



September 25, 2007

Mr. Christopher Cox, Chairman
Securities and Exchange Commission
100 F Street, NE
Washington, D.C. 20549

RE: S7-16-07 and S7-17-07

Dear Chairman Cox:

CHRISTUS Health is a Catholic, faith-based health system comprised of more than 40 hospitals and long term care facilities in six states and in Mexico. We have long believed in the process of shareholder advocacy and have participated in shareholder actions for many years. We have engaged companies about their policies and practices. This has benefited the communities in which we operate and the companies themselves.

Therefore, it is with dismay that we learn of your intent to make substantial changes to the shareholder resolutions process. Our comments on these changes are as follows:

Thresholds for Resubmission

In release 34-56160, the Commission asks for comments on the resubmission thresholds for shareholder resolutions which presently stand at 3%, 6% and 10% vote levels for resubmitting resolutions. The SEC asks if a new threshold should be raised to a 10%, 15% and 20% level.

We oppose these higher thresholds for resubmission.

Nomination to the Board

The first proposal, in release 34-56161, prohibits such a nominating process and would reverse a 2006 Federal Court decision. This court decision reversed an SEC ruling which omitted the AFSCME resolution from AIG asking for a vote on access to nominate directors. In short, this proposal prohibits the right of investors to nominate Directors for a vote on the company proxy.

The second proposal would allow shareholders to nominate on the proxy, BUT only if investors with 5% of the shares of the company banded together to present the nomination. This 5% level of shares required to nominate a Director is onerous.

We oppose the prohibition on nominations of directors in the first proposal, and oppose the 5% threshold in the second proposal.

The Electronic Petition Model

Page 57 of release 34-56160 asks "Should the Commission adopt a provision to enable companies to follow an electronic petition model for non-binding shareholder proposals in lieu of 14a-8?" This question builds on the SEC Roundtable discussion of "electronic chat rooms." The proposal suggests an electronic forum or chat room process should be a substitute for the right to file shareholder resolutions.

We oppose the substitution of one for the other. Chat rooms and electronic forums, if introduced, must be additional tools of communication and combined with the existing right to file a resolution through the proxy process.

The Opt-out Option

The SEC is asking for comments on the right of a company to “opt-out” of the shareholder resolution process either by seeking a vote of the shareholders to give them that authority OR, if empowered under State law, to have the Board vote to opt-out of receiving advisory resolutions

We oppose any opportunities for companies to opt-out.

The severe curbs on shareholder input process put forward by the SEC are unacceptable. There is no documented problem or problems that would justify such extreme restrictions on shareholder rights. It would be better for the SEC to take no action on their shareholder resolution initiatives than it would be to irreparably harm a process that effectively informs our civic economy. In a democratic society, there need to be more tools to engage with companies rather than less. The stockholder resolution has been such a tool since 1934.

Sincerely,

A handwritten signature in black ink that reads "Donna Meyer". The signature is written in a cursive style with a large, looping initial 'D'.

Donna Meyer, Ph.D., FACHE
System Director, Community Health Services