

**SEQUOIA HEALTHCARE DISTRICT
RESOLUTION 08-7 AFFIRMING DISTRICT
POLICY TO CONTINUE OPERATING**

WHEREAS, (1) Sequoia Healthcare District has been serving the healthcare needs of residents for more than 50 years; and

WHEREAS, (2) The District has transferred all of its interest in and operating control over Sequoia Hospital to Catholic Healthcare West pursuant to a Development Agreement; and

WHEREAS, (3) The District is entitled to receive certain net operating revenues under the Development Agreement and has certain continuing duties to monitor performance under the Development Agreement; and

WHEREAS, (4) The District participates in many necessary programs that serve the healthcare needs of residents, including HeartSafe, a nursing education program, the Children's Health Initiative, Samaritan House Free Clinic, and the North Fair Oaks Clinic; and

WHEREAS, (5) The District funds worthwhile, targeted programs through the Community Grants program; and

WHEREAS, (6) The District continues to support Sequoia Hospital through matching grants and other funding necessary to improve the services available to District residents; and

WHEREAS, (7) On October 15, 2008, the District adopted a Strategic Plan that calls for the District to assume a leadership role in coordinating healthcare services and meeting priority healthcare needs; and

WHEREAS, (8) If the District dissolved, its current assets could be distributed to cities and other public entities that could utilize them for purposes unrelated to healthcare; and

WHEREAS, (9) If the District dissolved, its future tax revenues would be redistributed to other public entities and no taxpayer savings would be achieved; and

WHEREAS, (10) There remain unmet healthcare needs within the District that can best be addressed through the District's leadership and funding; and

WHEREAS, (11) District residents and community leaders have expressed strong support for the District's continuing role in serving the healthcare needs of District residents;

NOW, THEREFORE, the following resolution was passed and adopted by the Board at a duly noticed meeting held on the 3rd day of December, 2008, by a motion duly made, seconded and carried:

RESOLVED, that the District shall continue to remain in existence in order to serve the healthcare needs of District residents, as set forth in its Strategic Plan, and shall not dissolve.

As the duly elected Secretary of Sequoia Healthcare District, I hereby certify that the above accurately reflects the resolution which has been duly adopted and approved by the Board of Directors of Sequoia Healthcare District at its duly noticed meeting on the 3rd day of December, 2008, by the following vote:

AYES:

NOS:

ABSTAIN:

ABSENT:

Secretary, Sequoia Healthcare District