

**Southern Delaware
Surgery Center**
18941 John Williams Hwy
Rehoboth Beach, De 19971

Memo

J-3
MS-16

To: Richard McKinley
From: Marti Potter, Administrator
Date: 8/13/2008
Re: Letter dated July 10, 2008 re: SDSC, 07-31145-01, 3037185

In response to your email of 8/13/08, please see my responses below which are in the order of the questions in the email:

- a) Beebe Medical Center purchased all shares owned by physician investors
- b) No change
- c) No change
- d) No change
- e) No change
- f) Facility is not being decommissioned
- g) No changes
- h) No decommissioning being done

As mentioned in my letter of 7/10/08, the ONLY change is one of ownership. Everything else remains the same as previous to sale.

Martha Potter

Martha Potter, Administrator

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NMSS/RGNI MATERIALS-002