

**MINUTES OF MEETING
BOARD OF DIRECTORS
SEQUOIA HEALTHCARE DISTRICT
October 3, 2007**

Sequoia Room, Sequoia Hospital, 170 Alameda de las Pulgas, Redwood City, CA 94062

Directors Present

Director Faro
Director Hickey
Director Horsley
Director Kane
Director MacNaughton

Directors Absent

None

Also Present

Ms. Scott, CEO
Mr. Hudak, Legal Counsel
Ms. Johnson, Recorder

1. Call to Order

By: President Kane

Time: 4:35pm

2. Public Comment/Non-Agenda Items

Director Horsley reported that in June he and President Kane attended the Association of California Healthcare District's (ACHD's) Leadership Conference in Sacramento. President Kane reported on her and Director Faro's attendance at the annual ACHD meeting last month.

3.a. - 3.b. Consent Calendar

Director Hickey requested removal of agenda item 3.a. (September 4, 2007 Special Meeting minutes).

Motion: To approve Item 3.b. (July and August 2007 financial statements).

By: Director Faro

Seconded by: Director Horsley

Vote: 5-0

Motion Passed

Director Hickey indicated he thought the statement regarding CHW assuming full responsibility for Sequoia Hospital was too brief.

Motion: To approve Item 3.a. (September 4, 2007 Special Meeting minutes) as presented.

By: Director Faro

Seconded by: Director Horsley

Vote: 4-0, 1 abstention

Motion Passed

4.CEO Report

Director Hickey asked for clarification on Ms. Scott's statement that the Community Grants Program is funded by property tax revenues. Ms. Scott confirmed that the Community Grants Program is funded by the District's property tax revenues.

5.a. Establish Budget for 2007-2008 Community Grants Program

Director Horsley stated that budgeting for the Community Grants Program was delayed until further details of the District's role in Sequoia Hospital's rebuild project were clarified. He recommended a budget of \$1 million for 2007-2008 Community Grants Program.

Motion: To approve a budget not to exceed \$1 million for the 2007-2008 Community Grants Program.

By: Director Horsley

Seconded by: Director Faro

Vote: 4-1 with Director Hickey voting No.

Motion Passed

President Kane stated that the funding focus areas of the Community Grants Program may change after District strategic planning.

6. Receive Report on Inaugural Year of HeartSafe Program

Ms. Scott and Ms. Kurtzman presented a review of the first year of Sequoia Healthcare District's HeartSafe Program. A copy of the presentation is available with the original of these minutes.

7. Discussion: Disposition of District Office Space and District Property Located at 525 Veterans Boulevard

President Kane said that 525 Veterans is being considered for new District office space. Two quotes for foundation repair have not yet been presented. The Board directed staff to utilize a project manager to obtain estimates for repairs and remodeling the property.

8. Continued Discussion: Proposed Agreement Relating to Sequoia Healthcare District's Role in Sequoia Hospital's Rebuilding Project.

Public Comment. Dr. Mike Griffin stated concerns about public disclosure and Sequoia Hospital oversight. Dr. J .D. Hoff stated concerns regarding oversight and a physician recruitment and retention strategy for the Hospital.

Michael Blaszyk, Chief Financial Officer of Catholic Healthcare West (CHW), spoke to CHW's commitment to Sequoia Hospital's rebuilding project.

Director Horsley spoke to his desire for a physician strategic model in the Development Agreement to include measurable criteria including performance benchmarks.

6. Adjourn

Motion: At 6:40 PM, adjourn meeting.

By: Director Faro

Seconded by: Director Horsley

Vote: 5-0

Motion Passed

The next regularly scheduled meeting of Sequoia Healthcare District's Board of Directors is Wednesday, December 5, 2007, 4:30pm, Sequoia Room, Sequoia Hospital.

Respectfully Submitted,

Don Horsley, Secretary