

[AS REPORTED FROM THE SOCIAL SERVICES COMMITTEE]

House of Representatives, 29 April 1986.

Words struck out are shown in italics within bold round brackets, or with black rule at beginning and after last line; words inserted are shown in roman underlined with a single rule, or with single rule before first line and after last line.

[AS REPORTED FROM THE COMMITTEE OF THE WHOLE HOUSE]

House of Representatives, 29 May 1986.

Words struck out are shown in italics within double bold round brackets; words inserted are shown in roman underlined with a double rule.

[This Bill was formerly clauses 2 to 8 of the Hospital Acts Amendment Bill]

Hon. Dr Michael Bassett

AREA HEALTH BOARDS AMENDMENT

ANALYSIS

| | |
|---|---|
| Title | 4. Appointment and dismissal of employees |
| 1. Short Title and commencement | 5. Health computer system |
| 2. Interpretation | 6. Regulations |
| 3. Election of representatives of constituent districts | 7. Amendments consequential on passage of principal Act |

A BILL INTITULED

An Act to amend the Area Health Boards Act 1983

BE IT ENACTED by the General Assembly of New Zealand in Parliament assembled, and by the authority of the same, as follows:

1. Short Title and commencement—(1) This Act may be cited as the Area Health Boards Amendment Act 1986, and shall be read together with and deemed part of the Area Health Boards Act 1983 (hereinafter referred to as the principal Act).

No. 177—3A

Price \$1.00

(2) Subject to **section 8 (3)** of this Act, this Act shall come into force on the day on which it receives the Governor-General's assent.

2. Interpretation—(1) Section 2 of the principal Act is hereby amended by omitting the definitions of the terms “access”, “authorised”, and “computer system”, and inserting, in their appropriate alphabetical order, the following definitions:

“ ‘Authorised’,—

“(a) In relation to a health computer system under the control of the Director-General, means authorised by him; and

“(b) In relation to a health computer system under the control of a board, means authorised by that board:

“ ‘Health computer system’ means any system of computers and terminals—

“(a) Under the control of the Director-General; or

“(b) Part of which is under the control of the Director-General and part of which is under the control of a board;—

and includes any part of any such system:

“ ‘To operate’, in relation to any health computer system, means to—

“(a) Enter information into; or

“(b) Modify information stored in; or

“(c) Delete information from; or

“(d) Retrieve information from—

that system; and ‘operation’ has a corresponding meaning:

“ ‘Terminal’, in relation to any health computer system, means any device or apparatus by the use of which any person may operate that system.”

(2) The said section 2 is hereby further amended by adding, as **subsection (2)**, the following subsection:

“(2) Where there is under the control of a board any computer or terminal that is connected to a health computer system from time to time only,—

“(a) When it is so connected, it shall be deemed to be part of that system; and

“(b) When it is not so connected, it shall be deemed not to be part of that system.”

(3) Section 50 (9) of the principal Act is hereby consequentially amended by omitting the words “the computer system”, and substituting the words “a health computer system”.

3. Election of representatives of constituent districts—
Section 11 of the principal Act is hereby amended by inserting, after subsection (2), the following subsections:

“(2A) Subject to subsection (2E) of this section, the representatives on an area health board of a constituent district shall be elected by the electors of the whole of that district.

“(2B) This subsection applies to every constituent district (not being a combined district) of an area health board that is the district of a District Council—

Struck Out

“(a) Formed by the amalgamation of one or more Borough Councils and one or more County Councils; and

10

New

“(a) Formed by the amalgamation of—

“(i) One or more Borough Councils and one or more County Councils; or

“(ii) Two or more County Councils; and

15

“(b) For the time being required by the Local Government Act 1974 to be elected at the next general election of that council—

“(i) By the electors of each ward of that district; or

20

“(ii) Partly by the electors of that district as a whole and partly by the electors of each ward of that district.

“(2C) Subject to subsection (2D) of this section, the *(Minister may, by notice in the Gazette) Governor-General may, by Order in Council, made on the recommendation of the Minister,* direct the election of representatives on an area health board of a constituent district to which subsection (2B) of this section applies—

25

“(a) By the electors of each ward of that district; or

30

“(b) Partly by the electors of that district as a whole and partly by the electors of each ward of that district; or

35

“(c) Where the election of representatives on an area health board of such a district is for the time being required to be in accordance with paragraph (a) or paragraph (b) of this subsection, the election of those representatives by the electors of that district as a whole;—

Struck Out

40 and may, in respect of a direction under paragraph (a) or paragraph (b) of this subsection, also direct that any wards should be combined for the purposes of an election held in accordance with that direction.

New

and shall, in respect of an Order in Council under **paragraph (a)** or **paragraph (b)** of this subsection, also specify—

“(d) Whether or not any wards are to be combined for the purpose of elections held in accordance with that order; and 5

“(e) The number of representatives to be elected by each ward and combined ward.

“(2D) The Minister shall not (*give any direction*) recommend the making of an Order in Council under **subsection (2c)** of this section unless the area health board concerned has, since the last election of representatives, by special resolution recommended to the Minister that the Minister should do so. 10

“(2E) Where (*the Minister gives a direction*) an Order in Council is made under **subsection (2c)** of this section, all elections of representatives on the area health board concerned of the constituent district concerned held more than ~~((4))~~ 3 months after the 15

Struck Out

publication of 20
the notice concerned shall be held in accordance with that direction.”

New

commencement
of that order shall be held in accordance with it.” 25

“(2F). An order made under section 8 (2) of this Act may amend an order made under **subsection (2c)** of this section, so far as it relates to the matters specified in ~~((paragraph (c) or paragraph (d)))~~ paragraph (d) or paragraph (e) of that subsection.

4. Appointment and dismissal of employees—Section 39 30
of the principal Act is hereby amended by inserting, after subsection (1), the following subsection:

“(1A) An area health board may, either absolutely or subject to conditions, delegate—

“(a) To any specified employees of that board, or to the 35
holders for the time being of specified offices in the service of that board, the power to appoint any person to any position (other than a position for the time being designated in respect of that Board

by Order in Council made under section 20 (2) of the Health Service Personnel Act 1983) in the employment of that board:

5 “(b) To the holders of positions for the time being designated in respect of that board by Order in Council made under section 20 (2) of the Health Service Personnel Act 1983 the power to dismiss any person from any position (other than another such position) in the employment of that board;—

10 and in that case the following provisions shall apply:

“(c) Subject to the conditions (if any) subject to which that power was delegated, it may be exercised as if it had been conferred directly and not by delegation:

15 “(d) The delegation shall be revocable at will, and shall continue in effect until revoked:

“(e) In the absence of proof to the contrary, where any person purports to act pursuant to a delegation under this subsection, the action concerned shall be presumed to be in accordance with that delegation:

20 “(f) No delegation under this subsection shall affect or prevent the exercise of the power of appointment or dismissal (as the case may be) contained in subsection (1) of this section.”

5. Health computer system—(1) The principal Act is hereby
25 amended by repealing section 51, and substituting the following section:

“51. (1) Where the Director-General or a board has a health computer system under his or its control, he or it shall take all reasonable steps to ensure that—

30 “(a) No person not authorised to have physical access to that system has physical access to it:

“(b) No person not authorised to operate that system operates it:

35 “(c) A record is kept of every occasion on which a person authorised to operate that system operates it, the nature of the operation concerned, and the identity of that person:

40 “(d) That system keeps a record of every attempt (whether successful or not) to operate it by a person not authorised to operate it.

“(2) Subject to **subsection (3)** of this section, the Director-General may, if he thinks fit, authorise the use of a health computer system for the storage, processing, and retrieval, of fictitious information for all or any of the following purposes:

- “(a) Training officers of the Department or employees of any board in the use of that system:
- “(b) Testing that system or any part of it:
- “(c) Detecting any misuse of that system (whether or not that misuse amounts to an offence against this Act). 5
- “(3) All fictitious information stored in a health computer system for a purpose specified in **paragraph (a)** or **paragraph (b)** of **subsection (2)** of this section shall at all times be clearly identified as being for training or testing purposes, and shall be kept distinct from all other information stored in that system. 10
- “(4) Any use of a health computer system authorised under **subsection (2)** of this section shall not be an offence against **subsection (5)** of this section.
- “(5) Every person commits a crime, and is liable on conviction on indictment to imprisonment for a term not exceeding 3 years, who— 15
- “(a) Knowing that he is not authorised to do so, connects any health computer system to any other computer or any terminal or other installation connected to or forming part of any other computer; or 20
- “(b) Knowingly falsifies any information stored in a health computer system by the deletion or modification of all or any part of, or the addition of other information to, that information; or 25
- “(c) Knowing that he is not authorised to do so, enters into or deletes from a health computer system any information; or
- “(d) Knowing that he is required in the course of his duties to do so, wilfully fails or omits to enter any information into a health computer system; or 30
- “(e) Knowingly provides false information with the intent that it be entered into a health computer system; or
- “(f) Knowing that he is not authorised to do so, operates or attempts to operate a health computer system, whether by means of any device or apparatus that is part of that system or by any other means; or 35
- “(g) Knowing that he is not authorised to do so, modifies the programming of a health computer system.
- “(6) Nothing in this section shall limit the rights, powers, and duties of the Audit Office in relation to information stored in any health computer system. 40
- “(7) Notwithstanding **subsection (5) (a)** of this section, but subject to **subsection (8)** of this section, no person commits an offence against this Act who with the consent of the Director 45

General or a board, connects a health computer system under his or its control to any other computer, or a terminal or other installation.

“(8) Neither the Director-General, nor a board, shall authorise any person to connect a health computer system under his or its control to any other computer, or to any terminal or other installation connected to or forming part of any other computer, unless he or it is satisfied that—

- “(a) That system is or may be malfunctioning; and
- 10 “(b) The other computer concerned is under the control of a specialist in the maintenance and repair of computers; and
- “(c) The connection concerned is necessary to accomplish all or any of the following things:
 - 15 “(i) Ascertain whether or not that system is malfunctioning;
 - “(ii) Detect malfunctions in that system;
 - “(iii) Enable the rectification of any malfunctions in that system;—

20 and the authorisation concerned shall specify the things for whose accomplishment it is given, and shall expire once they have been accomplished or prove to be impossible or impracticable.”

25 (2) The Summary Proceedings Act 1957 is hereby amended by inserting in Part II of the First Schedule, in its appropriate alphabetical order, the following item:

| | |
|-------------------------------------|--|
| “The Area Health Boards Act 1983 | 51. Offences in relation to health computer systems.” |
|-------------------------------------|--|

6. Regulations—Section 96 of the principal Act is hereby amended by repealing paragraph (a), and substituting the following paragraph:

30 “(a) Regulating the operation of health computer systems:”.

7. Amendments consequential on passage of principal Act—(1) Section 2 (1) of the Electoral Act 1956 is hereby amended by adding to the definition of the term “hospital” the words “or the Area Health Boards Act 1983”.

35 (2) Section 34 (1) of the Medical Practitioners Act 1968 is hereby amended by—

- (a) Adding to paragraph (a) of the definition of the term “hospital”; and
 - (b) Inserting in paragraph (a) of the definition of the term “Medical Superintendent”, after the expression
 - 40 “1957”,—
- the words “or the Area Health Boards Act 1983”.

(3) **Subsections (1) and (2)** of this section shall be deemed to have come into force on the commencement of the principal Act.