

**As Passed by the House**

**132nd General Assembly**

**Regular Session**

**2017-2018**

**Am. H. B. No. 462**

**Representatives Schuring, West**

**Cosponsors: Representatives Anielski, Antonio, Barnes, Boccieri, Boyd, Brown, Craig, Galonski, Holmes, Howse, Ingram, Kent, Lepore-Hagan, O'Brien, Patton, Reece, Rogers, Seitz, Slaby, Strahorn, Sweeney, Sykes**

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**A BILL**

To enact section 3727.11 of the Revised Code to 1  
require that a hospital and its affiliated 2  
health care facilities in certain counties 3  
follow specified procedures before permanently 4  
ceasing operations or closing, to terminate the 5  
provisions of this act on June 19, 2018, and to 6  
declare an emergency. 7

**BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:**

**Section 1.** That section 3727.11 of the Revised Code be 8  
enacted to read as follows: 9

**Sec. 3727.11.** (A) As used in this section, "affiliated" 10  
health care facility" means a health care facility, including a 11  
health care practitioner's office but excluding a hospital, at 12  
which preventive, diagnostic, therapeutic, acute convalescent, 13  
rehabilitation, mental health, intellectual disability, 14  
intermediate care, or skilled nursing services are provided and 15  
which is owned, leased, operated, or controlled, in whole or in 16  
part, by a hospital. 17

(B) On and after the effective date of this section, no 18  
hospital in a county with a population of at least three hundred 19  
seventy thousand but less than three hundred seventy-five 20  
thousand according to the most recent population estimates 21  
issued by the United States census bureau may permanently cease 22  
operations or permanently close unless both of the following are 23  
the case: 24

(1) The auditor of state has determined that the procedure 25  
specified in division (C) of this section has been followed. 26

(2) If applicable and after the determination in division 27  
(B)(1) of this section is made, the hospital has complied with 28  
voluntary dissolution procedures specified in sections 1701.86 29  
to 1701.882 of the Revised Code. 30

(C) Before a hospital in a county described in division 31  
(B) of this section may permanently cease operations or 32  
permanently close, it must do all of the following: 33

(1) Submit to the auditor sufficient evidence of poor 34  
financial condition, supported by audited financial statements, 35  
that justifies the hospital's cessation of operations or 36  
closure; 37

(2) Submit to the auditor sufficient evidence of good- 38  
faith negotiations with at least three other hospitals or 39  
hospital systems to purchase it and its affiliated health care 40  
facilities; 41

(3) Accept new patients and continue clinical operations 42  
until at least May 19, 2018; 43

(4) Submit to the auditor a credible plan for the transfer 44  
of each patient for care and of each health care practitioner 45  
for employment to another hospital or health care facility, as 46

applicable, located not more than fifteen miles from the 47  
originating hospital or facility; 48

(5) Submit to the auditor sufficient evidence that all 49  
outstanding debts to persons and government entities in the 50  
county in which it is located have been paid; 51

(6) Submit to the auditor sufficient evidence that it has 52  
paid all taxes levied by the state or by a subdivision or other 53  
taxing unit of the state, including taxes held in trust by the 54  
hospital such as employer-withheld income taxes and sales or use 55  
taxes, for which the hospital is liable. 56

(D) The auditor's determination described in division (B) 57  
(1) of this section is final. 58

(E) If the auditor determines that a hospital in a county 59  
described in division (B) of this section is not in compliance 60  
with this section, the auditor may petition the court of common 61  
pleas in that county for injunctive relief. The court shall 62  
grant injunctive relief upon a showing that the hospital is not 63  
in compliance. 64

**Section 2.** Section 3727.11 of the Revised Code is hereby 65  
repealed on June 19, 2018. 66

**Section 3.** This act is hereby declared to be an emergency 67  
measure necessary for the immediate preservation of the public 68  
peace, health, and safety. The reason for such necessity is that 69  
the closure of a hospital and its affiliated health care 70  
facilities as described in this act is likely to cause a medical 71  
crisis for thousands of residents who need access to primary and 72  
critical care. Therefore, this act shall go into immediate 73  
effect. 74