

1 Introduced by the Council President at the request of the Mayor and
2 Co-Sponsored by Council Members Dennis, Gaffney, Carlucci, Newby,
3 Morgan, Pittman and Salem:
4
5

6 **ORDINANCE 2019-810**

7 AN ORDINANCE APPROPRIATING \$8,000,000.00 FROM
8 GENERAL FUND BALANCE TO SHANDS JACKSONVILLE
9 MEDICAL CENTER, INC. D/B/A UF HEALTH
10 ("SHANDS") TO FUND LEGALLY REQUIRED COUNTY
11 HOSPITAL EXPENSES, AS INITIATED BY B.T. 20-
12 026; AUTHORIZING THE MAYOR, OR HIS DESIGNEE,
13 AND THE CORPORATION SECRETARY TO EXECUTE AND
14 DELIVER AN AMENDMENT ONE TO THE INDIGENT CARE
15 AGREEMENT BETWEEN THE CITY AND SHANDS DATED
16 JUNE 2, 2005; PROVIDING FOR CITY OVERSIGHT BY
17 THE DEPARTMENT OF FINANCE AND ADMINISTRATION;
18 PROVIDING AN EFFECTIVE DATE.
19

20 **BE IT ORDAINED** by the Council of the City of Jacksonville:

21 **Section 1. Appropriation.** For the 2019-2020 fiscal year,
22 within the City's budget, there are hereby appropriated the
23 indicated sum(s) from the account(s) listed in subsection (a) to
24 the account(s) listed in subsection (b):

25 (B.T. 20-026 attached hereto as **Exhibit 1** and incorporated herein
26 by this reference)

27 (a) Appropriated from:

28 See B.T. 20-026 \$8,000,000.00

29 (b) Appropriated to:

30 See B.T. 20-026 \$8,000,000.00

31 (c) **Explanation of Appropriation**

1 The appropriation above is from the General Fund
2 Balance to Shands to fund legally required county
3 hospital expenses.

4 **Section 2. Purpose.** The purpose of the appropriation in
5 Section 1 is to fund legally required county hospital expenses and
6 to provide additional funding under that Amended and Restated
7 Agreement for Indigent Care between the City and Shands dated June
8 2, 2005 to offset Shands expenses in providing medical care to
9 those persons confined within the Duval County Jail or Duval County
10 Correctional System (collectively, the "Facility"). Shands has been
11 facing millions of dollars in extra operating expenses due to
12 services provided to the population of the Facility. In fiscal year
13 2018, these costs were nearly \$10 million. In fiscal year 2019,
14 such expenses went to \$8 million, and in fiscal year 2020, they are
15 projected again to exceed \$8 million. These legally required
16 services fall outside the in-house care at the Facility and create
17 an additional expense beyond the normal operational capacity of
18 Shands. This \$8 million budget transfer will supplement Shands'
19 operations to ensure that there is no negative impact to the
20 continued care provided to community members in Jacksonville.
21 Offsetting this \$8 million transfer from the General Fund Balance
22 is more than \$7 million in positive operational variances in the
23 Jacksonville Sheriff's Office's budget for fiscal year 2019 which
24 will add to General Fund Balance, as well as \$5 million in positive
25 performance of ad valorem property tax receipts versus the amount
26 budgeted for fiscal year 2019.

27 **Section 3. Approval and authorization.** There is hereby
28 approved, and the Mayor, or his designee, and the Corporation
29 Secretary are hereby authorized to execute and deliver the
30 Amendment 1 to the Amended and Restated Agreement dated June 2,
31 2005 between the City and Shands, a copy of which is attached

1 hereto as **Exhibit 2.**

2 **Section 4. Oversight.** The Department of Finance and
3 Administration shall oversee the project described herein.

4 **Section 5. Effective Date.** This ordinance shall become
5 effective upon signature by the Mayor or upon becoming effective
6 without the Mayor's signature.

7
8 Form Approved:

9
10 /s/ James R. McCain, Jr.

11 Office of General Counsel

12 Legislation prepared by: James R. McCain, Jr.

13 GC-#1318820-v3-10_21_19_BT_20_026_UF_Health_.docx