

# HOUSE BILL No. 5887

April 25, 2018, Introduced by Reps. Bellino, Johnson, Kosowski, Noble and Hammoud and referred to the Committee on Oversight.

A bill to amend 1913 PA 350, entitled

"An act to enable counties to establish and maintain public hospitals, levy a tax and issue bonds therefor, borrow money and issue bonds and notes therefor, elect hospital trustees, maintain training schools for nurses, maintain nursing home facilities, provide suitable means for the care of tuberculous persons, and to make possible the ultimate establishment of an adequate supply of hospitals,"

by amending section 4 (MCL 331.154).

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 4. **(1)** The trustees shall within 10 days after their  
2 appointment qualify by taking the oath of civil officers, and  
3 organize as a board of hospital trustees by ~~the election of~~  
4 **ELECTING** 1 of ~~their number~~ **THE TRUSTEES** as chairman, **CHAIRPERSON**, 1  
5 as secretary, and ~~by the election of such~~ **ANY** other officer as they  
6 may deem **THE BOARD CONSIDERS** necessary, but no bond shall be **IS**  
7 required of ~~them~~. **A TRUSTEE**. The county treasurer of the county in

1 which ~~such~~**THE** hospital is located ~~shall be~~**IS THE** treasurer of the  
2 board of **HOSPITAL** trustees. The treasurer shall receive and pay out  
3 all the ~~moneys~~**MONEY** under the control of the board as ordered by  
4 ~~it,~~**THE BOARD**, but **THE TREASURER** shall **NOT** receive ~~no~~ compensation  
5 from ~~such~~**THE** board. Each trustee may receive ~~such~~ compensation as  
6 ~~shall be~~ established by the county board of commissioners for ~~his~~  
7 **THE TRUSTEE'S** services in attending meetings of the board, and not  
8 to exceed 10 cents per mile for each mile necessarily traveled in  
9 going to and returning from the place of meeting each day the board  
10 is in session, when the rate of compensation and mileage as ~~herein~~  
11 provided **IN THIS SECTION** is approved by the **COUNTY** board of  
12 commissioners. ~~and such~~**EACH TRUSTEE MAY RECEIVE REIMBURSEMENT**  
13 **FOR ANY** other necessary expenses as ~~shall be~~**ARE** allowed by the  
14 **COUNTY** board of commissioners.

15 (2) The board of hospital trustees shall make and adopt ~~such~~  
16 bylaws and rules for its own guidance and for the government of the  
17 hospital as ~~may be deemed~~**CONSIDERED** expedient for the economic and  
18 equitable conduct thereof not inconsistent with this act, and the  
19 ordinances of the city or town ~~wherein such~~**IN WHICH THE** public  
20 hospital is located. ~~It~~

21 (3) **THE BOARD OF HOSPITAL TRUSTEES** shall have the exclusive  
22 control of the expenditure of all ~~moneys~~**MONEY** collected to the  
23 credit of the hospital fund, and of the purchase of sites, the  
24 purchase or construction of any hospital building, and of the  
25 supervision, care, and custody of the grounds, rooms, or buildings  
26 purchased, constructed, leased, or set apart for that purpose. All  
27 ~~moneys~~**MONEY** received for ~~such~~**THE** hospital shall **MUST** be deposited

1 in the treasury of the county to the credit of the hospital fund,  
 2 and paid out only upon warrants drawn by the auditor of the county  
 3 or by the county clerk in counties not having a county auditor upon  
 4 the properly authenticated vouchers of the hospital board.

5 (4) The board of hospital trustees shall appoint a chief  
 6 executive officer, who ~~shall be its~~ **IS THE BOARD'S** direct  
 7 representative in the management of the hospital. The board of  
 8 **HOSPITAL** trustees may appoint an attorney to serve as its legal  
 9 advisor.

10 (5) The board shall in general carry out the spirit and intent  
 11 of this act in establishing and maintaining a public county  
 12 hospital with equal rights to all and privileges to none. The board  
 13 of hospital trustees shall hold meetings at least once each month ~~7~~  
 14 ~~shall~~ **AND** keep a complete record of all its proceedings. ~~and 4~~ **FOUR**  
 15 members of the board ~~shall~~ constitute a quorum for the transaction  
 16 of business **OF THE BOARD**. One of the trustees shall visit and  
 17 examine the hospital at least twice each month and the board shall,  
 18 no later than the first week in October of each year, file with the  
 19 **COUNTY** board of commissioners ~~of the county~~ a report of its  
 20 proceedings with reference to the hospital, and a statement of all  
 21 receipts and expenditures during the year; and shall at such times  
 22 certify the amount necessary to maintain and improve the hospital  
 23 for the ensuing year. ~~No~~

24 (6) **A** trustee shall **NOT** have a personal pecuniary interest  
 25 either directly or indirectly in the purchase of any supplies,  
 26 equipment, and other materials of a cost more than \$500.00 per  
 27 ~~annum~~ **YEAR** for ~~said~~ **THE** hospital, unless the ~~same~~ **SUPPLIES**,

1 **EQUIPMENT, AND OTHER MATERIALS** are purchased by competitive  
2 bidding.

3 (7) Each board ~~shall constitute~~ **CONSTITUTES** a body corporate  
4 and may sue and be sued. ~~It shall be lawful for the board to borrow~~  
5 ~~a sum of money equal to 3/4 the amount due or owing the county from~~  
6 ~~the state in accordance with section 9 of Act No. 177 of the Public~~  
7 ~~Acts of 1925, as amended, being section 332.159 of the Compiled~~  
8 ~~Laws of 1948, and to issue bonds or notes therefor to be repaid~~  
9 ~~from the receipt from the state of such amount due or owing the~~  
10 ~~county.~~

11 Enacting section 1. This amendatory act does not take effect  
12 unless Senate Bill No. \_\_\_\_\_ or House Bill No. 5884 (request no.  
13 05296'18) of the 99th Legislature is enacted into law.