

NORTHERN INYO COUNTY LOCAL HOSPITAL DISTRICT

RESOLUTION 07-06

WHEREAS, Northern Inyo County Local Hospital District ("District") has commenced a construction program to expand and improve Northern Inyo Hospital ("Hospital"), a general acute care hospital, at Bishop, California, and

WHEREAS, this Board of Directors has determined, and does hereby determine, that the operation of the improved and expanded Hospital will require acquisition of the following radiology equipment:

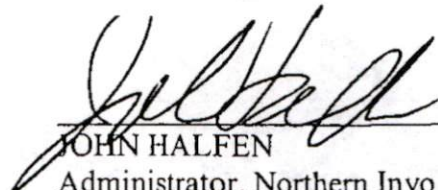
- GE LightSpeed 64 VCT
- Delirium 8000
- Precision 500 D
- Precision 500 D #2
- Digital AMX 700
- Digital Mamo
- Infinia Hawkeye
- Bone Density

which equipment has, in the opinion of the District's Administrator, a fair retail market value, including freight, sales tax, and installation, of no more than \$3,800,000 and

WHEREAS, this Board of Directors has determined, based on the recommendations of its Administrator, and does hereby determine, that it is in the best interest of the District and of the District residents to whom it provides health care, to purchase said equipment through a financing program known as "lease-purchase" which will require borrowing no more than \$3,800,000 at an annual interest not to exceed six percent (6%), and

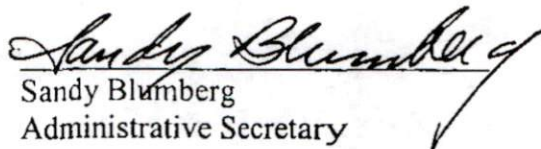
NOW, THEREFORE, BE IT RESOLVED that this Board of Directors accepts the above-described bid of Healthcare Capital Services and authorizes its President, and/or Administrator, as appropriate, to execute the necessary contracts, notes, security agreements and other documents required to complete the acquisition of the above-described equipment on the aforesaid terms.

Moved, second, and approved by a vote of 3 in favor, 0 against, and 0 abstaining,
this 5th day of December, 2007.



JOHN HALFEN
Administrator, Northern Inyo Hospital

Attest:



Sandy Blumberg
Administrative Secretary