SUBSTITUTE SENATE BILL 6312

State of Washington 64th Legislature 2016 Regular Session

By Senate Government Operations & Security (originally sponsored by Senators Keiser, Roach, and Hasegawa)

READ FIRST TIME 02/05/16.

- 1 AN ACT Relating to the core legislative powers of elected
- 2 commissioners of a public hospital district; amending RCW 70.44.007;
- 3 adding new sections to chapter 70.44 RCW; and creating a new section.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** The legislature intends to clarify the
- 6 limits on public hospital districts to delegate the core legislative
- 7 powers of the district and its elected board of commissioners to
- 8 another decision-making body. As a duly constituted public hospital
- 9 district, elected commissioners must maintain and exercise their
- 10 authority to carry out core legislative powers, including the power
- 11 to approve or reject proposed tax levy measures, the issuance of
- 12 bonds, the appointment of the district's superintendent, and the
- 13 district's annual budget. The legislature further intends that
- 14 elected commissioners for a public hospital district may not delegate
- 15 their core legislative powers to another decision-making body without
- 16 the approval of the voters in that district.
- NEW SECTION. Sec. 2. A new section is added to chapter 70.44
- 18 RCW to read as follows:
- 19 A public hospital district may not enter into an agreement
- 20 delegating any of the core legislative powers of its elected

p. 1 SSB 6312

commissioners to another decision-making body unless a proposition to ratify such an agreement is submitted to the voters of the public hospital district at the next general election. The text of the proposition to ratify the agreement, an explanatory statement describing the measure, and statements for and against the measure must be included in the local voters' pamphlet as provided in RCW 29A.32.210 through 29A.32.280. The election must be conducted as provided in Title 29A RCW. The costs of the election must be paid by the public hospital district and the entity to which the powers have been delegated. If the agreement is not ratified by a majority of the votes cast on the proposition, the agreement is terminated.

NEW SECTION. Sec. 3. A new section is added to chapter 70.44 RCW to read as follows:

- (1) For any public hospital district that has entered into an agreement delegating any of the core legislative powers of its elected commissioners to another decision-making body prior to the effective date of this section, a majority vote of approval from the district's elected commissioners is required for every decision regarding: (a) The approval of a tax levy; (b) the adoption of the district's annual budget; (c) the issuance of bonds; or (d) the appointment or removal of the district's superintendent or the district's hospital's chief executive or administrative officer. If a majority of the district's elected commissioners do not vote to approve the proposed decision, the proposed decision is void unless it is submitted to and approved by the voters of the district at the next general election in the manner described in subsection (2) of this section.
- (2) The text of the proposition to ratify the decision, an explanatory statement describing the measure, and statements for and against the measure must be included in the local voters' pamphlet as provided in RCW 29A.32.210 through 29A.32.280. The election must be conducted as provided in Title 29A RCW. The costs of the election must be paid by the public hospital district and the entity to which the powers have been delegated. If the decision is not ratified by a majority of the votes cast on the proposition, the decision is void.
- **Sec. 4.** RCW 70.44.007 and 1997 c 332 s 15 are each amended to read as follows:

p. 2 SSB 6312

1 As used in this chapter, the following words have the meanings 2 indicated:

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- (1) "Core legislative powers" means the power to levy a property tax, to adopt a budget for the public hospital district in compliance with RCW 70.44.060(6), to issue bonds, and to appoint or remove the superintendent of the public hospital district or the district's hospital's chief executive or administrative officer.
- (2) "Other health care facilities" means nursing home, extended care, long-term care, outpatient and rehabilitative facilities, ambulances, and such other facilities as are appropriate to the health needs of the population served.
- $((\frac{2}{2}))$ "Other health care services" means nursing home, extended care, long-term care, outpatient, rehabilitative, health maintenance, and ambulance services and such other services as are 14 appropriate to the health needs of the population served.
- 16 $((\frac{3}{2}))$ (4) "Public hospital district" or "district" means public 17 health care service district.

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p. 3 SSB 6312