## Senate Study Bill 3114 - Introduced

SEN	ATE FILE
ВУ	(PROPOSED COMMITTEE ON
	STATE GOVERNMENT BILL BY
	CHAIRPERSON SMITH)

## A BILL FOR

- 1 An Act relating to boards of trustees for county and city
- 2 hospitals.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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- 1 Section 1. <u>NEW SECTION</u>. **66.31 County and city hospital** 2 trustees.
- 3 A county or city hospital board of trustees may include in
- 4 their bylaws a process for removal of a trustee for which there
- 5 is cause that would be grounds for an equitable action for
- 6 removal in the district court. The process shall provide for a
- 7 hearing on written charges filed with the board of trustees.
- 8 Sec. 2. Section 347.9, Code 2018, is amended to read as
- 9 follows:
- 10 347.9 Trustees appointment terms of office.
- 11 l. When it has been determined by the voters of a county
- 12 to establish a county public hospital, the board shall appoint
- 13 five or seven trustees chosen from among the resident citizens
- 14 of the county with reference to their fitness for office, and
- 15 not more than four of the trustees shall be residents of the
- 16 city at which the hospital is located. The appointed trustees
- 17 shall hold office until the following general election, at
- 18 which time their successors shall be elected, two three for
- 19 a term of two four years, two for four years, and three for
- 20 six and the remainder for a term of two years, and they shall
- 21 determine by lot their respective terms, and thereafter their
- 22 successors shall be elected for regular terms of  $\frac{\text{six}}{\text{four}}$  years
- 23 each.
- 24 2. Upon approval of a majority of the current board of
- 25 trustees, the board may reduce an existing seven-member board
- 26 to a five-member board. The board shall establish how to
- 27 reduce the number of trustees on the board and shall provide
- 28 for a staggered election cycle for election to the five-member
- 29 board, which election shall be for a term of four years.
- 30 However, the manner of reducing the number of trustees shall
- 31 ensure that the current trustees on the seven-member board may
- 32 continue to hold office through the end of their respective
- 33 terms.
- 34 Sec. 3. Section 347.10, Code 2018, is amended to read as
- 35 follows:

- 1 347.10 Vacancies.
- 2 Vacancies on the board of trustees may, until the next
- 3 general election, be filled by appointment by the remaining
- 4 members of the board of trustees or, if fewer than four a
- 5 majority of the trustees remain on the board, by the board of
- 6 supervisors for the period until the vacancies are filled by
- 7 election. An appointment made under this section shall be for
- 8 the unexpired balance of the term of the preceding trustee. If
- 9 a board member is absent for four consecutive regular board
- 10 meetings, without prior excuse, or fails to comply with more
- 11 stringent attendance requirements for regular board meetings
- 12 included in the bylaws governing the board, the member's
- 13 position shall be declared vacant and filled as set out in this
- 14 section.
- 15 Sec. 4. Section 347.11, Code 2018, is amended to read as
- 16 follows:
- 17 347.11 Organization meetings quorum.
- 18 Hospital trustees shall qualify by taking the usual oath of
- 19 office as provided in chapter 63 and organize by the election
- 20 of a chairperson, a secretary, and a treasurer. The secretary
- 21 shall report to the county auditor and county treasurer the
- 22 names of the chairperson, secretary, and treasurer of the
- 23 board of hospital trustees as soon as practicable after the
- 24 qualification of each. A board of hospital trustees shall
- 25 meet as necessary to adequately oversee the operation of the
- 26 hospital. Four A majority of the board of trustees shall
- 27 constitute a quorum necessary for actions by the board of
- 28 hospital trustees. The secretary shall maintain a complete
- 29 record of board meetings, proceedings, and actions.
- 30 Sec. 5. Section 347.13, subsection 3, Code 2018, is amended
- 31 to read as follows:
- 32 3. Adopt bylaws and rules for its own guidance and for the
- 33 government of the hospital. The bylaws may contain limits on
- 34 the number of terms a trustee may serve on the board.
- 35 Sec. 6. Section 347A.1, subsection 2, paragraph b, Code

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- 1 2018, is amended to read as follows:
- 2 b. The trustees shall hold office until the next succeeding
- 3 election, at which time their successors shall be elected,
- 4 two for a term of two years, two and three for a term of four
- 5 years, and one for a term of six years, and thereafter their
- 6 successors shall be elected for regular terms of six four years
- 7 each. Vacancies on the board of trustees may be filled in the
- 8 same manner as original appointments, to hold office until the
- 9 vacancies are filled pursuant to section 69.12. If a board
- 10 member is absent for four consecutive regular board meetings,
- 11 without prior excuse, or fails to comply with more stringent
- 12 attendance requirements for regular board meetings included in
- 13 the bylaws governing the board, the member's position shall be
- 14 declared vacant and filled as set out in this paragraph.
- 15 Sec. 7. Section 392.6, subsection 3, paragraph b, Code 2018,
- 16 is amended to read as follows:
- 17 b. Vacancies on the board of trustees may, until the next
- 18 general or regular city election, be filled in the same manner
- 19 as provided in section 347.10. An appointment made under this
- 20 paragraph shall be for the unexpired balance of the term of
- 21 the preceding trustee. If a board member is absent for four
- 22 consecutive regular board meetings, without prior excuse, or
- 23 fails to comply with more stringent attendance requirements
- 24 for regular board meetings included in the bylaws governing
- 25 the board, the member's position shall be declared vacant and
- 26 filled as set out in this paragraph.
- 27 EXPLANATION
- 28 The inclusion of this explanation does not constitute agreement with
- the explanation's substance by the members of the general assembly.
- 30 This bill concerns city and county hospital boards of
- 31 trustees.
- 32 New Code section 66.31 allows a county or city hospital board
- 33 of trustees to adopt bylaws to establish a process for the
- 34 removal of a trustee for cause.
- 35 Code section 347.9, concerning the number and appointment

- 1 of county hospital board trustees, is amended to authorize the
- 2 establishment of five or seven-member trustee boards and to
- 3 provide for four-year terms of office. Current law provides
- 4 for only seven-member trustee boards and for a six-year term of
- 5 office. The bill establishes the process and initial terms of
- 6 office for an initial five or seven-member trustee board, and
- 7 provides for the ability to change a seven-member trustee board
- 8 to a five-member trustee board.
- 9 Code section 347.10, concerning vacancies, is amended to
- 10 provide that the board of trustees may establish more stringent
- 11 attendance requirements for regular board meetings that can
- 12 result in a vacancy on the board.
- 13 Code section 347.11, concerning quorum requirements, is
- 14 amended to provide that a majority of the members of the board
- 15 constitute a quorum.
- 16 Code section 347.13, concerning board of trustee duties, is
- 17 amended to provide that the board may include term limits for
- 18 service on the board in the bylaws governing the board.
- 19 Code section 347A.1, concerning certain county hospitals
- 20 payable from revenue bonds, is amended to provide for
- 21 four-year, and not six-year, terms of office. The bill further
- 22 provides that a vacancy on the board of trustees can occur
- 23 if a member is absent for four consecutive regular board
- 24 meetings without excuse, or fails to comply with more stringent
- 25 attendance requirements for regular board meetings included in
- 26 the bylaws governing the board.
- 27 Code section 392.6, concerning city hospital or health care
- 28 facility trustees, is amended to provide that the board of
- 29 trustees may establish more stringent attendance requirements
- 30 for regular board meetings that can result in a vacancy on the
- 31 board.