

**MINUTES OF THE REGULAR BOARD MEETING
OF THE BOARD OF COMMISSIONERS OF THE
WINNIE-STOWELL HOSPITAL DISTRICT**

A regular meeting of the Board of Commissioners of the Winnie Stowell Hospital District ("District") was called at 6:30 p.m. on the 15th of January, 2013 at the Winnie Community Hospital-Conference Room, Broadway, Winnie, Texas pursuant to a Notice under the Open Meetings Act duly filed and posted a full 72 hours prior to the opening of the said meeting (a copy of said Notice being placed amongst the files of the District).

The roll was called of the members of the Board, to-wit:

Elroy Henry, Chair
Jeff Rollo, Vice-Chair
Sharon Burgess, Director
Edward Murrell, Director
Raul Espinosa, Director

All said Board members were present. In addition to the above named Board members, also present at the meeting were: Hubert Oxford, IV of the law firm Benckenstein & Oxford, LLP.; Sherrie Norris, District Administrator; Todd Beiderman with New Light Health Care, Mary Ellen Robertson, CPA; Danny Thompson and James Stratton as well as other members of the community who did not participate in the meeting.

At approximately 6:30 p.m., a quorum was established and the regular meeting of the Board of Commissioners was convened. President Henry first addressed Agenda Item No. 2, to review and approve Minutes for the following: December 18, 2013 Budget Workshop, December 18, 2013 Regular Meeting, and January 7, 2014 Emergency Meeting. Director Murrell made a motion to accept Minutes for December 18, 2013 Budget Workshop, December 18, 2013 Regular Meeting, and January 7, 2014 Emergency Meeting. This motion was seconded by Director Raul with a unanimous consent of all Board members present.

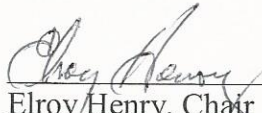
Given that there was no public comment, President Henry then asked for public comment pursuant to to move forward and consider Agenda Item No. 4, review and approve financial reports and consider and take action of the payment of invoices. According to the January 15, 2014 balance sheet, the District had total assets of \$874,314.89 with outstanding accounts payables of 44,263.32 and checks outstanding totaling \$300.00 bringing the total fund balance, once all bills were paid and checks outstanding deposited, to \$830,079.07. A copy of this Balance Sheet and bills payable is attached hereto as **Exhibit "A"**. Director Murrell made a motion to approve the financial reports and bills payable. This motion was seconded by Director Rollo with the unanimously consent of all Board members present.

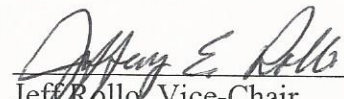
President Henry then asked the Board to consider Agenda Item No. 5, to discuss and take action on the Bayside Federally Qualified Health Clinic inside of the District's Boundaries. Per Jeff Rollo, the committee has not met with Chambers County FQHC Clinic, therefore no action was taken. No action was taken.

Therefore, President Henry then requested the board to address Agenda Item No. 6, discuss, consider and take action on the Winnie Community Hospital, LLC; Frontier Healthcare Group, LLC; Case No. 12-46841-DML-11 pending in the United States Bankruptcy Court for the North District of Texas, Fort Worth Division. According to Ed Murrell, the bankruptcy judge had recently appointed a trustee, Mark Andrews, an attorney in Dallas, Texas. Mr. Murrell advised that he anticipated that the Trustee would me making a visit to the Hospital soon and would probably need emergency funds to keep the hospital open.

Lastly, there were no reports per Agenda 7 and the Board meeting was adjourned at 7:00

p.m.


Elroy Henry, Chair


Jeff Rollo, Vice-Chair