

SAN JUAN COUNTY
PUBLIC HOSPITAL DISTRICT # 3
BYLAWS

Formatted: Strong, Font: (Default) +Body (Calibri), 11 pt

Adopted June 19, 2018
Amended _____, 2022

TABLE OF CONTENTS

ARTICLE I – Formation and Purpose	1
ARTICLE II – Name	1
ARTICLE III - Board of Commissioners	1
Section 3.1. Qualification, Election and Oath of Office	1
Section 3.2. Organization and Board Offices	1
3.2.1 President	1
3.2.2 Secretary	1
3.2.3 Officer Vacancy	2
3.2.4 Commissioner Vacancy	2
3.2.5 Removal from Board Officer Position	2
Section 3.3. Board Meetings	2
Section 3.4. Board Duties	2
ARTICLE IV – Other Officers	3
Section 4.1. Superintendent	3
4.1.1 Appointment	3
4.1.2 Powers and Duties	3
Section 4.2. Treasurer	4
Section 4.3. Auditor	4
ARTICLE V – Indemnification and Insurance	5
Section 5.1. Indemnification	5
Section 5.2. Insurance	5
ARTICLE VI – Construction and Conventions	5
Section 6.1. Gender and Number	5
Section 6.2. Titles, Headings and Captions.	5
Section 6.3. Severability	5

ARTICLE VII – Review and Amendment

SAN JUAN COUNTY PUBLIC HOSPITAL DISTRICT # 3 BYLAWS

ARTICLE I FORMATION AND PURPOSE

San Juan County Public Hospital District # 3 (the "District"), a municipal corporation, was created in May 2018 by a vote of the people to provide health care services for the residents of the District and others served by the District. The District's activities shall be conducted in conformity with the Constitution and laws of the State of Washington, including Chapter 70.44 RCW, as now in effect and hereafter amended. These Bylaws are adopted to further the District's lawful purposes, which include providing quality health care services appropriate to the needs of the District's population.

ARTICLE II NAME

The District shall be called the Orcas Island Health Care District for all business purposes and in all interactions with the public except in those instances where the District's legal name is required by law to be used.

ARTICLE III BOARD OF COMMISSIONERS

Section 3.1. Qualification, Election and Oath of Office. Each person elected to the office of public hospital district commissioner (a "Commissioner") shall be a registered voter residing within the District's boundaries. All Commissioners shall be elected and serve in the manner and for the term prescribed by law. All members of the Board of Commissioners (the "Board"), whether elected or appointed, shall be required to take an oath of office in the form prescribed by the laws of the State of Washington relating to public officials. All Commissioners shall take training on the requirements of RCW 42.30 within 90 days of taking the oath of office. Each Commissioner shall retake the training on RCW 42.30 every four years while they remain in office.

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Section 3.2. Organization and Board Officers. The five-member Board shall, at its first regular meeting each calendar year, elect from its members a President and Secretary, by a majority vote of the Board in each case. The terms of all officers shall be for one year. No Commissioner shall hold an office for more than two consecutive terms.

Commented [PG1]: Does the Board want to consider 2-year terms so there is more continuity?

Commented [RF2]: Prefer 1 year terms, easier to commit to 1 year term and gives more flexibility to Board

Section 3.2.1. President. The President shall act as the presiding officer at Board meetings and shall execute on the District's behalf any agreements and documents duly authorized by the Board that require his or her signature.

Section 3.2.2. Secretary. The Secretary shall prepare, or cause to be prepared, minutes of all regular and special Board meetings, shall sign the minutes and shall keep or cause them to be kept in a proper book for that purpose. The minute book shall be open to public inspection. In the absence of the President, the Secretary shall preside at Board meetings.

Formatted: Left, Indent: First line: 0", Don't adjust space between Latin and Asian text, Don't adjust space between Asian text and numbers

Section 3.2.3. Officer Vacancy. If a vacancy occurs in the office of either the President or Secretary, an election of officers shall take place at the next regular Board meeting to fill the unexpired term created by the vacancy.

Section 3.2.4. Commissioner Vacancy. A Commissioner's position shall be deemed vacant upon the occurrence of any event set forth in RCW 42.12.010 or as the result of the unexcused absence of a Commissioner from Board meetings for 60 days pursuant to RCW 70.44.045 A vacant Commissioner position shall be filled by the Board appointing a new member in the manner prescribed by law in RCW 42.12.070.

Section 3.2.5. Removal from Board Officer Position. Board Officers (President and Secretary) may be removed from their Board Officer positions only upon a majority vote of the entire Board, with the resolution for removal being introduced at a regular Board meeting and voted on at a subsequent regular Board meeting.

Section 3.3. Board Meetings. The District strives for transparency in all aspects of District operations and governance. Accordingly, all Board meetings shall be open and public in compliance with the Open Meetings Act, Chapter 42.30 RCW, and all persons shall be permitted to attend any Board meeting, except as otherwise provided by law. All meetings shall be conducted in compliance with applicable laws, legislative and executive actions that have the force of law and rules adopted by the Board from time to time.

Formatted: Highlight

Formatted: Font: (Default) Arial

Formatted: Font: (Default) Arial

Section 3.3.1 Regular Meetings. Regular meetings of the Board shall be established annually by Resolution adopted at a regular Board meeting in December. Following adoption, the Board shall cause the resolution to be published in the District's newspaper of record.

Formatted: Font: (Default) Arial, 12 pt

Formatted: Indent: First line: 0.5"

Formatted: Font: (Default) Arial, 12 pt

(i) Agenda. The agenda of each regular meeting of the Board shall be made available online no later than 24 hours before the published start time of the meeting. The agenda may be subsequently modified and any modification or failure to post the agenda online shall not invalidate any otherwise legal action taken at a meeting.

Formatted: Indent: Left: 1", Hanging: 0.5"

Formatted: Font: (Default) Arial, 12 pt, Underline

Formatted: Font: (Default) Arial, 12 pt

Section 3.3.2 Special Meetings.

- (i) A special meeting may be called at any time by the President or by a majority of the Board members by delivering written notice personally, by mail, by fax, or by electronic message to each member of the Board. Written notice of a special meeting shall be deemed waived if a Commissioner submits a written waiver of notice to the Secretary by fax or electronic message at or prior to the time the meeting begins or the Commissioner is present
- (ii) Notice of a special meeting shall be (1) delivered to each local newspaper of general circulation and each local radio or television station that has on file with the Board a written request to be notified of special meetings, (2) posted on the District's website and (3) prominently displayed at the main entrance of the District's principal office and the meeting site. Notices of special meetings must be delivered or posted at least 24 hours before the time of the special meeting specified in the notice.
- (iii) The call and notices required under this Section 3.3.2 shall specify the time and place of the meeting and the matters to be acted upon at the meeting. Final disposition of any other matter shall not be taken at the special meeting.
- (iv) The notices in this section 3.3.2 may be dispensed with if a meeting is called to deal with an emergency involving injury or damage to person or property or the likelihood of such injury or damage when the time requirements of such notice would make notice impractical and would increase the likelihood of damage or injury.

3.3.4. Quorum. The presence of three commissioners shall constitute a quorum for all Board meetings. All resolutions and motions must be adopted by the vote of at least three Commissioners.

Section 3.24. Board Duties. The Board is the District's governing body and is responsible for overseeing the District's general policies and operations. In fulfilling this responsibility, the Board shall adopt the general policies necessary to achieve these ends and delegate the District's day-to-day operations to the Superintendent. –Among other things, the Board shall strive to:

Formatted: Indent: Left: 1.5"

Formatted: Font: (Default) Arial, 12 pt

Formatted: Indent: First line: 0.5"

Formatted: Font: (Default) Arial, 12 pt

Formatted: Indent: Left: 1", Hanging: 0.5", Tab stops: 0.19", Left

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Commented [RF3]: How is this accomplished if the meeting is only by Zoom? Can we just insert "meeting site if meeting is held in person"?

Commented [PG4R3]: Governor's proclamation 20-28 temporarily suspended this requirement while the public health emergency continues.

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: Bold

Formatted: Indent: Left: 1.5"

Formatted: Font: (Default) Arial, 12 pt

Formatted: Indent: First line: 0.5"

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

- (i) Determine the policies of the District in proper relation to community needs;
- (ii) Provide, directly or by contract, facilities, equipment, and personnel to meet the needs of patients within the purposes of the District and consistent with present and future community needs;
- (iii) Assure, directly or by contract, that an appropriate standard of professional care is maintained by any healthcare entity supported by the District and that any healthcare entity supported by the District is accountable to the Board;
- (iv) Exercise proper care and judgment in the selection of a qualified Superintendent who shall be responsible for implementing the Board's policies;
- (v) Promote planning and coordinate professional interests with administrative, financial, and community needs, the District's policies and purposes;
- (vi) Provide for the annual evaluation of the Superintendent;
- (vii) Provide for the sound administration and application of public funds, adopting annual budgets for the District at the times and in the manner required by law; and
- (xiv) Maintain accurate records of District finances and all related activities.

Formatted: Indent: Left: 1", Hanging: 0.5"

Section 3.5. Board Committees. Each year at a January meeting, or at such other time as the Board deems appropriate, the Board, under the guidance of the President, shall establish the number, type, purpose and composition of committees needed to carry out the Board's business for the year. Each committee shall consist of no more than two Commissioner and shall be advisory in nature only, with no power to take action on behalf of the Board.

Formatted: Font: (Default) Arial, 12 pt

Section 3.6. Action by the Board. Action means the official conduct of business by the District including but not limited to the receipt of public testimony, deliberations, discussions, considerations, reviews, evaluations and final actions and includes business conducted by a committee of the Board when the committee has been given authority to act on behalf of the Board. Final action means a collective position or negative decision or an actual vote by a majority of the Board when sitting as a body. All final actions shall be by motion or resolution recorded in the minutes of the District.

Formatted: Font: (Default) Arial, 12 pt

Formatted: Indent: Left: 0.25"

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Formatted: Font: (Default) Arial, 12 pt

Section 3.7. Executive Session. The Board may meet in executive session during any regular or special meeting to consider any matter permitted by RCW 42.30.110 or by RCW 70.44.062 or any other applicable provision of law.

Formatted: Font: (Default) Arial, 12 pt

ARTICLE IV OTHER OFFICERS

Section 4.1. Superintendent.

Section 4.1.1 Appointment. The Board shall select and appoint as Superintendent a competent and experienced administrator who shall be its direct representative in the management of the District. The Superintendent shall be appointed for an indefinite term, removable at the will of the Board, and shall receive such compensation as the Board shall establish by resolution. The appointment or removal of the Superintendent shall be by Board resolution, adopted at a regular Board meeting by majority vote.

Section 4.1.2. Powers and Duties. The Superintendent shall be the District's chief executive and administrative officer. In direct charge with full authority to act, as representative of the Board, and subject to its policies, he or she shall be responsible for the efficient administration of all the District's affairs. In the performance of his or her duties prescribed by law, all of which shall be faithfully discharged, and not by way of limitation of his or her authority, the Superintendent shall:

- (i) Carry out the Board's policies and orders and see that all the laws of the State of Washington pertaining to matters within the District's functions are duly enforced;
- (ii) Prepare annually a budget or budgets showing anticipated receipts and expenditures for the following fiscal year which shall be submitted to the Board in sufficient time to allow timely filing and hearing on the budget before adoption as required by law;
- (iii) Select, employ, direct, and discharge all employees authorized by the current budget, assuring that they are competent to perform their duties;
- (iv) Ensure that all District buildings, equipment, and other facilities are maintained in good repair;
- (v) Furnish periodic recommendations to the Board with respect to the acquisition, development, and extension of desirable health care facilities, equipment, and services, including financial estimates for the above;

Formatted: Indent: Left: 1"

- (vi) Supervise all of the District's business affairs, including the disbursement of funds, recording of financial transactions, collection of accounts, and purchase and issue of supplies;
- (vii) Certify to the Board all the bills, allowances and payrolls, including claims due contractors;
- (viii) Submit monthly reports to the Board regarding the District's services and financial activities along with any special reports the Board may request;
- (ix) Prepare the agenda for all Board meetings and attend all Board meetings and participate in the discussion of matters being considered;
- (x) Execute, on behalf of the District, all contracts, agreements, and other documents that he or she may deem appropriate within the scope of his or her authority or as authorized by Board resolution to sign;
- (xi) Undertake on the Superintendent's own initiative the performance of such other duties, consistent with law and Board policies, as may be in the District's best interests; and
- (xii) Any other assignments as directed by the Board.

Section 4.2. Treasurer. The San Juan County Treasurer shall serve as the Treasurer for the District. The Treasurer shall receive, deposit and disburse all funds of the District in the manner provided by law under the Superintendent's supervision and as directed by resolutions of the Board to the extent of its lawful discretion.

Section 4.3. Auditor. The San Juan County Auditor shall serve as the District's Auditor. The auditor shall draw, sign and issue all warrants for the disbursement of District funds upon the orders of, or vouchers approved by, the Board; and shall perform such other duties relating to the District's business affairs including the recording of financial transactions, collection of accounts, and the routine purchase and issue of supplies as are requested by the Superintendent.

ARTICLE V INDEMNIFICATION AND INSURANCE

Section 5.1. Indemnification. The District shall indemnify and hold harmless to the fullest extent permitted by law each current and past Commissioner, officer, employee or agent of the District who is made a party to or is threatened to be made a party to, or is involved

(including, without limitation, as a witness) in an actual or threatened action, suit or other proceeding, whether civil, administrative or investigative, due to his or her service as a District Commissioner, officer, employee or agent, or his or her service, at the District's request, as a director, officer, employee, agent, trustee or in any other capacity of another corporation or of a partnership, joint venture, trust or other enterprise, including service with respect to employee benefit plans, whether the basis of such proceeding is an alleged action or omission in an official capacity or in any other capacity while serving as a Commissioner, officer, employee, agent, trustee or any other capacity, against all expense, liability, and loss (including, without limitation, attorneys' fees, judgments, fines, ERISA excise taxes or penalties in amounts to be paid in settlement) actually or reasonably incurred or suffered by the indemnified person in connection with the indemnified matter. Indemnification may continue and shall inure to the benefit of the heirs and personal representatives of a person who has ceased to be a Commissioner or a District officer, employee or agent.

Section 5.2. Insurance. The District may purchase and maintain insurance, at its expense, to protect itself and any current or past Commissioner, officer, employee, agent or trustee of the District or another corporation, partnership, joint venture, trust or other enterprise against any expense, liability or loss to the fullest extent permitted by law.

ARTICLE VI CONSTRUCTION AND CONVENTIONS

Section 6.1. Gender and Number. As used in these Bylaws, personal pronouns shall be interpreted to refer to persons of either gender and relative words whenever applicable to more than one person shall be read as if written in the plural.

Section 6.2. Titles, Headings and Captions. The titles, headings, and captions appearing in these Bylaws are used and intended for convenience of description or reference only and shall not be construed or interpreted to limit, restrict, or define the scope or effect of any provision.

Section 6.3. Severability. If any provision of these Bylaws or its application to any person or circumstance is held invalid by a court of competent jurisdiction, the remainder of these Bylaws or the application of the provision to other persons or circumstances shall not be affected.

ARTICLE IX AMENDMENT

These Bylaws may be amended by resolution of the Board adopted at a regular meeting.

Adopted ~~this 19th day of June, 19~~ 2018.

Amended this day of , 2022.

~~/S/ Diane Boteler, M.D.~~ _____
Diane Boteler, M.D., Secretary and Commissioner

~~/S/ Richard Fralick~~ _____
Richard Fralick, President and Commissioner

~~/S/ Pegi A. Groundwater~~ _____
Pegi A. Groundwater, President and Commissioner

~~/S/ Art Lange~~ _____
Art Lange, Commissioner

~~/S/ Patty Miller~~ _____
~~Patty Miller~~ David Zoeller, Secretary and Commissioner