



July 16, 2007

Re: Taconic IPA, Inc.'s ("Taconic") Policies and Procedures

Dear Participating Physician:

The Board of Taconic IPA, Inc. (TIPA) recently met to discuss and review TIPA's policy with regard to board recertification.

By way of background, in May 2003, the Board had adopted a policy, which provided that as of January, 2004, all Physicians initially required to meet the board certification requirement for admission to TIPA were strongly encouraged to recertify with their respective specialty boards or in the alternative incur a five percent (5%) reduction in the fees paid for their services and the services of all members of his or her group practice.

After reviewing TIPA's experience with this policy and certain administrative burdens related to implementing the policy, the Board has voted to eliminate the financial penalty for failing to recertify. TIPA still encourages participating physicians to recertify but physicians failing to recertify will not be subject to a 5% reduction in the fees for their services.

In accordance with the term of your Participating Provider Agreement, this policy change will become effective thirty (30) days from the date of this letter. If you have any questions or comments regarding this change in policy, please feel free to contact me.

Very truly yours,

A. John Blair, III, MD
Chairman and CEO