5) To contract indebtedness or borrow money for corporate purposes 5 6 on the credit of the corporation or the revenues of the hospitals thereof, and the revenues of any other facilities or services that the 7 district is or hereafter may be authorized by law to provide, and to 8 9 issue and sell: (a) Revenue bonds, revenue warrants, or other revenue 10 obligations therefor payable solely out of a special fund or funds into which the district may pledge such amount of the revenues of the 11 12 hospitals thereof, and the revenues of any other facilities or services 13 that the district is or hereafter may be authorized by law to provide, 14 to pay the same as the commissioners of the district may determine, such revenue bonds, warrants, or other obligations to be issued and 15 sold in the same manner and subject to the same provisions as provided 16 17 for the issuance of revenue bonds, warrants, or other obligations by 18 cities or towns under the Municipal Revenue Bond Act, chapter 35.41 19 RCW, as may hereafter be amended; (b) general obligation bonds therefor 20 in the manner and form as provided in RCW 70.44.110 and 70.44.130, as may hereafter be amended; or (c) interest-bearing warrants to be drawn 21 on a fund pending deposit in such fund of money sufficient to redeem 22 such warrants and to be issued and paid in such manner and upon such 23 24 terms and conditions as the board of commissioners may deem to be in the best interest of the district; and to assign or sell hospital 25 accounts receivable, and accounts receivable for the use of other 26 facilities or services that the district is or hereafter may be 27 28 authorized by law to provide, for collection with or without recourse. 29 General obligation bonds shall be issued and sold in accordance with

chapter 39.46 RCW. Revenue bonds, revenue warrants, or other revenue

- 1 obligations may be issued and sold in accordance with chapter 39.46 2 RCW.
- (6) To raise revenue by the levy of an annual tax on all taxable 3 4 property within such public hospital district not to exceed fifty cents per thousand dollars of assessed value, and an additional annual tax on 5 6 all taxable property within such public hospital district not to exceed twenty-five cents per thousand dollars of assessed value, or such 7 further amount as has been or shall be authorized by a vote of the 8 9 people. Although public hospital districts are authorized to impose 10 two separate regular property tax levies, the levies shall be considered to be a single levy for purposes of the one hundred six 11 percent limitation provided for in chapter 84.55 RCW. Public hospital 12 districts are authorized to levy such a general tax in excess of their 13 14 regular property taxes when authorized so to do at a special election 15 conducted in accordance with and subject to all of the requirements of the Constitution and the laws of the state of Washington now in force 16 17 or hereafter enacted governing the limitation of tax levies. 18 board of district commissioners is authorized and empowered to call a 19 special election for the purpose of submitting to the qualified voters 20 of the hospital district a proposition or propositions to levy taxes in excess of its regular property taxes. The superintendent shall prepare 21 a proposed budget of the contemplated financial transactions for the 22 ensuing year and file the same in the records of the commission on or 23 before the first Monday in September. Notice of the filing of said 24 25 proposed budget and the date and place of hearing on the same shall be 26 published for at least two consecutive weeks in a newspaper printed and of general circulation in said county. On the first Monday in October 27 the commission shall hold a public hearing on said proposed budget at 28 29 which any taxpayer may appear and be heard against the whole or any part of the proposed budget. Upon the conclusion of said hearing, the 30

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- 1 commission shall, by resolution, adopt the budget as finally determined
- 2 and fix the final amount of expenditures for the ensuing year. Taxes
- 3 levied by the commission shall be certified to and collected by the
- 4 proper county officer of the county in which such public hospital
- 5 district is located in the same manner as is or may be provided by law
- 6 for the certification and collection of port district taxes. The
- 7 commission is authorized, prior to the receipt of taxes raised by levy,
- 8 to borrow money or issue warrants of the district in anticipation of
- 9 the revenue to be derived by such district from the levy of taxes for
- 10 the purpose of such district, and such warrants shall be redeemed from
- 11 the first money available from such taxes when collected, and such
- 12 warrants shall not exceed the anticipated revenues of one year, and
- 13 shall bear interest at a rate or rates as authorized by the commission.
- 14 (7) To enter into any contract with the United States government or
- 15 any state, municipality, or other hospital district, or any department
- 16 of those governing bodies, for carrying out any of the powers
- 17 authorized by this chapter.
- 18 (8) To sue and be sued in any court of competent jurisdiction:
- 19 PROVIDED, That all suits against the public hospital district shall be
- 20 brought in the county in which the public hospital district is located.
- 21 (9) To pay actual necessary travel expenses and living expenses
- 22 incurred while in travel status for (a) qualified physicians who are
- 23 candidates for medical staff positions, and (b) other qualified persons
- 24 who are candidates for superintendent or other managerial and technical
- 25 positions, when the district finds that hospitals or other health care
- 26 facilities owned and operated by it are not adequately staffed and
- 27 determines that personal interviews with said candidates to be held in
- 28 the district are necessary or desirable for the adequate staffing of
- 29 said facilities.

- 1 (10) To make contracts, employ superintendents, attorneys, and
- 2 other technical or professional assistants and all other employees,
- 3 <u>including chaplains</u>; to make contracts with private or public
- 4 institutions for employee retirement programs; to print and publish
- 5 information or literature; and to do all other things necessary to
- 6 carry out the provisions of this chapter.