

**MINUTES OF MEETING
BOARD OF DIRECTORS
SEQUOIA HEALTHCARE DISTRICT
August 3, 2005**

Present: Mr. Hickey
Ms. Kane, President
Mr. MacNaughton
Dr. Oblak (by conference telephone)
Excused: Mr. Faro

Also present: Ms. Scott, CEO
Ms. Greenberg, Counsel
Ms. Johnson, Recorder

CALL TO ORDER:

President Kane called the meeting to order at 4:30 PM in the Sequoia Room at Sequoia Hospital. President Kane announced that Director Oblak was attending by conference telephone from Ashland, Oregon and Director Faro was out of state.

PUBLIC COMMENT:

Ms. Linda Craig stated that Ms. Barbara Boles, President of the League of Women Voters of South San Mateo County, sent a letter to President Kane requesting two topics for this meeting's agenda: grant making policies and surplus properties.

President Kane confirmed that these issues would be addressed at the Board's October 5th meeting.

Director Hickey read from a prepared statement that he had requested an agenda item for this meeting to consider placing the sale of the medical office building adjacent to the hospital campus on hold in order to pursue an agreement with CHW to transfer the facility to SHS. Such transfer would be in lieu of the Board's prior \$25 million commitment toward the SHS rebuilding effort. His request was denied and he seeks an airing of his proposal by the full Board at a future meeting.

Director Hickey then cited the District's Policy 6.1 and noted that Director Oblak was participating by telephone outside the District. At this point Director Hickey declared that he was withdrawing from the meeting and left the room, leaving the Board without a legal quorum.

Director Oblak stated that this Board's purpose is to serve the community and that many people had gone to a great deal of time and effort to have a meeting in good faith and that this maneuver by Director Hickey is very inappropriate and certainly not in the best interest of the community.

President Kane apologized to all in attendance and the meeting was adjourned at 4:45 PM. The next regularly scheduled meeting of the Sequoia Healthcare District Board of Directors is Wednesday, October 5, 2005 at 4:30PM, Sequoia Room, Sequoia Hospital.

Respectfully Submitted,

John B. Oblak, Ph.D.
Secretary