

**MINUTES OF SPECIAL MEETING  
BOARD OF DIRECTORS  
SEQUOIA HEALTHCARE DISTRICT  
September 20, 2006**

Present: Mr. Hickey  
Mr. Faro  
Ms. Kane, President\*  
Mr. MacNaughton  
Dr. Oblak

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

\*Participated by teleconference

Excused: None

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**CALL TO ORDER:**

Vice Chair MacNaughton called the meeting to order at 4:30 PM in conference room G at Sequoia Hospital.

**PUBLIC COMMENT:**

Vice Chair MacNaughton announced that due to time constraints, agenda items 3.c. and 3.d. would be considered first.

**OLD BUSINESS:**

**3.c. Ratification of Approval of Items Passed With 2-1 Votes at June 13 Board of Directors Meeting**

Ms. Greenberg said this item is on the agenda for ratification to confirm the earlier approval of the three listed items at the June 13 meeting by a majority of the quorum, which, under the law, is sufficient for approval. Director Faro offered a motion to ratify agenda item 3.c. Director Oblak seconded the motion, which was approved 4-0. Roll call vote:

Ayes: Directors Faro, Kane, MacNaughton, Oblak  
Noes: None  
Abstain: None  
Absent: Director Hickey

**3.d. Ratification Of Increase In CEO Compensation In Accordance With Employment Contract Dated July 1, 2004 Per Government Code Section 53262.**

Director Faro offered a motion to ratify agenda item 3.d. Director Oblak seconded the motion, which was approved 4-0. Roll call vote:

Ayes: Directors Faro, Kane, MacNaughton, Oblak  
Noes: None  
Abstain: None  
Absent: Director Hickey

Ms. Scott expressed her thanks to the Board.

**3.a. Report From Staff Regarding Long Range Financial Projection.**

Director Hickey joined the meeting at 4:35.

Staff reported that the purpose of the spreadsheet included in the Board packet is to demonstrate what the District's projected cash position looks like based upon current and projected financial commitments. Staff directed attention to the highlighted portions of the spreadsheet that reflect the projected restricted and unrestricted cash position for each year.

**3.b. Additional Presentation of San Mateo Medical Center (SMMC) Proposal Continued From August 9, 2006 Meeting: Decision Regarding Funding Request For Fair Oaks Medical Clinic.**

Nancy Steiger, CEO of San Mateo Medical Center (SMMC) presented additional information requested by the Board (a copy of which is included in the District's Minutes Book) and summarized SMMC's request: SMMC is asking for help to cover the expense of uninsured District adults at approximately \$1.6 million a year for two years and that these funds would serve as a bridge to more stable, long-term funding including a collaborative effort towards adult health coverage.

Director Hickey offered a motion to table this agenda item. There was no second to his motion.

Director Faro moved to approve funding SMMC's request for \$3,310,700 to cover the cost of care for uninsured and indigent patients for two years. Director Oblak seconded the motion, which was approved 3-1. Roll call vote:

Ayes:	Directors Faro, Kane, Oblak
Noes:	Director Hickey
Abstain:	Director MacNaughton
Absent:	None

Ms. Steiger thanked the Board for approving the grant and will provide the Board with follow-up reports regarding the use of the District's grant.

**4. ADJOURN:**

Upon a motion duly made and seconded, Vice Chair MacNaughton adjourned the meeting at 5:00 PM. The next regularly scheduled meeting of the Sequoia Healthcare District Board of Directors is Wednesday, October 4, 2006, 4:30pm, Sequoia Room, Sequoia Hospital.

Respectfully Submitted,

John B. Oblak, Ph.D.  
Secretary