

TELLURIDE HOSPITAL DISTRICT
May 2, 2007
SPECIAL BOARD MEETING MINUTES

Board Members in attendance: Albert Roer/Treasurer and Allen Solomon, MD. Bill Grun/President was present by phone. Alexandra Dujardin/Secretary and Mark O'Dell were excused
TMC Management Present: Gordon Reichard/TMC Administrator, Peter Hackett, MD/IFAM Director, Eric Johnson, CFNP/Primary Care Manager, Julie Wesseling/Finance Manager and Nan Dudek/Recorder

I. CALL TO ORDER

Albert Roer called the meeting to order at 1:02pm

II. CAPITAL EQUIPMENT REQUESTS - Allen Solomon, MD

There was lengthy discussion about the listed equipment pertaining to utilization, cost and revenue generation. (See attached.)

Motion: Albert moved that the board approve purchase and referral of the all equipment listed in the Capital Equipment Requests to the Medical Capital Fund for funding with the exception that five, rather than ten Ambulatory Blood Pressure Monitors are purchased initially. The ultrasound equipment will be the responsibility of IFAM including all expenses and revenues for use. Allen Solomon seconded the motion. The motion passed with the three members present voting in favor.

III. ARTICLES OF INCORPORATION TMC & IFAM - Albert Roer

Motion: Albert Roer moved that the board approve the Articles of Incorporation for TMC and IFAM presented. Allen Solomon seconded the motion.

Discussion on the articles (see attached) included the structure of the boards of directors, consistency of language in the articles and the compelling reasons for acceptance of the articles (see attached).

The motion passed with the three members present voting in favor.

IV. OLD BUSINESS - Albert Roer

Gordon reported that his April 30th visit to Mercy Hospital in Durango with the CEO, CNO and CFO resulted in a verbal proposal for affiliation that would cost THD \$50 - \$100,000. A written proposal was requested prior to the May Regular Board meeting.

St Mary's Hospital Grand Junction written proposal for affiliation with THD was received April 27th and includes some services that would require a binding agreement and others that do not.

The proposals will be reviewed by the board at the May Regular Board meeting.

The Site Selection Meeting on May 1st resulted in two recommendations that will be reviewed by the board at the May Regular Board meeting.

V. NEW BUSINESS - Allen Solomon

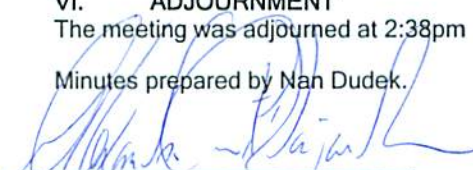
The audit process was discussed with clarification of the specifics and expectation of timeline. The report is given to TMC management by Dalby-Wendland for review and adjustments. The auditors submit the final version to the board. The requirements of Sarbannes-Oaxley require that the auditors finalize the report in a timely manner.

The board requested the scheduling of an executive session during the May Regular Board meeting to discuss specifics of negotiations and contracts pertaining to Site Selection.

VI. ADJOURNMENT

The meeting was adjourned at 2:38pm

Minutes prepared by Nan Dudek.


Alexandra Corson Dujardin, Secretary
Telluride Hospital District