



Bluegate Secures Health Care IT Contract with Diabetes Centers of America

Houston, TX – May 31 2006 - Bluegate Corp. (OTCBB: BGAT), the nation’s premier provider of outsourced health care IT solutions, professional technology consulting services and Bluegate Medical Grade Networks™, announced today that it has signed a new installation and support contract with Diabetes Centers of America (DCoA). DCoA offers “first of its kind” advanced technology diabetes treatment and management centers with facilities in Houston’s Cypress Fairbanks Medical Center, Sugar Land Medical Building I, St. Catherine’s Medical Center - Medical Plaza II, Bayshore Medical Center, Northeast Medical Center, and St. John's Medical Center.

Some of the services incorporated in this contract include:

- Software development and support;
- Structured cabling for data and voice;
- VoIP telephone system;
- IT outsourcing;
- Full enterprise management for servers, storage equipment, backup equipment, desktops, notebooks, printers, switches, routers and firewalls;
- Management of routers, servers, wireless, VPN networks, switches and firewalls;
- Quarterly network health check-ups;
- IT policy and procedure planning;
- Proactive enterprise monitoring services managed 24X7.

David Lieske, Director of Administration of Diabetes Centers of America, stated, “We are on a very fast growth track, but we’ve been very selective with our physicians and other professionals to make certain our unique programs are the very best on the market. We need a comprehensive IT support program to continue our aggressive growth strategy. We believe Bluegate can help keep us moving.”

“Our contract with DCoA is another example of how a wide range of forward-thinking health care providers are entering the Bluegate network to take advantage of our vast array of turnkey IT services and our secure, medical grade network that enables online data sharing of large image files and collaboration among care givers to enhance patient care,” said Manfred Sternberg, Bluegate CEO. “It is only because of the depth of our offering that an organization as successful as DCoA can place their confidence in one vendor to handle their IT needs.”

About Bluegate

Bluegate Corp. is an industry leader of outsourced health care IT solutions, Medical Grade Networks™ and remote management services. It provides IT consulting through its professional services division and HIPAA-compliant, turnkey managed security services and interoperability solutions across its Medical Grade Networks™ to hospitals, physicians, other health care facilities, RHIOs, HCOs and third-party solution providers. Bluegate is publicly traded on the

over the counter bulletin board under the ticker symbol BGAT. For information, visit www.bluegate.com or call 713-686-1100.

Safe Harbor

This press release may contain "forward-looking statements." All statements, other than statements of fact, included in this release and without limitation statements regarding potential future plans and objectives of the Company, are forward-looking statements that involve risks and uncertainties. Although the Company believes that the expectations reflected in such forward-looking statements are reasonable, there can be no assurance that such statements will prove to be accurate. Actual results and future events could differ materially from those anticipated in such statements.

For Bluegate

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