DILL REAMS BRUCE LAMG

PAUL BARDEN

INTRODUCED BY: Sullivan/Sims/Grant Greive/Gruger/North 87-585

PROPOSED NO.

8196

ORDINANCE NO.

AN ORDINANCE providing for the submission to the qualified electors of King County, at a special election to be held in conjunction with the general election on November 3, 1987, of a proposition seeking approval of the issuance by King County of not more than \$99,800,000 of unlimited tax general obligation bonds, the principal of and interest on which shall be payable from annual property tax levies in excess of regular property tax levies, maturing within a maximum term of 20 years, to finance certain capital improvement projects at Harborview and Pacific Medical Centers, and the Seattle-King County Health Department's Columbia, East, South, Southwest and Renton Clinics.

PREAMBLE:

August 24, 1987

2706B:mls:ple

Harborview Medical Center ("Harborview") includes the only trauma center in a four-state region providing level one emergency patient care. It serves as the major regional facility for referrals of critical injuries including burn cases and spinal cord and head injuries. Annual emergency room patient visits have increased from 31,000 in 1982 to over 40,000 in the 12 months ended June 1987.

Harborview plans an expansion and remodeling of its emergency trauma center to accommodate the increasing patient volume and to more efficiently locate emergency and other support services.

Currently nursing units with 92 beds for patients requiring acute nursing care are housed in a portion of the Harborview facility built in 1931. Harborview plans to relocate the nursing units to a modern facility to meet state regulations and to provide an efficient physical configuration for patient care.

All of Harborview's medical and surgical out-patient facilities are housed in aging facilities which lack adequate heating, ventilation and air conditioning and which contain inadequate clinic space which is inefficiently designed. Harborview intends to renovate its out-patient facilities to promote efficiency, increase capacity and meet contemporary standards.

Pacific Medical Center ("PMC") is public development authority which operates clinics in Seattle, Totem Lake, Renton and soon in Bellevue. Pursuant to written agreements, PMC is the provider of specialty and diagnostic medical services for low-income and uninsured patients referred from King County and Seattle community health clinics. It is also the Regional Uniformed Services Treatment Facility for active duty and retired

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military personnel in King County under contract with the Department of Defense. Structural improvements to the PMC's Beacon Hill facility are necessary to meet the Seattle seismic and other building codes to allow the institution to continue fulfilling its major role in the King County public health care delivery system. The continuation of PMC's ability to contribute to the public health care system is important to King County's purposes to provide for the health and welfare of its citizens.

The non-profit community clinic known as the "Community Clinic System" has become the family doctor for more than 70,000 low income residents of King County. The Health Department plays a major role in planning, development and support of the community clinic system, as well as operating a network of health service centers throughout the county providing specific public health services focused on children, seniors and pregnant women. In order to meet the needs of the growing population, new facilities are needed immediately in the East side, South King County and in Southeast Seattle health department service areas. Furthermore, co-locating non-profit community clinics with these health department clinics provides the public both cost efficiencies and better access to comprehensive family services. The Renton and Southwest health department service centers require improvements to correct building deficiencies to promote their efficient operation.

It is the intent of King County to issue unlimited tax general obligation bonds to finance the capital improvements and to submit this proposal for approval by the electorate.

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

<u>SECTION 1</u>. "Regional Health Care Capital Improvements Project," as used herein, shall mean:

- A. Capital improvements to Harborview for the purposes of expanding and consolidating its emergency trauma center and other key diagnostic and treatment departments, expanding, improving and relocating patient and visitor services, and modernizing, expanding and consolidating in-patient and out-patient facilities; and
- B. Capital improvements to PMC for the purpose of making structural repairs and or additions which will bring its "Tower Building" on Beacon Hill into compliance with the City of Seattle's seismic and other building codes (the "PMC Project"); and

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- C. The following capital improvements to facilities operated or to be operated in whole or in part (as more specifically noted below) by the Health Department (collectively, the "Health Department Clinic Project"):
- 1. A new Southeast Seattle Community Health Center in Columbia City area intended to house the services of the Health Department's existing Columbia Health Center and which may also house (but shall not be required to do so) a co-located nonprofit community health clinic; and
- 2. A new East District Public Health Center in east King County intended to house the services of the Health Department's existing East District Public Health Center and which may also house (but shall not be required to do so) a co-located nonprofit community health clinic, and may also include a satellite clinic in north King County to be operated, in whole or in part, by the Health Department; and
- 3. A new health center in south King County intended to house the services of either the Health Department's existing Auburn Health Center or an additional Health Department health center, and, in either case, which may also house (but shall not be required to do so) a co-located nonprofit community health clinic; and
- 4. Expansion and remodeling of the Health Department's existing Renton Health Center; and
- 5. Roof repairs at the Health Department's existing Southwest Public Health Center.
- SECTION 2. Subject to the approval of the qualified electors of King County, the county council hereby authorizes the issuance of unlimited tax general obligation bonds (the "Bonds") in an aggregate principal amount not to exceed \$99,800,000 for the purpose of providing all or part of the money necessary to pay the capital costs of the Regional Health Care Capital

Improvements Project. The term "capital costs," as used in the foregoing sentence, shall be construed consistently with the term "capital purposes" in Article VII, Section 2(b) of the Washington Constitution and R.C.W. 84.52.056, but, subject thereto, may include the costs of (i) property acquisition, site preparation and demolition; (ii) development, design, engineering, architecture, planning, financial, legal, relocation and other services lawfully incurred incident to the development of the components of the Regional Health Care Capital Improvements Project and their financing; and (iii) construction, renovation, remodeling, equipping and furnishing of the components of the Regional Health Care Capital Improvements Project and their financing, including its incidental costs and costs related to the sale and issuance of the Bonds; however, the term "capital costs" shall not include maintenance, operations or costs for replacement of equipment.

The maximum amount of principal proceeds of the Bonds to be made available to each component shall be as follows:

- A. \$75,465,000 for the Harborview Project;
- B. \$9,315,000 for the PMC Project; and
- C. \$15,020,000 in the aggregate for the Health Department Clinic Projects.

The Bonds shall bear such date or dates; shall mature at such time or times not to exceed 20 years from the date of issuance thereof; shall be issued in such denominations; shall bear such terms, conditions and covenants; shall be in such form; shall bear interest at such fixed or variable rate or rates; shall bear such redemption and registration privileges; and shall be sold in such manner, at such time or times, in such amounts and at such price or prices as the county council shall hereafter determine by ordinance. The Bonds may be issued in one or more series,

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either separately or in combination with other authorized general obligation bonds of King County.

The Bonds shall be general obligations of King County and, unless paid from other sources, both the principal thereof and the interest thereon shall be payable from annual property tax levies, if authorized by the qualified electors as provided in section 5 of this ordinance, upon all taxable property within King County in excess of the regular property tax levies without limitation as to rate or amount.

SECTION 3. Subject to the approval by the qualified electors of King County of the issuance of the Bonds for the purposes described in section 2 of this ordinance, the county council may, by ordinance, provide for the issuance of short-term obligations in anticipation of the issuance of the Bonds in accordance with the provisions of R.C.W. 39.50. The aggregate principal amount of all such short-term obligations and Bonds outstanding at any time shall not exceed \$99,800,000.

SECTION 4. No part of the Bonds or any short-term obligations in anticipation thereof, the proceeds of which are intended to finance the PMC Project, shall be issued or sold unless and until the county council shall have approved and authorized the execution of, and King County and the City of Seattle's Pacific Hospital Preservation and Development Authority have entered into, an appropriate interlocal cooperation agreement, defining the rights and duties of the respective parties with respect to the accomplishment of the PMC Project and the use of the proceeds of Bonds or short-term obligations in anticipation thereof.

SECTION 5. The county council finds that an urgent need exists for the Regional Health Care Capital Improvements Project and declares that an emergency exists requiring submission to the qualified electors of King County of a proposition authorizing

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the issuance of the Bonds for the purposes described in section 2 of this ordinance at a special election to be held in conjunction with the general municipal election to be held on November 3, 1987.

The King County manager of reconds and elections as <u>ex</u>

<u>officio</u> supervisor of elections is hereby requested to find the existence of such emergency pursuant to R.C.W. 29.13, and is requested to assume jurisdiction of and to call and conduct a special election and to submit to the qualified electors of King County the proposition set forth below. The clerk of the council is hereby authorized and directed to certify said proposition to the King County manager of records and elections in substantially the following form, with such additions, deletions or modifications as may be required by the King County prosecutor:

KING COUNTY

REGIONAL HEALTH CARE CAPITAL IMPROVEMENTS PROPOSITION NO.

Shall King County, to finance Harborview Medical Center's trauma center and certain capital improvements at Harborview and Pacific Medical Centers, and the Health Department's Columbia, East, South, Southwest and Renton Clinics, as provided in King County Ordinance ______, issue up to \$99,800,000 of unlimited tax general obligation bonds with a maximum term of 20 years, on which principal and interest shall, be payable from annual property tax levies in excess of regular property tax levies?

Certification of such proposition by the clerk of the council to the King County manager of records and elections, in accordance with law prior to the date of such election on

November 3, 1987, and any other act consistent with the authority Sec. of and prior to the effective date of this ordinance, are hereby 2 ratified and confirmed. 3 SECTION 6. If any one or more of the provisions of this ordinance shall be declared unconstitutional or invalid for any 5 reason, such decision shall not affect the validity of the 6 remaining provisions of this ordinance, the Bonds or any 7 short-term obligations issued in anticipation thereof, and this R ordinance, the Bonds and any short-term obligations issued in 9 anticipation thereof shall be construed and enforced as if such 10 unconstitutional or invalid provision had not been contained 11 herein. 12 INTRODUCED AND READ for the first time this 10th day 13 , 1987. 14 PASSED this 24th day of angust 15 KING COUNTY COUNCIL 16 KING COUNTY, WASHINGTON 17 18 19 ATTEST: 20 21 Council 22 3 rd APPROVED this day of 23 24 25 26 27 28 29 30 31 32 33