## **GENERAL ASSEMBLY OF NORTH CAROLINA**

#### **SESSION 1989**

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HOUSE BILL 979

Short Title: Hospital Director Transactions.

(Public)

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Sponsors: Representative R. Thompson.

Referred to: Government.

March 31, 1989

### A BILL TO BE ENTITLED

### 2 AN ACT TO EXTEND THE LIMITED AUTHORIZATION OF TRANSACTIONS 3 WITH PUBLIC OFFICIALS USING PUBLIC FUNDS TO DIRECTORS OF

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PUBLIC HOSPITALS.

- 5 The General Assembly of North Carolina enacts:
  - Section 1. G.S. 14-234(d1) reads as rewritten:

"(d1) The first sentence of subsection (a) shall not apply to (i) any elected official or 7 person appointed to fill an elective office of a village, town, or city having a population 8 of no more than 7,500 according to the most recent official federal census, (ii) any 9 elected official or person appointed to fill an elective office of a county within which 10 there is located no village, town, or city with a population of more than 7,500 according 11 to the most recent official federal census, (iii) any elected official or person appointed to 12 fill an elective office on a city board of education in a city having a population of no 13 more than 7,500 according to the most recent official federal census, (iv) any elected 14 15 official or person appointed to fill an elective office as a member of a county board of education in a county within which there is located no village, town or city with a 16 population of more than 7,500 according to the most recent official federal census, and 17 (v) any physician, pharmacist, dentist, optometrist, veterinarian, or nurse appointed to a 18 county social services board, local health board, or area mental health board serving one 19 or more counties within which there is located no village, town, or city with a 20 population of more than 7,500 according to the most recent official federal census, and 21 22 (vi) any member of the board of directors of a public hospital if:

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(1) The undertaking or contract or series of undertakings or contracts between the village, town, city, county, county social services board,

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1 2 3 4 5 6		county or city board of education, local health board or area mental health, mental retardation, and substance abuse <u>board-board</u> , or <u>public</u> <u>hospital</u> and one of its officials is approved by specific resolution of the governing body adopted in an open and public meeting, and recorded in its minutes and the amount does not exceed ten thousand dollars (\$10,000) for medically related services and fifteen thousand
7		dollars (\$15,000) for other goods or services within a 12-month period;
8 9	(2)	and The official entering into the contract or undertaking with the unit or
10	(2)	agency does not in his official capacity participate in any way or vote;
10		and
12	(3)	The total annual amount of undertakings or contracts with each
13		official, shall be specifically noted in the audited annual financial
14		statement of the village, town, city, or county; and
15	(4)	The governing board of any village, town, city, county, county social
16		services board, county or city board of education, local health board,
17		or-area mental health, mental retardation, and substance abuse board
18		board, or public hospital which undertakes or contracts with any of the
19		officials of their governmental unit shall post in a conspicuous place in
20		its village, town, or city hall, or courthouse, as the case may be, a list
21		of all such officials with whom such undertakings or contracts have
22		been made, briefly describing the subject matter of the undertakings or
23		contracts and showing their total amounts; this list shall cover the
24		preceding 12 months and shall be brought up-to-date at least
25		quarterly."
26	Sec. 2	2. This act is effective upon ratification.