

Exhibit 1-1: (cont'd)

Year	Health Care Cost and Control Events
1996	Health Insurance Portability and Accountability Act (HIPAA) passes
1997	An estimated 44 million Americans are uninsured
1997	Balanced Budget Act slashes Medicare budget by \$115 billion over five years and authorizes Medicare + Choice to provide broader coverage options, includes CHIP (Children's Health Insurance Program)
1998	First HMO malpractice lawsuit filed by a consumer under landmark Texas law
1998	HMO enrollment at 78.8 million
1998	PPO enrollment hits 90 million surpassing that of HMOs
1999	Aetna Inc. purchases Prudential HealthCare giving it coverage of one in ten Americans
2002	Almost 50 percent of major teaching hospitals lose money because of Medicare cuts
2006	Projected national health care spending as a portion of GDP to be 15.8 percent

Source: VHA, Inc. and Deloitte & Touche, *Health Care 2000: A Strategic Assessment of the Health Care Environment in the United States* (Irving, TX and Detroit, MI: VHA and Deloitte & Touche, 2000), pp. 2-11.