

January 10, 2008

Maria Kachadoorian  
Director of Finance/Treasurer  
City of Chula Vista  
276 Fourth Avenue  
Chula Vista, CA 91910

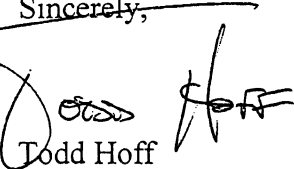
Dear Ms. Kachadoorian:

I am in receipt of your letter dated December 14, 2007 regarding "Outstanding In-Lieu Payments Due to the City of Chula Vista Redevelopment Agency".

As I shared with the City Manager, David Garcia, during our meeting on November 20, 2007, Scripps Health is in the process of developing a proposal, which we look forward to presenting to the City of Chula Vista in late February.

I will work with the City Manager's office to coordinate this meeting and on the agenda we will discuss the next steps in the In-Lieu of agreement in relationship to our proposal.

Sincerely,



Todd Hoff  
V.P., Chief Operations Executive  
Scripps Mercy Hospital Chula Vista

Cc: Mayor Cheryl Cox  
City Manager David Garcia  
June Komar  
Richard Sheridan  
Tom Gammieri

• Scripps Health •