



To: ValleyCare Corporate Membership

From: John Sensiba, Chair ValleyCare Board of Directors

Date: February 5th, 2014

Subject: ValleyCare Health System

On behalf of the ValleyCare Board of Directors I need to inform you of the departure of Marcy Feit, President and CEO effective February 4, 2014.

While Marcy will no longer be our CEO, we have a strong management team who will help us lead the organization through this transition. We have asked Scott Gregerson, Vice President of Strategic Partnerships, to serve as Interim CEO. We know that you will give him the assistance and support he needs to be successful.

Health care in general and ValleyCare specifically are going through tremendous changes to adapt to the new health care environment. In recent years we have partnered with numerous organizations and individuals to increase our strength in the market place including the formation of a medical foundation and our physician network. We are continuing to look at additional partners and affiliations that can help us to preserve and enhance our services to the community. In addition, the board and management are implementing short term and long term strategies to ensure the fiscal health of the organization. You can be assured that any decisions we make will be based on our mission that is focused on patient care, safety and quality.

We have a number of strategic decisions in front of us that we will continue to explore and implement. We have a strong volunteer Board of Directors who are very capable and willing to devote the time required to keep ValleyCare moving forward. Some of the decisions we may ultimately desire to make may require your approval. As information becomes available regarding our strategic changes we will communicate them with you. Any and all questions can be directed to me at (925) 683-7090.

CC: ValleyCare Board of Directors