



## **H.B. 67**

125th General Assembly  
(As Passed by the General Assembly)

**Reps. Faber, Seitz, Schmidt, Kearns, Reidelbach, Jolivette, Barrett, Brown, Callender, Carano, Cates, Cirelli, Daniels, Domenick, Fessler, Flowers, Harwood, Hughes, Key, Latta, Martin, Price, Sferra, Strahorn, Widowfield, Yates**

**Sens. Wachtmann, Carey, Jordan, Mumper**

**Effective date: \***

---

### **ACT SUMMARY**

- Removes the limit on the amount of a secured line of credit for which the governing board of a joint township district hospital may contract.

---

### **CONTENT AND OPERATION**

#### **Background**

Ohio law permits two or more contiguous townships to form a joint township district hospital board to establish a joint township district hospital. (R.C. 513.07 to 513.18.) The board must appoint a board of hospital governors to oversee the operation and staffing of the hospital.

#### **Secured line of credit**

(sec. 513.17)

Continuing law authorizes the board of hospital governors of a joint township district hospital to enter into a contract for a secured line of credit.<sup>1</sup> The

---

\* *The Legislative Service Commission had not received formal notification of the effective date at the time this analysis was prepared. Additionally, the analysis may not reflect action taken by the Governor.*

<sup>1</sup> *A secured line of credit is an arrangement whereby a lender agrees to furnish a specific sum of money or loan on a continuous basis until canceled or until a predetermined date. Some form of collateral or legal right to claim certain assets of the debtor is required.*

contract entered into must meet several requirements. Under prior law, one of the requirements was that the amount of the line of credit not exceed \$500,000. The act eliminates the \$500,000 limit. The act changes none of the other contractual requirements.

---

## HISTORY

ACTION	DATE	JOURNAL ENTRY
Introduced	02-18-03	p. 160
Reported, H. Health	06-18-03	pp. 608-609
Passed House (98-1)	06-25-03	p. 965
Reported, S. Health, Human Services & Aging	03-18-04	p. 1651
Passed Senate (33-0)	03-30-04	pp. 1679-1680

04-hb67-125.doc/jc

---

(*Bonham, Howard Bryan, Adams' Complete Investment and Finance Dictionary.*  
*Woelfel, Charles, The Dictionary of Banking.*)

