

<p style="text-align: center;">MINUTES OF MEETING BOARD OF DIRECTORS SEQUOIA HEALTHCARE DISTRICT April 4, 2007 Sequoia Room, Sequoia Hospital, 170 Alameda de las Pulgas, Redwood City, CA 94062</p>		
<p><u>Directors Present</u> Director Faro Director Hickey Director Horsley Director Kane Director MacNaughton</p>	<p><u>Directors Absent</u> None</p>	<p><u>Also Present</u> Ms. Scott, CEO Mr. Hudak, Legal Counsel Ms. Johnson, Recorder</p>
<p style="text-align: center;"><u>1. Call to Order</u></p> <p>By: Vice Chair MacNaughton Time: 4:35pm</p>		
<p style="text-align: center;"><u>2. Public Comment/Non-Agenda Items</u></p> <p>Vice Chair MacNaughton announced that Board President Kane was delayed and therefore he would chair the meeting in her absence.</p> <p>Director Horsley reported on the governance seminar in February he had attended.</p>		
<p style="text-align: center;"><u>3.a. - 3.b. Consent Calendar</u></p> <p>Director Hickey requested removal of agenda item 3.a. (February 7, 2007 minutes) from the Consent Calendar. It was the consensus of the Board that Director Hickey's request for the minutes of the April 4<sup>th</sup>, 2007 meeting to reflect that at the February 7<sup>th</sup> meeting, it was Director Hickey's understanding that Board President Kane was going to explore his suggestion that audio tapes of Board meetings could be converted to a CD recording, which could be converted to a format suitable for the District's web site.</p> <p>Motion: To approve February 7, 2007 Minutes (item 3.a. on the Consent Calendar). By: Director Hickey Seconded by: Director Faro Vote: 4-0 Motion Passed</p> <p>Director Horsley requested agenda item 3.b. (January and February 2007 financial statements) be removed from the Consent Calendar. Referencing the Hospital Replacement Project expense on the Income Statement, Director Horsley suggested a debriefing regarding Sequoia Hospital's rebuilding project.</p> <p>Motion: To accept January and February 2007 Financial Statements, item 3.b. on Consent Calendar. By: Director Hickey Seconded by: Director Faro Vote: 4-0 Motion Passed</p>		

#### 4. CEO Report

Ms. Scott read aloud her written report and in addition announced the second graduating class from the Nursing Program is May 21st at SFSU. A recent general information meeting for prospective applicants to the Program was attended by approximately 80 students.

At 4:50 PM, Board President Kane joined the meeting.

#### 5. a. Community Grants Program: Approve Programs Recommended for Funding

Ms. Diana Haigwood spoke to the recommended grants, explained the monitoring and review process, that sustainability of the programs is considered and that in multiple year grant situations funding is not automatic but based on the achievement of objectives seen through measurable outcomes as set forth in the proposals.

Citing Director Hickey's known opposition to the Community Grants Program, Director MacNaughton asked Director Hickey where he would like to see District funds disbursed and Director Hickey responded that the District has an obligation to Sequoia Hospital.

Motion: To approve the grants as presented by the District's Grants Committee.

By: Director Horsley

Seconded by: Director Faro

Vote: 4-1 with Director Hickey opposed

Motion Passed

#### 5. b. Local Agency Formation Commission (LAFCo) Overview

Legal counsel Mark Hudak provided a general overview of what LAFCo is and how it functions. A copy of Mr. Hudak's presentation is included with the original of these minutes.

#### Report

Board President Kane reported that she had met with IT professionals regarding the cost of putting an audio recording of meetings on the District's website and found the cost for equipment and labor to run approximately \$3,000 and recommended that the issue is not pursued further.

#### 6. Adjourn

Motion: At 5:35 PM, adjourn meeting.

By: Director Faro

Seconded by: Director Horsley

Vote: Unanimous

Motion Passed

The next regularly scheduled meeting of Sequoia Healthcare District's Board of Directors is Wednesday, June 6, 4:30pm, Sequoia Room, Sequoia Hospital.

Respectfully Submitted,

Don Horsley  
Secretary