

Attorney or Party Name, Address, Telephone and FAX	
Samuel R. Maizel, Esq. (Bar No. 189301) Tania M. Moyron, Esq. (Bar No. 235736) Dentons US LLP 601 South Figueroa Street, Suite 2500 Los Angeles, CA 90017-5704 T: (213) 623-9300 F: (213) 623-9924	
UNITED STATES DEPARTMENT OF JUSTICE OFFICE OF THE UNITED STATES TRUSTEE CENTRAL DISTRICT OF CALIFORNIA	ATTACH TO THE FRONT OF THE MONTHLY OPERATING REPORT AND SUBMIT TO UNITED STATES TRUSTEE
In re:	Case Number: 18-20151-ER (See Below)
VERITY HEALTH SYSTEM OF CALIFORNIA, INC, <i>et al.</i> , <p style="text-align: right;">Debtors.</p>	MONTHLY OPERATING REPORT DISBURSEMENT SUMMARY MOR NO. 7 FOR MONTH ENDING: March 2019

1. Total number of Debtor in Possession Bank Accounts for all Debtors.	76
2. TOTAL THIRD PARTY DISBURSEMENTS THIS PERIOD FROM ALL DEBTOR IN POSSESSION ACCOUNTS FOR ALL ENTITIES WITH BANK ACCOUNTS	<div style="border: 1px solid black; padding: 5px; display: inline-block;">\$142,684,197.58</div>

The Debtors in the these chapter 11 cases, along with their case numbers are: Verity Health System of California, Inc. 18-20151-ER, O'Connor Hospital 18-20168-ER, Saint Louise Regional Hospital 18-20162-ER, St. Francis Medical Center 18-20165-ER, St. Vincent Medical Center 18-20164-ER, Seton Medical Center 18-20167-ER, O'Connor Hospital Foundation 18-20179-ER, Saint Louise Regional Hospital Foundation 18-20172-ER, St. Francis Medical Center of Lynwood Foundation 18-20178-ER, St. Vincent Foundation 18-20180-ER, St. Vincent Dialysis Center, Inc. 18-20171-ER Seton Medical Center Foundation 18-20175-ER, Verity Business Services 18-20173-ER, Verity Medical Foundation 18-20169-ER, Verity Holdings, LLC 18-20163-ER, DePaul Ventures, LLC 18-20176-ER, and DePaul Ventures - San Jose Dialysis, LLC 18-20181-ER.

Effective September 1, 2011

USTLA 16



182015119043000000000009

Verity Bank Account Summary

For the month ending 3/31/2019

\$ in 000's

Debtor Name ¹	Debtor Case #	Beg Balance	Total Receipts	Operating Disbursements	Sweep Inflows	Sweep Outflows	DIP Inflows ²	DIP Outflows ²	I/C Inflows	I/C Outflows	Ending Bank Balance	Total Transaction Count
Verity Health System of California, Inc.	18-20151	\$ 76,208	\$ 3,048	\$ (30,097)	\$ 86,423	\$ (519)	\$ 109,000	\$ (94,644)	\$ 34,432	\$ (140,810)	\$ 43,042	624
O'Connor Hospital	18-20168	122,546	14,098	(13,665)	1	(13,862)	-	-	11,875	(8,806)	112,187	2,604
St. Louise Regional Hospital	18-20162	61,680	5,249	(4,984)	-	(5,109)	-	-	4,001	(3,048)	57,789	1,311
St. Francis Medical Center	18-20165	7,906	45,319	(39,764)	-	(32,834)	-	-	65,078	(18,990)	26,715	2,620
St. Vincent Medical Center	18-20164	8,946	23,090	(21,686)	-	(15,580)	-	-	30,882	(7,098)	18,554	1,513
Seton Medical Center	18-20167	4,271	17,557	(18,778)	-	(17,489)	-	-	29,489	(9,028)	6,022	1,784
O'Connor Hospital Foundation	18-20179	1,575	2	-	-	-	-	-	-	-	1,577	2
St. Louise Regional Hospital Foundation	18-20172	318	1	(0)	-	-	-	-	-	-	319	2
St. Francis Medical Center of Lynwood Foundation	18-20178	214	466	-	-	-	-	-	-	(368)	313	5
St. Vincent Medical Center Foundation	18-20180	1,607	32	-	-	-	-	-	-	(84)	1,555	6
St. Vincent Dialysis Center, Inc.	18-20171	0	417	-	-	(387)	-	-	-	-	30	29
Seton Medical Center Foundation	18-20175	6,008	24	(7)	-	-	-	-	-	(11)	6,015	40
Verity Business Services	18-20173	783	-	(2,815)	-	-	-	-	3,954	(1,304)	617	160
Verity Medical Foundation	18-20169	13,400	5,477	(10,146)	-	-	-	-	15,000	(5,592)	18,140	3,129
Verity Holdings, LLC	18-20163	16,449	696	(742)	-	(644)	-	-	426	-	16,185	127
Subtotal		\$ 321,911	\$ 115,476	\$ (142,684)	\$ 86,424	\$ (86,424)	\$ 109,000	\$ (94,644)	\$ 195,138	\$ (195,138)	\$ 309,058	13,956

Notes

1) In our monthly submissions, De Paul Ventures, LLC is not included above because it does not have a bank account. In March 2019, a bank account was opened for De Paul Ventures – San Jose Dialysis, LLC, however there was no activity so it is not included above.

2) Pursuant to the terms of the DIP loan agreement, Verity submits its cash inflows to the Debtors' DIP Lender Ally Bank on a daily basis even when there is no DIP balance outstanding. When this occurs, Ally Bank returns the funds to Verity. Commencing in November 2018, when there was no DIP balance outstanding, funds flowed to Ally Bank from the VHS – DIP Concentration Account and were returned by Ally to the new VHS – DIP Loan Proceeds account. Prior to the implementation of this cash management process, funds flowed to/ from Ally Bank through the VHS – AP account and such activity netted to zero to the extent funds were sent to and received from Ally Bank in the same month. The aggregate of the DIP Inflows and DIP Outflows columns above represent cumulative DIP borrowings and DIP repayments, respectively, for the period presented.

Verity Bank Account Summary

For the month ending 3/31/2019

\$ in 000's

Bank Account Name	Bank Account Number	Beg Balance	Total Receipts	Operating Disbursements	Sweep Inflows	Sweep Outflows	DIP Inflows ²	DIP Outflows ²	I/C Inflows	I/C Outflows	Ending Bank Balance	Total Transaction Count
OCH Foundation ³	XXXXXX3433	1,332	2	-	-	-	-	-	-	-	1,334	1
OCH Foundation - Investment ³	XXXXXX2-037	243	0	-	-	-	-	-	-	-	243	1
SLRH Foundation ³	XXXXXX2521	318	1	(0)	-	-	-	-	-	-	319	2
SFMC of Lynwood Foundation ³	XXXXXX2809	214	466	-	-	-	-	-	-	(368)	313	5
SVMC Foundation ³	XXXXXX3025	836	32	-	-	-	-	-	-	(84)	784	5
SVMC Foundation - EWB ³	XXXXXX1162	771	0	-	-	-	-	-	-	-	772	1
St. Vincent Dialysis Center	XXXXXX8921	0	417	-	-	(387)	-	-	-	-	30	29
SMC Foundation ³	XXXXXX2260	5,581	20	(0)	-	-	-	-	-	(11)	5,590	5
SMC Foundation - SVCS ³	XXXXXX0089	428	4	(7)	-	-	-	-	-	-	425	35
VBS - AP	XXXXXX6402	657	-	(1,412)	-	-	-	-	2,650	(1,304)	591	95
VBS - Payroll	XXXXXX2982	126	-	(1,403)	-	-	-	-	1,304	-	26	65
VBS - FSA	XXXXXX3192	-	-	-	-	-	-	-	-	-	-	-
VMF - Checking	XXXXXX9996	13,400	4,977	(10,146)	-	-	-	-	15,000	(5,592)	17,640	3,126
VMF - Payroll ZBA	XXXXXX0010	-	-	-	-	-	-	-	-	-	-	-
VMF - Sale Proceeds ⁴	XXXXXX2810	-	500	-	-	-	-	-	-	-	500	3
VH - AP	XXXXXX1597	753	-	(742)	-	-	-	-	400	-	411	85
VH - MOB	XXXXXX1248	19	669	-	-	(644)	-	-	-	-	45	40
VH - Operating	XXXXXX1970	-	-	-	-	-	-	-	-	-	-	-
VH - Savings	XXXXXX1975	-	-	-	-	-	-	-	-	-	-	-
VH - Santa Clara Sale Proceeds ⁴	XXXXXX9568	15,677	27	-	-	-	-	-	26	-	15,730	2
SMCC - Patient Trust - TCB	XXXXXX3611	-	-	-	-	-	-	-	-	-	-	-
SMC Foundation - TCB ³	XXXXXX8521	-	-	-	-	-	-	-	-	-	-	-
Subtotal		\$ 321,911	\$ 115,476	\$ (142,684)	\$ 86,424	\$ (86,424)	\$ 109,000	\$ (94,644)	\$ 195,138	\$ (195,138)	\$ 309,058	13,956

Notes

1) Sweep inflows and outflows reflect sweeps between lockbox, gross revenue and AP accounts of the same debtor.

2) Pursuant to the terms of the DIP loan agreement, Verity submits its cash inflows to the Debtors' DIP Lender Ally Bank on a daily basis even when there is no DIP balance outstanding. When this occurs, Ally Bank returns the funds to Verity. Commencing in November 2018, when there was no DIP balance outstanding, funds flowed to Ally Bank from the VHS – DIP Concentration Account and were returned by Ally to the new VHS – DIP Loan Proceeds account. Prior to the implementation of this cash management process, funds flowed to/ from Ally Bank through the VHS – AP account and such activity netted to zero to the extent funds were sent to and received from Ally Bank in the same month. The aggregate of the DIP Inflows and DIP Outflows columns above represent cumulative DIP borrowings and DIP repayments, respectively, for the period presented.

3) This bank account contains certain funds that are donor restricted, and therefore, are not available for the debtor's general operating activities. Please refer to the attached restricted funds schedule for additional restricted funds recorded by the debtors that are not included in the Verity bank account summary as they are not part of the cash management program.

4) The Final DIP Order provides that the Sale Proceeds, including any deposits, shall be held in escrow in one or more deposit accounts subject to a deposit account control agreement in favor of the DIP Agent (the "Escrow Deposit Account"). Any funds held in the Escrow Deposit Account shall not be commingled with any other funds of the selling Debtor, the Sale Proceeds of any other Debtor or otherwise.

Verity Bank Account Cumulative Summary

For the seven months ending 3/31/2019 (including 8/31/2018 activity)

\$ in 000's

Debtor Name ¹	Debtor Case #	Beg Balance	Total Receipts	Operating Disbursements	Sweep Inflows	Sweep Outflows	DIP Inflows ²	DIP Outflows ²	I/C Inflows	I/C Outflows	Ending Bank Balance	Total Transaction Count
Verity Health System of California, Inc.	18-20151	\$ 7,529	\$ 36,983	\$ (205,128)	\$ 196,337	\$ (1,863)	\$ 470,500	\$ (358,623)	\$ 540,522	\$ (643,215)	\$ 43,042	3,602
O'Connor Hospital	18-20168	8,981	240,118	(107,386)	194,826	(228,425)	-	-	136,962	(132,889)	112,187	12,581
St. Louise Regional Hospital	18-20162	3,978	100,826	(35,928)	61,632	(75,115)	-	-	44,723	(42,327)	57,789	8,098
St. Francis Medical Center	18-20165	10,077	291,540	(194,433)	411,355	(485,107)	-	-	267,213	(273,931)	26,715	15,294
St. Vincent Medical Center	18-20164	9,936	114,097	(110,046)	149,073	(181,266)	-	-	134,738	(97,979)	18,554	9,463
Seton Medical Center	18-20167	5,884	125,690	(108,246)	176,193	(213,885)	-	-	150,228	(129,842)	6,022	12,052
O'Connor Hospital Foundation	18-20179	1,714	87	(0)	-	-	-	-	-	(224)	1,577	47
St. Louise Regional Hospital Foundation	18-20172	720	50	(1)	-	-	-	-	-	(450)	319	37
St. Francis Medical Center of Lynwood Foundation	18-20178	780	1,770	(0)	-	-	-	-	-	(2,237)	313	44
St. Vincent Medical Center Foundation	18-20180	1,613	776	-	-	-	-	-	-	(834)	1,555	43
St. Vincent Dialysis Center, Inc.	18-20171	332	3,153	(7)	-	(2,124)	-	-	-	(1,325)	30	162
Seton Medical Center Foundation	18-20175	6,229	126	(76)	-	-	-	-	117	(382)	6,015	278
Verity Business Services	18-20173	1,003	-	(19,686)	-	-	-	-	30,956	(11,656)	617	735
Verity Medical Foundation	18-20169	4,493	44,694	(71,817)	-	-	-	-	73,257	(32,487)	18,140	19,913
Verity Holdings, LLC	18-20163	12,778	19,582	(5,605)	-	(1,632)	-	-	11,585	(20,523)	16,185	770
Subtotal		\$ 76,048	\$ 979,494	\$ (858,361)	\$ 1,189,416	\$ (1,189,416)	\$ 470,500	\$ (358,623)	\$ 1,390,301	\$ (1,390,301)	\$ 309,058	83,119

Notes

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Verity Bank Account Cumulative Summary

For the seven months ending 3/31/2019 (including 8/31/2018 activity)

\$ in 000's

Bank Account Name	Bank Account Number	Beg Balance	Total Receipts	Operating Disbursements	Sweep Inflows	Sweep Outflows	DIP Inflows ²	DIP Outflows ²	I/C Inflows	I/C Outflows	Ending Bank Balance	Total Transaction Count
VHS - AP	XXXXXX6440	\$ 7,083	\$ 831	\$ (180,198)	\$ -	\$ -	\$ 40,000	\$ (150,125)	\$ 316,917	\$ (30,801)	\$ 3,707	2,259
VHS - Self Insurance	XXXXXX9250	200	2,704	-	-	(1,863)	-	-	-	(1,041)	-	48
VHS - Payroll	XXXXXX1785	246	-	(24,106)	-	-	-	24,167	-	-	307	173
VHS - DIP Concentration Account	XXXXXX2889	-	2,617	(601)	196,337	-	-	198,237	-	(135)	3,246	818
VHS - DIP Loan Proceeds	XXXXXX4358	-	-	(223)	-	-	430,500	184,710	1,200	(611,237)	4,950	296
VHS - Non Santa Clara Sale Proceeds ⁴	XXXXXX9100	-	30,114	-	-	-	-	-	-	-	30,114	4
VHS - Santa Clara Sale Proceeds ⁴	XXXXXX9087	-	717	-	-	-	-	-	1	-	718	4
OCH - Lockbox	XXXXXX2945	188	129,923	-	-	(130,050)	-	-	-	-	61	5,267
OCH - Gross Revenue	XXXXXX3900	1,962	-	-	96,452	(98,375)	-	-	6	-	45	200
OCH - AP	XXXXXX6389	6,499	0	(39,373)	98,375	-	-	-	68,570	(132,758)	1,312	4,356
OCH - Payroll	XXXXXX3007	207	-	(68,013)	-	-	-	-	68,167	-	361	2,741
OCH - FSA	XXXXXX2284	125	-	-	-	-	-	-	-	(125)	-	2
OCH - Patient Trust	XXXXXX2662	-	8	-	-	-	-	-	-	(6)	3	11
OCH - Santa Clara Sale Proceeds ⁴	XXXXXX9549	-	110,187	-	-	-	-	-	219	-	110,406	4
SLRH - Lockbox	XXXXXX2926	24	43,962	-	-	(43,933)	-	-	-	-	53	4,310
SLRH - Gross Revenue	XXXXXX3905	746	0	-	30,451	(31,182)	-	-	-	-	15	196
SLRH - AP	XXXXXX6421	3,047	1	(14,546)	31,182	-	-	-	23,163	(42,294)	553	2,503
SLRH - Payroll	XXXXXX7575	128	-	(21,382)	-	-	-	-	21,457	-	202	1,084
SLRH - FSA	XXXXXX2307	33	-	-	-	-	-	-	-	(33)	-	1
SLRH - Santa Clara Sale Proceeds ⁴	XXXXXX9563	-	56,863	-	-	-	-	-	103	-	56,966	4
SFMC - Lockbox	XXXXXX2940	357	278,788	-	-	(278,941)	-	-	-	-	204	2,988
SFMC - Gross Revenue	XXXXXX3924	903	-	-	205,256	(206,099)	-	-	-	-	60	195
SFMC - AP	XXXXXX6407	7,314	4	(73,610)	206,099	-	-	-	144,075	(273,258)	10,625	4,676
SFMC - Payroll	XXXXXX3012	589	-	(96,977)	-	-	-	-	97,203	-	815	2,471
SFMC - FSA	XXXXXX2487	198	-	-	-	-	-	-	-	(198)	-	1
SFMC - Cafeteria Deposits	XXXXXX1057	312	231	(0)	-	(68)	-	-	-	(475)	-	323
SFMC - Capitation (AppleCare)	XXXXXX1371	128	-	(18,350)	-	-	-	-	20,163	-	1,941	1,956
SFMC - Capitation (Conifer)	XXXXXX1357	156	2	(3,760)	-	-	-	-	3,940	-	338	1,874
SFMC - Capitation AC	XXXXXX1845	10	-	(148)	-	-	-	-	162	-	23	143
SFMC - Capitation HCLA	XXXXXX1840	75	4	(1,585)	-	-	-	-	1,671	-	165	599
SFMC - Career College	XXXXXX2162	37	8	(2)	-	-	-	-	-	-	44	66
SFMC - Sale Proceeds ⁴	XXXXXX0090	-	12,502	-	-	-	-	-	-	-	12,502	2
SVMC - Lockbox	XXXXXX2964	13	106,580	-	-	(106,410)	-	-	-	-	183	3,860
SVMC - Gross Revenue	XXXXXX3929	672	2	-	74,217	(74,855)	-	-	-	-	35	197
SVMC - AP	XXXXXX6426	6,943	-	(58,759)	74,855	-	-	-	83,537	(97,926)	8,650	3,588
SVMC - Payroll	XXXXXX3017	116	0	(49,268)	-	-	-	-	49,264	-	111	1,237
SVMC - FSA	XXXXXX2062	52	-	-	-	-	-	-	-	(52)	-	1
SVMC - Capitation (CHP)	XXXXXX0553	493	-	(161)	-	-	-	-	-	-	332	20
SVMC - Capitation (Conifer)	XXXXXX3695	417	4	(1,857)	-	-	-	-	1,938	-	501	550
SVMC - Restricted Cash ³	XXXXXX0989	1,230	10	-	-	-	-	-	-	-	1,240	8
SVMC - Sale Proceeds ⁴	XXXXXX0076	-	7,502	-	-	-	-	-	-	-	7,502	2
SMC - Lockbox	XXXXXX2902	14	123,826	-	-	(123,807)	-	-	-	-	33	4,614
SMC - Gross Revenue	XXXXXX3887	370	-	-	86,744	(87,109)	-	-	-	-	5	195
SMC - AP	XXXXXX6365	2,911	-	(39,308)	87,109	-	-	-	81,182	(127,993)	3,900	4,285
SMC - Payroll	XXXXXX3001	1,212	-	(67,892)	-	-	-	-	69,003	(1,000)	1,323	1,394
SMC - FSA	XXXXXX2289	117	1	-	-	-	-	-	-	(117)	-	2
SMCC - Lockbox	XXXXX02907	2	1,837	-	-	(1,792)	-	-	-	-	47	616
SMCC - Gross Revenue	XXXXXX3882	54	-	-	1,163	(1,177)	-	-	-	-	40	195
SMCC - AP	XXXXXX6384	1,160	-	(1,027)	1,177	-	-	-	19	(688)	642	717
SMCC - FSA	XXXXXX2302	19	-	-	-	-	-	-	-	(19)	-	1
SMCC - Patient Trust	XXXXX12907	-	27	(19)	-	-	-	-	25	-	32	36

Verity Bank Account Cumulative Summary

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For the seven months ending 3/31/2019 (including 8/31/2018 activity)

\$ in 000's

Bank Account Name	Bank Account Number	Beg Balance	Total Receipts	Operating Disbursements	Sweep Inflows	Sweep Outflows	DIP Inflows ²	DIP Outflows ²	I/C Inflows	I/C Outflows	Ending Bank Balance	Total Transaction Count
OCH Foundation ³	XXXXXX3433	1,473	86	-	-	-	-	-	-	(224)	1,334	32
OCH Foundation - Investment ³	XXXXX2-037	242	1	(0)	-	-	-	-	-	-	243	15
SLRH Foundation ³	XXXXXX2521	720	50	(1)	-	-	-	-	-	(450)	319	37
SFMC of Lynwood Foundation ³	XXXXXX2809	780	1,770	(0)	-	-	-	-	-	(2,237)	313	44
SVMC Foundation ³	XXXXXX3025	844	774	-	-	-	-	-	-	(834)	784	35
SVMC Foundation - EWB ³	XXXXXX1162	769	3	-	-	-	-	-	-	-	772	8
St. Vincent Dialysis Center	XXXXXX8921	332	3,153	(7)	-	(2,124)	-	-	-	(1,325)	30	162
SMC Foundation ³	XXXXXX2260	5,660	79	(3)	-	-	-	-	117	(264)	5,590	40
SMC Foundation - SVCS ³	XXXXXX0089	451	47	(74)	-	-	-	-	-	-	425	235
VBS - AP	XXXXXX6402	962	-	(8,067)	-	-	-	-	19,326	(11,630)	591	505
VBS - Payroll	XXXXXX2982	15	-	(11,619)	-	-	-	-	11,630	-	26	229
VBS - FSA	XXXXXX3192	26	-	-	-	-	-	-	-	(26)	-	1
VMF - Checking	XXXXXX9996	4,493	44,173	(71,796)	-	-	-	-	73,257	(32,487)	17,640	19,904
VMF - Payroll ZBA	XXXXXX0010	-	21	(21)	-	-	-	-	-	-	-	6
VMF - Sale Proceeds ⁴	XXXXXX2810	-	500	-	-	-	-	-	-	-	500	3
VH - AP	XXXXXX1597	1,106	-	(4,609)	-	-	-	-	7,913	(4,000)	411	533
VH - MOB	XXXXXX1248	1,108	3,878	(5)	-	(1,632)	-	-	-	(3,304)	45	209
VH - Operating	XXXXXX1970	8,321	-	(991)	-	-	-	-	3,645	(10,975)	-	14
VH - Savings	XXXXXX1975	2,243	1	(0)	-	-	-	-	0	(2,244)	-	10
VH - Santa Clara Sale Proceeds ⁴	XXXXXX9568	-	15,703	-	-	-	-	-	26	-	15,730	4
SMCC - Patient Trust - TCB	XXXXXX3611	24	0	-	-	-	-	-	-	(24)	-	2
SMC Foundation - TCB ³	XXXXXX8521	117	0	-	-	-	-	-	-	(117)	-	3
Subtotal		\$ 76,048	\$ 979,494	\$ (858,361)	\$ 1,189,416	\$ (1,189,416)	\$ 470,500	\$ (358,623)	\$ 1,390,301	\$ (1,390,301)	\$ 309,058	83,119

Notes

1) Sweep inflows and outflows reflect sweeps between lockbox, gross revenue and AP accounts of the same debtor.

2) Pursuant to the terms of the DIP loan agreement, Verity submits its cash inflows to the Debtors' DIP Lender Ally Bank on a daily basis even when there is no DIP balance outstanding. When this occurs, Ally Bank returns the funds to Verity. Commencing in November 2018, when there was no DIP balance outstanding, funds flowed to Ally Bank from the VHS - DIP Concentration Account and were returned by Ally to the new VHS - DIP Loan Proceeds account. Prior to the implementation of this cash management process, funds flowed to/ from Ally Bank through the VHS - AP account and such activity netted to zero to the extent funds were sent to and received from Ally Bank in the same month. In the month of January, certain funds continued to flow to Ally Bank through the VHS - AP account. The aggregate of the DIP Inflows and DIP Outflows columns above represent cumulative DIP borrowings and DIP repayments, respectively, for the period presented.

3) This bank account contains certain funds that are donor restricted, and therefore, are not available for the debtor's general operating activities. Please refer to the attached restricted funds schedule for additional restricted funds recorded by the debtors that are not included in the Verity bank account summary as they are not part of the cash management program.

4) The Final DIP Order provides that the Sale Proceeds, including any deposits, shall be held in escrow in one or more deposit accounts subject to a deposit account control agreement in favor of the DIP Agent (the "Escrow Deposit Account"). Any funds held in the Escrow Deposit Account shall not be commingled with any other funds of the selling Debtor, the Sale Proceeds of any other Debtor or otherwise.

Verity Health System of California, Inc.
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	VHS - AP / Self Insurance	VHS - Payroll	VHS - DIP Concentration Account	VHS - DIP Loan Proceeds	VHS - Santa Clara Sale Proceeds	VHS - Non Santa Clara Sale Proceeds	Debtor Total
	6440 / 9250	1785	2889	4358	9087	9100	
Balance Per Bank	\$ 3,707	\$ 307	\$ 3,246	\$ 4,950	\$ 718	\$ 30,114	\$ 43,042
Additive Items:							-
Deposits in Transit							-
Other Additive Items							-
Subtractive Items:							-
Outstanding Checks	(1,927)	(18)					(1,945)
Other Subtractive Items	(3)						(3)
Reclassifications							-
Negative book balance reclassified to AP							-
Petty Cash							-
Adjusted Bank Balance	1,777	289	3,246	4,950	718	30,114	41,094
GL Balance	\$ 1,777	\$ 289	\$ 3,246	\$ 4,950	\$ 718	\$ 30,114	\$ 41,094
							-
Number of Outstanding Checks	99	4					103

O'Connor Hospital
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	OCH-Santa Clara Sale					Petty Cash Total	Debtor Total
	OCH - AP	OCH - Payroll	OCH - Lockbox/GR	OCH - Patient Trust	Proceeds		
	6389	3007	2945 / 3900	2662	9549	N/A	
Balance Per Bank	\$ 1,312	\$ 361	\$ 106	\$ 3	\$ 110,406		\$ 112,187
Additive Items:							-
Deposits in Transit							-
Other Additive Items							-
Subtractive Items:							-
Outstanding Checks	(1,029)	(116)					(1,145)
Other Subtractive Items		(3)					(3)
Reclassifications							-
Reconciling item							-
Petty Cash							-
Adjusted Bank Balance	283	242	106	3	110,406	-	111,040
GL Balance	\$ 283	\$ 242	\$ 106	\$ 3	\$ 110,406	\$ -	\$ 111,040
Number of Outstanding Checks	493	136					629

Saint Louise Regional Hospital
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	SLRH-Santa Clara Sale					Debtor Total
	SLRH - AP	SLRH - Payroll	SLRH - Lockbox/GR	Proceeds	Petty Cash Total	
	6421	7575	2926 / 3905	9563	N/A	
Balance Per Bank	\$ 553	\$ 202	\$ 68	\$ 56,966		\$ 57,789
Additive Items:						-
Deposits in Transit						-
Other Additive Items		8				8
Subtractive Items:						-
Outstanding Checks	(323)	(36)				(359)
Other Subtractive Items						-
Reclassifications						-
Negative book balance reclassified to AP						-
Petty Cash						-
Adjusted Bank Balance	230	175	68	56,966	-	57,438
GL Balance	\$ 230	\$ 175	\$ 68	\$ 56,966	\$ -	\$ 57,438
Number of Outstanding Checks	340	39				379

St. Francis Medical Center
Bank Reconciliation Summary
March 31, 2019

\$ in 000's

Bank Account No. (last 4 digits)	SFMC - AP	SFMC - Payroll	SFMC - Lockbox/GR	SFMC - Capitation (Conifer)	SFMC - Capitation (AppleCare)	SFMC - Capitation HCLA / AC	SFMC - Career College	SFMC - Sale Proceeds	Petty Cash Total	Debtor Total
	6407	3012	2940 / 3924 / 1057	1357	1371	1840 / 1845	2162	0090	N/A	
Balance Per Bank	\$ 10,625	\$ 815	\$ 264	\$ 338	\$ 1,941	\$ 188	\$ 44	\$ 12,502		\$ 26,715
Additive Items:										
Deposits in Transit			4							4
Other Additive Items	2	10		3		116	3			134
Subtractive Items:										
Outstanding Checks	(1,577)	(318)		(1,600)	(3,703)	(176)				(7,374)
Other Subtractive Items			(42)	(21)						(63)
Reclassifications										
Negative book balance reclassified to AP				1,279	1,793					3,072
Petty Cash									3	3
Adjusted Bank Balance	9,049	507	226	(0)	30	128	47	12,502	3	22,492
GL Balance	\$ 9,049	\$ 507	\$ 226	\$ -	\$ 30	\$ 127	\$ 47	\$ 12,502	\$ 3	\$ 22,491
Number of Outstanding Checks	339	388		849	240	86				1,902

St Vincent Medical Center
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	SVMC - AP	SVMC - Payroll	SVMC - Lockbox/GR	SVMC - Capitation (Conifer)	SVMC - Capitation (CHP)	SVMC - Restricted Cash	SVMC- Sale Proceeds	Petty Cash Total	Debtor Total
	6426	3017	2964 / 3929	3695	0553	0989	0076	N/A	
Balance Per Bank	\$ 8,650	\$ 111	\$ 218	\$ 501	\$ 332	\$ 1,240	\$ 7,502		\$ 18,554
Additive Items:									
Deposits in Transit									-
Other Additive Items									-
Subtractive Items:									
Outstanding Checks	(1,079)	(48)		(177)	(186)				(1,491)
Other Subtractive Items			(3)						(3)
Reclassifications									
Negative book balance reclassified to AP									-
Petty Cash								4	4
Adjusted Bank Balance	7,571	63	215	324	146	1,240	7,502	4	17,064
GL Balance	\$ 7,571	\$ 63	\$ 215	\$ 324	\$ 146	\$ 1,240	\$ 7,502	\$ 4	\$ 17,064
Number of Outstanding Checks	373	38		79	68				558

Seton Medical Center
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	AP Disbursement	Payroll	Lockbox/GR	SMC- Sale Proceeds	Petty Cash Total	Debtor Total
	6365	3001	2902 / 3887	0071	N/A	
Balance Per Bank	\$ 3,900	\$ 1,323	\$ 38	\$ -		\$ 5,261
Additive Items:						-
Deposits in Transit						-
Other Additive Items			27			27
Subtractive Items:						-
Outstanding Checks	(1,124)	(206)				(1,330)
Other Subtractive Items						-
Reclassifications						-
Negative book balance reclassified to AP						-
Petty Cash					4	4
Adjusted Bank Balance	2,776	1,117	65	-	4	3,962
GL Balance	\$ 2,776	\$ 1,118	\$ 65	\$ -	\$ 4	\$ 3,963
Number of Outstanding Checks	653	163				816

Seton Medical Center Coastside
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	SMCC -			Debtor Total
	AP Disbursement	Lockbox/GR	Patient Trust	
	6834	02907 / 3882	12907	
Balance Per Bank	\$ 642	\$ 87	\$ 32	\$ 761
Additive Items:				-
Deposits in Transit			1	1
Other Additive Items				-
Subtractive Items:				-
Outstanding Checks	(83)		(6)	(88)
Other Subtractive Items		(22)	(5)	(27)
Reclassifications				-
Negative book balance reclassified to AP				-
Petty Cash				-
Adjusted Bank Balance	559	65	22	646
GL Balance	\$ 559	\$ 65	\$ 21	\$ 646
Number of Outstanding Checks	62		10	72

O'Connor Hospital Foundation
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	OCH Foundation	OCH Foundation - Investment	Debtor Total
	3433	2-037	
Balance Per Bank	\$ 1,334	\$ 243	\$ 1,577
Additive Items:			-
Deposits in Transit			-
Other Additive Items			-
Subtractive Items:			-
Outstanding Checks			-
Other Subtractive Items			-
Reclassifications			-
Negative book balance reclassified to AP			-
Petty Cash			-
Adjusted Bank Balance	1,334	243	1,577
GL Balance	\$ 1,334	\$ 243	\$ 1,577
Number of Outstanding Checks			-

Saint Louise Regional Hospital Foundation
 Bank Reconciliation Summary
 March 31, 2019
 \$ in 000's

	Debtor Total
Bank Account No. (last 4 digits)	2521
Balance Per Bank	\$ 319
Additive Items:	
Deposits in Transit	
Other Additive Items	
Subtractive Items:	
Outstanding Checks	
Other Subtractive Items	
Reclassifications	
Negative book balance reclassified to AP	
Petty Cash	
Adjusted Bank Balance	319
GL Balance	\$ 319
Number of Outstanding Checks	

St. Francis Medical Center of Lynwood Foundation
 Bank Reconciliation Summary
 March 31, 2019
 \$ in 000's

	Debtor Total
Bank Account No. (last 4 digits)	2809
Balance Per Bank	\$ 313
Additive Items:	
Deposits in Transit	
Other Additive Items	
Subtractive Items:	
Outstanding Checks	
Other Subtractive Items	
Reclassifications	
Negative book balance reclassified to AP	
Petty Cash	
Adjusted Bank Balance	313
GL Balance	\$ 313
Number of Outstanding Checks	

St Vincent Medical Center Foundation
 Bank Reconciliation Summary
 March 31, 2019
 \$ in 000's

	Debtor Total
Bank Account No. (last 4 digits)	3025 / 1162
Balance Per Bank	\$ 1,555
Additive Items:	
Deposits in Transit	
Other Additive Items	
Subtractive Items:	
Outstanding Checks	
Other Subtractive Items	(16)
Reclassifications	
Negative book balance reclassified to AP	
Petty Cash	
Adjusted Bank Balance	1,539
GL Balance	\$ 1,539
Number of Outstanding Checks	

St. Vincent Dialysis Center, Inc.
 Bank Reconciliation Summary
 March 31, 2019
 \$ in 000's

	Debtor Total
Bank Account No. (last 4 digits)	8921
Balance Per Bank	\$ 30
Additive Items:	
Deposits in Transit	
Other Additive Items	
Subtractive Items:	
Outstanding Checks	
Other Subtractive Items	
Reclassifications	
Negative book balance reclassified to AP	
Petty Cash	
Adjusted Bank Balance	30
GL Balance	\$ 30
Number of Outstanding Checks	

Seton Medical Center Foundation
 Bank Reconciliation Summary
 March 31, 2019
 \$ in 000's

Bank Account No. (last 4 digits)	SMC Foundation		Debtor
	2260	SMC Foundation - SVCS 0089	Total
Balance Per Bank	\$ 5,590	\$ 425	\$ 6,015
Additive Items:			
Deposits in Transit			-
Other Additive Items			-
Subtractive Items:			
Outstanding Checks	0	(425)	-
Other Subtractive Items			(424)
Reclassifications			
Negative book balance reclassified to AP			-
Petty Cash			-
Adjusted Bank Balance	5,590	-	5,590
GL Balance	\$ 5,590	\$ -	\$ 5,590
Number of Outstanding Checks			-

Verity Business Services
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	AP Disbursement		Payroll		Debtor Total	
	6402		2982			
Balance Per Bank	\$	591	\$	26	\$	617
Additive Items:						-
Deposits in Transit						-
Other Additive Items						-
Subtractive Items:						-
Outstanding Checks		(327)		(15)		(342)
Other Subtractive Items						-
Reclassifications						-
Negative book balance reclassified to AP						-
Petty Cash						-
Adjusted Bank Balance		264		12		276
GL Balance	\$	264	\$	12	\$	276
Number of Outstanding Checks		24		9		33

Verity Medical Foundation
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	VMF - Sale			Debtor Total
	VMF - Checking 9996	Proceeds 2810	Petty Cash Total	
Balance Per Bank	\$ 17,640	\$ 500		\$ 18,140
Additive Items:				-
Deposits in Transit				-
Other Additive Items	136			136
Subtractive Items:				-
Outstanding Checks	(428)			(428)
Other Subtractive Items				-
Reclassifications				-
Negative book balance reclassified to AP				-
Petty Cash			4	4
Adjusted Bank Balance	17,347	500	4	17,851
GL Balance	\$ 17,348	\$ 500	\$ 4	\$ 17,851
Number of Outstanding Checks	663			663

Verity Holdings, LLC
Bank Reconciliation Summary
March 31, 2019
\$ in 000's

Bank Account No. (last 4 digits)	VH- Santa Clara				Debtor Total
	AP Disbursement	MOB	Sale Proceeds	VH-Sale Proceeds	
	1597	1248	9568	0151	
Balance Per Bank	\$ 411	\$ 45	\$ 15,730	\$ -	\$ 16,185
Additive Items:					
Deposits in Transit					-
Other Additive Items		5			5
Subtractive Items:					
Outstanding Checks	(52)				(52)
Other Subtractive Items					-
Reclassifications					
Negative book balance reclassified to AP					-
Petty Cash					-
Adjusted Bank Balance	358	50	15,730	-	16,138
GL Balance	\$ 358	\$ 50	\$ 15,730	\$ -	\$ 16,138
Number of Outstanding Checks	20				20

Verity Health System, Inc.
Notes on Bank Reconciliations
March 31, 2019

- De Paul Ventures, LLC has no bank accounts. Therefore, there is no bank activity reported on the Verity Bank Account Summary or on the Verity Bank Account Cumulative Summary, and accordingly no bank reconciliations.
- The following bank accounts were closed prior to March 31, 2018 and are not reported on the Bank Reconciliation Summary.

Account name	Last four of account #
SMC Foundation - TCB	#XXXXXX8521
SMCC - Patient Trust - TCB	#XXXXXX3611
OCH - FSA	#XXXXX12284
SLRH - FSA	#XXXXX12307
SMC - FSA	#XXXXX12289
SMCC - FSA	#XXXXX12302
SFMC - FSA	#XXXXX12487
SVMC - FSA	#XXXXX12062
VBS - FSA	#XXXXX13192
VH - Operating	#XXXXX11970
VH - Savings	#XXXXX11975
VMF - Payroll ZBA - Wells Fargo	#XXXXX20010

- The following bank accounts have had no activity and therefore bank and book balances were both zero at the end of March. These accounts are not reported on the Verity Bank Account Summary nor on the Verity Bank Account Cumulative Summary.

Account name	Last four of account#
VH - Sale Proceeds	#XXXXXX0151
SMC - Sale Proceeds	#XXXXXX0071

- The following accounts were opened in March:

Account name	Last four of account#
VMF - Sale Proceeds	#XXXXXX2810
DPV - San Jose Dialysis	#XXXXXX2797

Because the De Paul Ventures ("DPV") – San Jose Dialysis account had no activity in March it is not reported on the Verity Bank Account Summary, on the Verity Bank Account Cumulative Summary nor on the Bank Reconciliation Summary.

Verity Health System, Inc.
Notes on Bank Reconciliations
March 31, 2019

5. On February 28, 2019 (the “Closing Date”), the Debtors’ asset sale to Santa Clara County (the “Santa Clara Sale Transaction”) closed and Santa Clara County wired the sale proceeds to Chicago Title Insurance Company (“Chicago Title”). As part of that transaction, operating disbursements were made by Chicago Title directly to third parties, on behalf of the Debtors that are party to the Santa Clara Sale Transaction (the “Chicago Title Disbursements”). In order to provide a full accounting of operating disbursements made by or on behalf of the Debtors in the March 2019 Monthly Operating Report, the Chicago Title Disbursements are added to the operating disbursements reported in the Verity Bank Account Summary for the seven months ending March 31, 2019 and reported in the table below (\$ 000):

	Operating Disbursements		
	for the seven months ending 3/31/19		
	Chicago	Op. Disb.	
	Title Disb.	From page 5	Total
O'Connor Hospital	\$ 21,573	\$ 107,386	\$ 128,959
St. Louise Regional Hospital	5,528	35,928	41,456
Verity Holdings, LLC	269	5,605	5,874
Verity Health System of California, Inc.	88	205,128	205,216
	\$ 27,458	\$ 354,047	\$ 381,505

6. Per the Santa Clara County asset purchase agreement (the “APA”) § 1.2 and 1.1.2, \$23.5 million of sale proceeds transferred by Santa Clara County (the “Escrow Amount”) were escrowed with Chicago Title as escrow agent, subject to reductions related to post-closing obligations and damages as described in APA § 15.2. The APA provides that the Escrow Amount is security for the satisfaction of Sellers’ post-closing obligations and to offset Damages incurred by Santa Clara County as described in Section 15.2 of the APA. The APA provides that the Escrow Agent shall hold the Escrow Amount for a period of twelve months following the Closing Date, and the Escrow Agent shall disburse the same (along with any interest accrued thereon, as further described in the Escrow Agreement) upon the expiration of such twelve month period (subject to valid escrow claims) in accordance with the terms of the Escrow Agreement. The Debtors that are party to the Santa Clara Sales Transaction report the Escrow Amount as a receivable in the Consolidating Balance Sheet – Unaudited as of March 31, 2019

Verity Status of Payments to Secured Creditors, Lessors, And Other Parties to Executory Contracts

For the month ending 03/31/2019

\$ in 000's

#	Creditor, Lessor, Etc.	Frequency of Payments (Mo/Qtr)	Amount of Payment	Post-petition Payments Not Made (Number) ^(A)	Total Due Not Paid According to Postpetition Terms
Secured Debt Holders					
1	Ally Bank ^(B)	Various	\$94,979	-	-
2	Wells Fargo - 2005 Bonds	Monthly	1,226	-	-
3	US Bank 2015 Notes	Monthly	1,044	-	-
4	Verity MOB Financing, LLC	Monthly	380	-	-
5	US Bank 2017 Notes	Monthly	254	-	-
	Subtotal		\$97,884	-	-
Top 20 Vendors					
1	Department of Health Care Services (DHCS)	Various	\$19,388	-	-
2	Healthnow Administrative Services	Various	8,816	-	-
3	Transamerica	Various	6,698	-	-
4	Marillac Ltd.	Various	3,195	-	-
5	Cardinal Health	Various	2,402	-	-
6	San Jose Medical Clinic, Inc	Various	1,967	-	-
7	Medline Industries, Inc.	Various	1,645	-	-
8	Mckesson	Various	1,204	-	-
9	Verity Medical Group	Various	913	-	-
10	Sodexo, Inc & Affiliates	Various	878	-	-
11	Totalmed Staffing, Inc.	Various	847	-	-
12	Shiftwise	Various	732	-	-
13	Norcal Mutual Insurance Company	Various	719	-	-
14	Applecare Medical Group	Various	704	-	-
15	Rightsourcing Inc	Various	663	-	-
16	Nantworks LLC	Various	652	-	-
17	Delta Dental CA	Various	551	-	-
18	Old Republic Insurance Company	Various	511	-	-
19	Stryker Corporation	Various	505	-	-
20	Vituity	Various	483	-	-
	Subtotal		\$53,470	-	-

Notes

A) See Notes after XI. Questionnaire.

B) In addition to the above payments to Ally Bank, Verity also submits its cash inflows to the Debtors' DIP Lender Ally Bank on a daily basis even when there is no DIP balance outstanding. When this occurs, Ally Bank returns the funds to Verity. To the extent funds are sent to and received from Ally Bank in the same month in the case of a zero DIP balance, the transfers will net out to zero.

II. STATUS OF PAYMENTS TO SECURED CREDITORS, LESSORS AND OTHER PARTIES TO EXECUTORY CONTRACTS

Creditor, Lessor, Etc.	Frequency of Payments (Mo/Qtr)	Amount of Payment	Post-Petition payments not made (Number)	Total Due not paid according to postpetition terms
SEE PRIOR PAGE				
TOTAL DUE:				

III. TAX LIABILITIES - \$ in 000's

FOR THE REPORTING PERIOD - \$ in 000's:

Gross Sales Subject to Sales Tax:	\$	362
Total Wages Paid:	\$	55,120

	Total Post-Petition Amounts Owning	Amount Delinquent	Date Delinquent Amount Due
Federal Withholding	\$ 775	\$ -	
State Withholding	293	-	
FICA- Employee/Employer Share	1,418	-	
State Unemployment	116	-	
State Disability Insurance	51	-	
Sales and Use	34	-	
Real Property	544	-	
Other:			
TOTAL	\$ 3,231	-	

	*Accounts Payable	Patient Receivables
	Post-Petition	Combined Pre and Post Petition
30 days or less	\$ 7,582	\$ 84,101
31 - 60 days	1,579	36,706
61 - 90 days	36	19,027
91 - 120 days	138	11,446
Over 120 days	335	39,577
TOTAL:	\$ 9,670	\$ 190,858

V. INSURANCE COVERAGE

	Name of Carrier	Amount of Coverage	Policy Expiration Date	Premium Paid Through (Date)
General Liability				
Worker's Compensation	See Schedule Attached			
Casualty				
Vehicle				
Others:				

VI. UNITED STATES TRUSTEE QUARTERLY FEES - \$ in 000's
 (TOTAL PAYMENTS)

Quarterly Period Ending (Date)	Total Disbursements	Quarterly Fees	Date Paid	Amount Paid	Quarterly Fees Still Owing
30-Sep-2018	\$ 89,411	\$ 898	31-Oct-2018	\$ 898	\$ -
31-Dec-2018	\$ 377,637	\$ 1,775	31-Jan-2019	\$ 1,775	\$ -
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
					-
		\$ 2,673		\$ 2,673	\$ -

(A) The Debtors did not initially receive an invoice from the U.S. Trustee for quarterly fees for De Paul Ventures – San Jose Dialysis, LLC and therefore \$0.325 thousand of the reported amount paid was paid on November 30, 2018.

See Notes after Section XI., Questionnaire.

Debtor	Account Used	Aggregate Insider Compensation Paid
Verity Health System of California, Inc.	XXXXXX1785	\$ 316,471
O'Connor Hospital	XXXXXX3007	\$ 191,392
Saint Louise Regional Hospital	XXXXXX7575	\$ 43,694
St. Francis Medical Center	XXXXXX3012	\$ 10,899
St. Vincent Medical Center	XXXXXX3017	\$ 52,174
Seton Medical Center	XXXXXX3001	\$ 89,425
O'Connor Hospital Foundation		-
Saint Louise Regional Hospital Foundation		-
St. Francis Medical Center of Lynwood Foundation		-
St. Vincent Foundation		-
St. Vincent Dialysis Center, Inc.		-
Seton Medical Center Foundation		-
Verity Business Services		-
Verity Medical Foundation	XXXXXX9996	\$ 9,066
Verity Holdings, LLC		-
DePaul Ventures, LLC		-
DePaul Ventures - San Jose Dialysis, LLC		-
		\$ 713,121

VIII SCHEDULE OF OTHER AMOUNTS PAID TO INSIDERS

Debtor	Account Used	Aggregate Insider Other Amounts Paid (a)
Verity Health System of California, Inc.	XXXXXX6440	\$ -
O'Connor Hospital	XXXXXX6389	\$ -
Saint Louise Regional Hospital	XXXXXX6421	\$ 14,000
St. Francis Medical Center	XXXXXX6407	\$ 26,750
St. Vincent Medical Center	XXXXXX6426	\$ 8,415
Seton Medical Center	XXXXXX6365	\$ 19,425
O'Connor Hospital Foundation		\$ -
Saint Louise Regional Hospital Foundation		\$ -
St. Francis Medical Center of Lynwood Foundation		\$ -
St. Vincent Foundation		\$ -
St. Vincent Dialysis Center, Inc.		\$ -
Seton Medical Center Foundation		\$ -
Verity Business Services		\$ -
Verity Medical Foundation		\$ -
Verity Holdings, LLC		\$ -
DePaul Ventures, LLC		\$ -
DePaul Ventures - San Jose Dialysis, LLC		\$ -
		\$ 68,590

(a) For the Hospital Debtors, amounts represent payments made by the Hospitals to physician board members associated with medical directorships and on-call coverage provided. Such payments are not associated with services provided as a board member.

	O'Connor Hospital	Saint Louise Regional Hospital	St. Francis Medical Center	St. Vincent Medical Center	Seton Medical Center	Coastside (Seton Medical Center)	System Office (Verity Health System of CA, Inc.)	System Elimination - Obligated Group	Obligated Group Subtotal	Non-Debtor A	Verity Business Services	DePaul Ventures (Includes DePaul Ventures - San Jose Dialysis, LLC)
ASSETS												
Current Assets:												
Cash and cash equivalents	\$ 633	\$ 558	\$ 9,989	\$ 8,322	\$ 3,963	\$ 646	\$ 10,262	\$ -	\$ 34,373	\$ 10,920	\$ 276	\$ 1
Net patient accounts receivable	29,690	9,650	65,400	34,311	39,306	5,474	-	-	183,831	-	-	-
Due from government agencies	873	138	4,957	4,367	1,920	-	-	-	12,255	-	-	-
Due from related organizations	13,434	5,099	392,203	12,235	17,641	48	629,850	(1,000,046)	70,464	-	48,437	3,223
Other current assets	35,420	12,150	45,678	10,598	14,317	-	11,087	-	138,679	3,390	228	251
Other restricted assets	110,406	56,966	12,502	7,502	-	-	30,832	-	218,208	-	-	-
Total Current Assets	\$ 190,456	\$ 84,561	\$ 530,729	\$ 86,335	\$ 77,147	\$ 6,597	\$ 682,031	\$ (1,000,046)	\$ 657,810	\$ 14,310	\$ 48,941	\$ 3,475
Assets Limited As To Use:												
Other investments	-	-	-	3,038	-	-	20	-	3,058	35,979	-	-
Under bond indenture agreements	-	-	-	-	34,650	-	24,687	-	59,337	-	-	-
Total Assets Limited As To Use	\$ -	\$ -	\$ -	\$ 3,038	\$ 34,650	\$ -	\$ 24,707	\$ -	\$ 62,395	\$ 35,979	\$ -	\$ -
Property And Equipment, Net	-	-	87,553	45,385	42,259	634	24,203	-	200,034	-	1,530	-
Other Long-Term Assets	-	-	149	1	240	-	4,360	-	4,750	-	-	51
Total Assets	\$ 190,456	\$ 84,561	\$ 618,431	\$ 134,759	\$ 154,296	\$ 7,231	\$ 735,301	\$ (1,000,046)	\$ 924,989	\$ 50,289	\$ 50,471	\$ 3,526
LIABILITIES AND NET (DEFICIT) ASSETS												
Current Liabilities:												
Accounts payable	\$ 16,596	\$ 4,378	\$ 17,352	\$ 22,149	\$ 15,900	\$ 392	\$ 17,961	\$ -	\$ 94,728	\$ 27	\$ 5,480	\$ -
Current portion of long-term debt, net of debt issuance costs	774	469	4,076	857	1,801	-	269,227	-	277,214	-	-	-
Due to government agencies	-	-	2,425	1,210	245	-	-	-	3,880	-	-	-
Accrued expenses and other current liabilities	11,959	4,365	86,701	44,592	44,168	2,785	159,029	-	353,599	11,547	5,108	-
Due to related organizations	297,627	80,336	7,297	321,864	208,976	25,983	209,979	(1,000,046)	152,016	-	38,063	2
Total Current Liabilities	\$ 326,956	\$ 89,548	\$ 117,851	\$ 390,682	\$ 271,090	\$ 29,160	\$ 656,196	\$ (1,000,046)	\$ 881,437	\$ 11,574	\$ 48,651	\$ 2
Other Liabilities												
Pension and other long-term liabilities	41,581	4,523	78,829	60,779	2,466	26	46,652	-	234,856	34,242	-	-
Total Other Liabilities	\$ 41,581	\$ 4,523	\$ 78,829	\$ 60,779	\$ 2,466	\$ 26	\$ 46,652	\$ -	\$ 234,856	\$ 34,242	\$ -	\$ -
Long-Term Debt, Net Of Current Portion And Debt Issuance Costs												
	\$ 47,507	\$ 28,776	\$ 63,436	\$ 53,181	\$ 96,121	\$ -	\$ 43,844	\$ -	\$ 332,865	\$ -	\$ -	\$ -
Total Liabilities	\$ 416,044	\$ 122,847	\$ 260,116	\$ 504,642	\$ 369,677	\$ 29,186	\$ 746,692	\$ (1,000,046)	\$ 1,449,158	\$ 45,816	\$ 48,651	\$ 2
NET (DEFICIT) ASSETS:												
Unrestricted	\$ (225,588)	\$ (38,286)	\$ 358,315	\$ (373,137)	\$ (215,381)	\$ (21,955)	\$ (11,391)	\$ -	\$ (527,423)	\$ 4,473	\$ 1,820	\$ 3,524
Temporarily restricted	-	-	-	523	-	-	-	-	523	-	-	-
Permanently restricted	-	-	-	2,731	-	-	-	-	2,731	-	-	-
Total Net (Deficit) Assets	\$ (225,588)	\$ (38,286)	\$ 358,315	\$ (369,883)	\$ (215,381)	\$ (21,955)	\$ (11,391)	\$ -	\$ (524,169)	\$ 4,473	\$ 1,820	\$ 3,524
Total Liabilities And Net (Deficit) Assets	\$ 190,456	\$ 84,561	\$ 618,431	\$ 134,759	\$ 154,296	\$ 7,231	\$ 735,301	\$ (1,000,046)	\$ 924,989	\$ 50,289	\$ 50,471	\$ 3,526

ASSETS

Current Assets:

	St. Vincent Dialysis Center Inc.	Verity Medical Foundation	O'Connor Hospital Foundation	Seton Medical Center Foundation	St. Francis Medical Center of Lynwood Foundation	Saint Louis Regional Hospital Foundation	St. Vincent Foundation	Verity Holdings, LLC	Non-Debtor B	System Elimination - Non Obligated Group	Verity Total
Cash and cash equivalents	\$ 30	\$ 17,351	\$ 415	\$ 414	\$ 19	\$ 157	\$ 357	\$ 408	\$ 15	\$ -	\$ 64,736
Net patient accounts receivable	543	6,483	-	-	-	-	-	-	-	-	190,857
Due from government agencies	-	-	-	-	-	-	-	-	-	-	12,255
Due from related organizations	5,678	4,088	2	7	4	5	12,518	78,055	-	(222,481)	-
Other current assets	42	3,665	-	433	2,562	-	1,788	2,427	-	(1,745)	151,720
Other restricted assets	-	-	-	-	-	-	-	16,269	-	-	234,477
Total Current Assets	\$ 6,293	\$ 31,587	\$ 417	\$ 854	\$ 2,585	\$ 162	\$ 14,663	\$ 97,159	\$ 15	\$ (224,226)	\$ 654,045

Assets Limited As To Use:

Other investments	-	-	1,162	5,293	293	161	3,749	-	-	-	48,695
Under bond indenture agreements	-	-	-	-	-	-	-	-	-	-	59,337
Total Assets Limited As To Use	\$ -	\$ -	\$ 1,162	\$ 5,293	\$ 293	\$ 161	\$ 3,749	\$ -	\$ -	\$ -	\$ 109,032

Property And Equipment, Net

Property And Equipment, Net	196	4,427	-	-	-	-	-	12,665	-	-	218,852
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Other Long-Term Assets

Other Long-Term Assets	-	1,350	-	-	-	-	944	830	-	(1,380)	6,545
Total Assets	\$ 6,489	\$ 37,364	\$ 1,579	\$ 6,147	\$ 2,878	\$ 323	\$ 19,356	\$ 110,654	\$ 15	\$ (225,606)	\$ 988,474

LIABILITIES AND NET (DEFICIT) ASSETS

Current Liabilities:

Accounts payable	\$ -	\$ 2,420	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,417	\$ -	\$ -	\$ 104,072
Current portion of long-term debt, net of debt issuance costs	-	-	-	-	-	-	-	-	-	-	277,214
Due to government agencies	-	-	-	-	-	-	-	-	-	-	3,880
Accrued expenses and other current liabilities	32	12,151	-	-	-	-	-	2,831	-	(3,115)	382,153
Due to related organizations	10,804	-	7,343	1,064	8,572	5,093	824	(1,300)	-	(222,481)	-
Total Current Liabilities	\$ 10,836	\$ 14,571	\$ 7,343	\$ 1,064	\$ 8,572	\$ 5,093	\$ 824	\$ 2,948	\$ -	\$ (222,596)	\$ 767,319

Other Liabilities

Pension and other long-term liabilities	-	10,535	70	-	-	-	92	17,839	-	(10)	297,624
Total Other Liabilities	\$ -	\$ 10,535	\$ 70	\$ -	\$ -	\$ -	\$ 92	\$ 17,839	\$ -	\$ (10)	\$ 297,624

Long-Term Debt, Net Of Current Portion And Debt Issuance Costs

Long-Term Debt, Net Of Current Portion And Debt Issuance Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 105,496	\$ -	\$ -	\$ 438,361
Total Liabilities	\$ 10,836	\$ 25,106	\$ 7,413	\$ 1,064	\$ 8,572	\$ 5,093	\$ 916	\$ 126,283	\$ -	\$ (225,606)	\$ 1,503,304

NET (DEFICIT) ASSETS:

Unrestricted	\$ (4,347)	\$ 12,258	\$ (7,004)	\$ (165)	\$ (8,458)	\$ (5,071)	\$ 11,845	\$ (16,169)	\$ 15	\$ -	\$ (534,702)
Temporarily restricted	-	-	335	2,530	2,784	301	4,154	540	-	-	11,947
Permanently restricted	-	-	335	2,718	-	-	2,441	-	-	-	8,225
Total Net (Deficit) Assets	\$ (4,347)	\$ 12,258	\$ (5,834)	\$ 5,083	\$ (5,694)	\$ (4,770)	\$ 18,440	\$ (15,629)	\$ 15	\$ -	\$ (514,830)
Total Liabilities And Net (Deficit) Assets	\$ 6,489	\$ 37,364	\$ 1,579	\$ 6,147	\$ 2,878	\$ 323	\$ 19,356	\$ 110,654	\$ 15	\$ (225,606)	\$ 988,474

	O'Connor Hospital	Saint Louise Regional Hospital	St. Francis Medical Center	St. Vincent Medical Center	Seton Medical Center	Seton Medical Center Coastside (Seton Medical Center)	System Office (Verify Health System of CA, Inc.)	System Elimination - Obligated Group	Obligated Group Subtotal	Non-Debtor A	Verify Business Services	DePaul Ventures (Includes DePaul Ventures - San Jose Dialysis, LLC)
UNRESTRICTED REVENUES AND OTHER SUPPORT:												
Net patient service revenue	\$ (1,018)	\$ (401)	\$ 25,939	\$ 14,156	\$ 17,938	\$ 2,027	\$ -	\$ (1,802)	\$ 56,839	\$ -	\$ -	\$ -
Provision for doubtful accounts	274	(263)	4,175	1,702	(1,345)	(161)	-	-	4,382	-	-	-
Net patient service revenue less provision for doubtful accounts	\$ (744)	\$ (664)	\$ 30,114	\$ 15,858	\$ 16,593	\$ 1,866	\$ -	\$ (1,802)	\$ 61,221	\$ -	\$ -	\$ -
Premium revenue	-	-	9,663	527	-	-	-	(295)	9,895	-	-	-
Other revenue	284	-	171	83	63	30	13,774	(12,550)	1,855	1,115	3,277	-
Contributions	-	(6)	298	84	-	-	-	-	376	-	-	-
Total Unrestricted Revenues And Other Support	\$ (460)	\$ (670)	\$ 40,246	\$ 16,552	\$ 16,656	\$ 1,896	\$ 13,774	\$ (14,647)	\$ 73,347	\$ 1,115	\$ 3,277	\$ -
EXPENSES:												
Salaries and benefits	315	(32)	20,223	10,501	13,017	1,590	4,190	(1,802)	48,002	-	2,736	-
Supplies	205	71	3,277	3,316	2,453	187	12	-	9,521	-	17	-
Purchased services, medical claims and other	579	134	17,282	6,355	6,008	554	3,193	(8,133)	25,972	1,228	474	9
Depreciation and amortization	-	-	671	459	417	10	39	-	1,596	-	21	-
Interest, net	229	139	317	224	439	-	2,079	-	3,427	-	-	-
Total Expenses	\$ 1,328	\$ 312	\$ 41,770	\$ 20,855	\$ 22,334	\$ 2,341	\$ 9,513	\$ (9,935)	\$ 88,518	\$ 1,228	\$ 3,248	\$ 9
Operating (Loss) Income	\$ (1,788)	\$ (982)	\$ (1,524)	\$ (4,303)	\$ (5,678)	\$ (445)	\$ 4,261	\$ (4,712)	\$ (15,171)	\$ (113)	\$ 29	\$ (9)
Investment Income (Loss)	187	97	-	-	22	-	112	-	418	51	-	-
Gain (Loss) on Hospital Sales	(391)	(158)	-	-	-	-	(2)	-	(551)	-	-	-
Reorganization Items	83	83	2,225	1,399	1,246	119	4,712	(4,712)	5,155	-	29	-
Excess (Deficit) Of Revenues Over Expenses	\$ (2,075)	\$ (1,126)	\$ (3,749)	\$ (5,702)	\$ (6,902)	\$ (564)	\$ (341)	\$ -	\$ (20,459)	\$ (62)	\$ -	\$ (9)

UNRESTRICTED REVENUES AND OTHER SUPPORT:

	St. Vincent Dialysis Center Inc.	Verity Medical Foundation	O'Connor Hospital Foundation	Seton Medical Center Foundation	St. Francis Medical Center of Lynwood Foundation	Saint Louis Regional Hospital Foundation	St. Vincent Foundation	Verity Holdings, LLC	Non-Debtor B	System Elimination - Non Obligated Group	Verity Total
Net patient service revenue	\$ 444	\$ 3,798	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (168)	\$ 60,913
Provision for doubtful accounts	3	(112)	-	-	-	-	-	-	-	-	4,273
Net patient service revenue less provision for doubtful accounts	\$ 447	\$ 3,686	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (168)	\$ 65,186
Premium revenue	-	979	-	-	-	-	-	-	-	-	10,574
Other revenue	-	943	-	-	-	-	-	1,109	-	(5,616)	2,683
Contributions	-	-	-	14	12	-	1	180	-	-	583
Total Unrestricted Revenues And Other Support	\$ 447	\$ 5,608	\$ -	\$ 14	\$ 12	\$ -	\$ 1	\$ 1,289	\$ -	\$ (5,784)	\$ 79,326

EXPENSES:

Salaries and benefits	264	2,830	-	19	44	-	26	-	-	(570)	53,351
Supplies	150	1,367	-	-	-	-	-	3	-	-	11,058
Purchased services, medical claims and other	52	7,159	(1)	1	1	-	2	973	-	(5,187)	30,683
Depreciation and amortization	2	104	-	1	1	-	1	36	-	-	1,762
Interest, net	-	(2)	-	-	-	-	-	661	-	-	4,086
Total Expenses	\$ 468	\$ 11,458	\$ (1)	\$ 21	\$ 46	\$ -	\$ 29	\$ 1,673	\$ -	\$ (5,757)	\$ 100,940

Operating (Loss) Income	\$ (21)	\$ (5,850)	\$ 1	\$ (7)	\$ (34)	\$ -	\$ (28)	\$ (384)	\$ -	\$ (27)	\$ (21,614)
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Investment Income (Loss)	-	-	2	6	1	1	2	-	-	-	481
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Gain (Loss) on Hospital Sales	-	-	-	-	-	-	-	1	-	-	(550)
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Reorganization Items	-	83	-	-	-	-	-	9	-	(27)	5,249
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Excess (Deficit) Of Revenues Over Expenses	\$ (21)	\$ (5,933)	\$ 3	\$ (1)	\$ (33)	\$ 1	\$ (26)	\$ (392)	\$ -	\$ -	\$ (26,932)
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	O'Connor Hospital	Saint Louise Regional Hospital	St. Francis Medical Center	St. Vincent Medical Center	Seton Medical Center	Seton Medical Center Coastside (Seton Medical Center)	System Office (Verity Health System of CA, Inc.)	System Elimination - Obligated Group	Obligated Group Subtotal	Non-Debtor A	Verity Business Services	DePaul Ventures (Includes DePaul Ventures - San Jose Dialysis, LLC)
UNRESTRICTED REVENUES AND OTHER SUPPORT:												
Net patient service revenue	\$ 114,833	\$ 39,373	\$ 211,033	\$ 101,573	\$ 119,593	\$ 13,781	\$ -	\$ (12,134)	\$ 588,052	\$ -	\$ -	\$ -
Provision for doubtful accounts	(3,038)	(1,914)	(544)	(301)	(6,549)	(730)	-	-	(13,076)	-	-	-
Net patient service revenue less provision for doubtful accounts	\$ 111,795	\$ 37,459	\$ 210,489	\$ 101,272	\$ 113,044	\$ 13,051	\$ -	\$ (12,134)	\$ 574,976	\$ -	\$ -	\$ -
Premium revenue	-	-	58,583	8,888	-	-	-	(715)	66,756	-	-	-
Other revenue	2,167	91	1,103	1,054	759	392	91,606	(90,377)	6,795	7,625	24,252	-
Contributions	62	32	2,144	820	2	-	-	-	3,060	-	-	-
Total Unrestricted Revenues And Other Support	\$ 114,024	\$ 37,582	\$ 272,319	\$ 112,034	\$ 113,805	\$ 13,443	\$ 91,606	\$ (103,226)	\$ 651,587	\$ 7,625	\$ 24,252	\$ -
EXPENSES:												
Salaries and benefits	82,882	29,545	134,129	66,866	89,223	10,212	31,104	(12,134)	431,827	-	16,987	-
Supplies	18,470	4,067	24,212	23,359	16,555	1,069	93	-	87,825	-	159	-
Purchased services, medical claims and other	41,918	13,861	111,452	54,809	36,968	3,240	18,976	(61,919)	219,305	8,766	6,765	11
Depreciation and amortization	3,005	868	4,905	3,382	2,944	71	278	-	15,453	-	154	-
Interest, net	1,383	960	2,204	1,549	3,176	-	13,229	-	22,501	-	-	-
Total Expenses	\$ 147,658	\$ 49,301	\$ 276,902	\$ 149,965	\$ 148,866	\$ 14,592	\$ 63,680	\$ (74,053)	\$ 776,911	\$ 8,766	\$ 24,065	\$ 11
Operating (Loss) Income	\$ (33,634)	\$ (11,719)	\$ (4,583)	\$ (37,931)	\$ (35,061)	\$ (1,149)	\$ 27,926	\$ (29,173)	\$ (125,324)	\$ (1,141)	\$ 187	\$ (11)
Investment Income (Loss)	193	100	-	-	22	-	1,249	-	1,564	348	-	-
Gain (Loss) on Hospital Sales	109,463	51,726	-	-	-	-	674	-	161,863	-	-	-
Reorganization Items	5,927	2,082	10,806	6,836	6,114	566	29,174	(29,173)	32,332	-	187	1
Excess (Deficit) Of Revenues Over Expenses	\$ 70,095	\$ 38,025	\$ (15,389)	\$ (44,767)	\$ (41,153)	\$ (1,715)	\$ 675	\$ -	\$ 5,771	\$ (793)	\$ -	\$ (12)

	St. Vincent Dialysis Center Inc.	Verity Medical Foundation	O'Connor Hospital Foundation	Seton Medical Center Foundation	St. Francis Medical Center of Lynwood Foundation	Saint Louise Regional Hospital Foundation	St. Vincent Foundation	Verity Holdings, LLC	Non-Debtor B	System Elimination - Non Obligated Group	Verity Total
UNRESTRICTED REVENUES AND OTHER SUPPORT:											
Net patient service revenue	\$ 2,833	\$ 31,014	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (979)	\$ 620,920
Provision for doubtful accounts	(231)	(938)	-	-	-	-	-	-	-	-	(14,245)
Net patient service revenue less provision for doubtful accounts	\$ 2,602	\$ 30,076	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (979)	\$ 606,675
Premium revenue	-	10,287	-	-	-	-	-	-	-	-	77,043
Other revenue	-	6,709	-	-	-	-	-	8,531	-	(41,343)	12,569
Contributions	-	-	5	153	73	(1)	114	1,260	-	-	4,664
Total Unrestricted Revenues And Other Support	\$ 2,602	\$ 47,072	\$ 5	\$ 153	\$ 73	\$ (1)	\$ 114	\$ 9,791	\$ -	\$ (42,322)	\$ 700,951
EXPENSES:											
Salaries and benefits	1,825	22,273	94	91	246	69	123	(9)	-	(4,723)	468,803
Supplies	961	10,570	-	(5)	-	-	-	43	-	-	99,553
Purchased services, medical claims and other	315	51,808	6	(7)	27	28	22	6,706	-	(37,417)	256,335
Depreciation and amortization	14	1,388	-	1	1	-	1	486	-	-	17,498
Interest, net	-	11	-	-	-	-	-	4,994	-	-	27,506
Total Expenses	\$ 3,115	\$ 86,050	\$ 100	\$ 80	\$ 274	\$ 97	\$ 146	\$ 12,220	\$ -	\$ (42,140)	\$ 869,695
Operating (Loss) Income	\$ (513)	\$ (38,978)	\$ (95)	\$ 73	\$ (201)	\$ (98)	\$ (32)	\$ (2,429)	\$ -	\$ (182)	\$ (168,744)
Investment Income (Loss)	3	-	11	38	7	5	13	493	-	-	2,482
Gain (Loss) on Hospital Sales	-	-	-	-	-	-	-	13,170	-	-	175,033
Reorganization Items	-	590	3	4	3	3	3	59	-	(186)	32,999
Excess (Deficit) Of Revenues Over Expenses	\$ (510)	\$ (39,568)	\$ (87)	\$ 107	\$ (197)	\$ (96)	\$ (22)	\$ 11,175	\$ -	\$ 4	\$ (24,228)

1. Has the debtor-in-possession made any payments on its pre-petition unsecured debt, except as have been authorized by the court? If "Yes", explain below: No Yes

2. Has the debtor-in-possession during this reporting period provided compensation or remuneration to any officers, directors, principals, or other insiders without appropriate authorization? If "Yes", explain below: No Yes

3. State what progress was made during the reporting period toward filing a plan of reorganization

The Debtors continued to work closely and collaboratively with the Official Committee of Unsecured Creditors and secured creditors on issues related to, among other things, the sale of their assets and resolution of pending disputes with creditors, vendors, doctors, employees and other parties in interest. In connection with the order (the "Bidding Procedures Order") [Docket No. 1752] approving the *Motion For The Entry of (I) An Order (1) Approving Form of Asset Purchase Agreement For Stalking Horse Bidder and For Prospective Overbidders ["Strategic Global Management"]; (2) Approving Auction Sale Format, Bidding Procedures and Stalking Horse Bid Protections; (3) Approving Form of Notice To Be Provided To Interested Parties; (4) Scheduling A Court Hearing To Consider Approval of The Sale To The Highest Bidder; and (5) Approving Procedures Related To The Assumption of Certain Executory Contracts and Unexpired Leases; and (II) An Order (A) Authorizing The Sale of Property Free and Clear of All Claims, Liens and Encumbrances (the "Motion")* [Docket No. 1279], the Debtors (i) filed various notices related to the executory contracts and unexpired leases that may be subject to assumption and assignment to Strategic Global Management ("SGM"), and (ii) worked with SGM on related issues. The Debtors also worked with numerous counterparties to resolve various cure issues. Moreover, the Debtors investment banker continued to market the assets consistent with the Bidding Procedures Order. Once the sales of the Debtors' assets have been consummated, the Debtors will be able to adequately formulate a plan of reorganization.


4. Describe potential future developments which may have a significant impact on the case:
 The outcome of the sale of the Debtors' remaining Hospitals and other assets will have a significant impact on these cases, particularly any Attorney General review of the sale of the remaining Hospitals.

5. Attach copies of all Orders granting relief from the automatic stay that were entered during the reporting period.
 Attached

6. Did you receive any exempt income this month, which is not set forth in the operating report? If "Yes", please set forth the amounts and sources of the income below. No Yes

I, Anita Chou, declare under penalty of perjury that I have fully read and understood the foregoing debtor-in-possession operating report and that the information contained herein is true and complete to the best of my knowledge.

4/29/19
 Date


 Principal for debtor-in-possession

Notes

Creditor, Lessor, Etc. Not Paid According to Postpetition Terms	Frequency of Payments (Mo/Qtr)	Post-Petition payments not made (Number)	Total Due not paid according to postpetition terms	Explanation
None	n/a	-	-	n/a
TOTAL DUE:			0.00	

VI. UNITED STATES TRUSTEE QUARTERLY FEES
(TOTAL PAYMENTS - 1st QUARTERLY PERIOD)

Quarterly Period Ending (Date)	Debtor	Total Disbursements	Quarterly Fees	Date Paid	Amount Paid	Quarterly Fees Still Owing
		\$ -	\$ -		\$ -	\$ -

#	Insurance Coverage	Carrier	First Named Insured	Policy Period	Policy Number	Limits of Liability	Premium Paid Through (Date)
1	Storage Tank Liability	ACE American Insurance Company (Chubb)	O'Connor Hospital	6/30/2018-6/30/2019	G24668538 010	\$1,000,000 Per Storage Tank Incident \$2,000,000 Aggregate for ASTs \$2,000,000 Aggregate for USTs \$4,000,000 Aggregate Limit of Liability for All Storage Tank Incidents \$2,000,000 Aggregate Limit of Liability for Legal Defense Expenses \$6,000,000 Policy Aggregate	6/30/2019
2	Cyber/Network Liability	AXIS Insurance Company	Verity Health System of California, Inc.	2/4/2019-2/4/2020	P-001-000076217-01	\$2,000,000 per claim in excess of \$500,000	2/4/2020
3	Commercial Property	American Guarantee and Liability Insurance Company (Zurich)	Verity Health System of California, Inc.	7/1/2018-7/1/2019	ZMD7067455-00	\$1,000,000,000 Loss Limit	7/1/2019
4	Workers' Compensation and Employers Liability	Old Republic Insurance Company	Verity Health System of California, Inc.	7/1/2018-7/1/2019	MWC 313800-00	Workers' Compensation - Statutory Employers Liability - \$1,000,000 BI Each Accident \$1,000,000 BI Disease Each Employee \$1,000,000 BI Disease Policy Limit	7/1/2019
5	Storage Tank Liability (Consolidated)	ACE American Insurance Company (Chubb)	Saint Louise Regional Hospital St. Vincent Medical Center Seton Medical Center; Verity Holdings, LLC De Paul Center	10/1/2018-10/1/2019	UST G71182654 001	\$1,000,000 Per Storage Tank Incident \$1,000,000 Aggregate for ASTs \$1,000,000 Aggregate for USTs \$2,000,000 Aggregate Limit of Liability for All Storage Tank Incidents \$1,000,000 Aggregate Limit of Liability for Legal Defense Expenses \$3,000,000 Policy Aggregate	10/1/2019
6	Commercial Automobile	National Union Fire Insurance Company of Pittsburgh, PA (AIG)	Verity Health System of California, Inc.	10/1/2018-10/1/2019	CA 087 15 98	\$1,000,000 Combined Single Limit	10/1/2019
7	Helipad Liability & Non-Owned Aircraft Liability	ACE Property and Casualty Insurance Company (Chubb)	Verity Health System of California, Inc.	10/1/2018-10/1/2019	AAP N17935550 001	\$10,000,000 Each Occurrence \$10,000,000 Products-Completed Operations Aggregate \$10,000,000 Personal Injury and Advertising Injury Aggregate \$10,000,000 Hangarkeepers Any One Occurrence \$10,000,000 Hangarkeepers Any One Aircraft \$10,000,000 Non-Owned Aircraft Liability Any One Occurrence	10/1/2019
8	Sexual Misconduct and Molestation Liability	Lloyds of London (Beazley Syndicates #2623/#623)	St. Francis Medical Center (Children's Counseling Center Agreement)	10/1/2018-10/1/2019	GLOPR1801815	\$2,000,000 Any One Victim and in the Aggregate	10/1/2019
9	D&O Liability, Employment Practices Liability, Fiduciary Liability, Crime <i>Primary Layer</i>	National Union Fire Insurance Company of Pittsburgh, PA (AIG)	Verity Health System of California, Inc.	10/1/2017-10/1/2018 (Extended to 10/1/2019)	02-359-65-60	\$10,000,000 D&O Liability and EPL (Shared) \$10,000,000 Fiduciary Liability \$10,000,000 Crime \$20,000,000 Policy Aggregate	10/1/2019
10	D&O Liability and Employment Practices Liability <i>1st Excess Layer</i>	Endurance Risk Solutions Assurance Company	Verity Health System of California, Inc.	10/1/2017-10/1/2018 (Extended to 10/1/2019)	BLX10008286901	\$10,000,000 Excess of \$10,000,000	10/1/2019
11	D&O Liability Only <i>2nd Excess Layer</i>	Argonaut Insurance Company (ARGO Group)	Verity Health System of California, Inc.	10/1/2017-10/1/2018 (Extended to 10/1/2019)	MLX 7602088-01	\$10,000,000 Excess of \$20,000,000 (D&O Liability Only)	10/1/2019
12	Excess Side A D&O Liability	National Union Fire Insurance Company of Pittsburgh, PA	Verity Health System of California, Inc.	10/1/2018-10/1/2019	02-306-61-90	\$2,000,000 Excess of \$30,000,000	10/1/2019

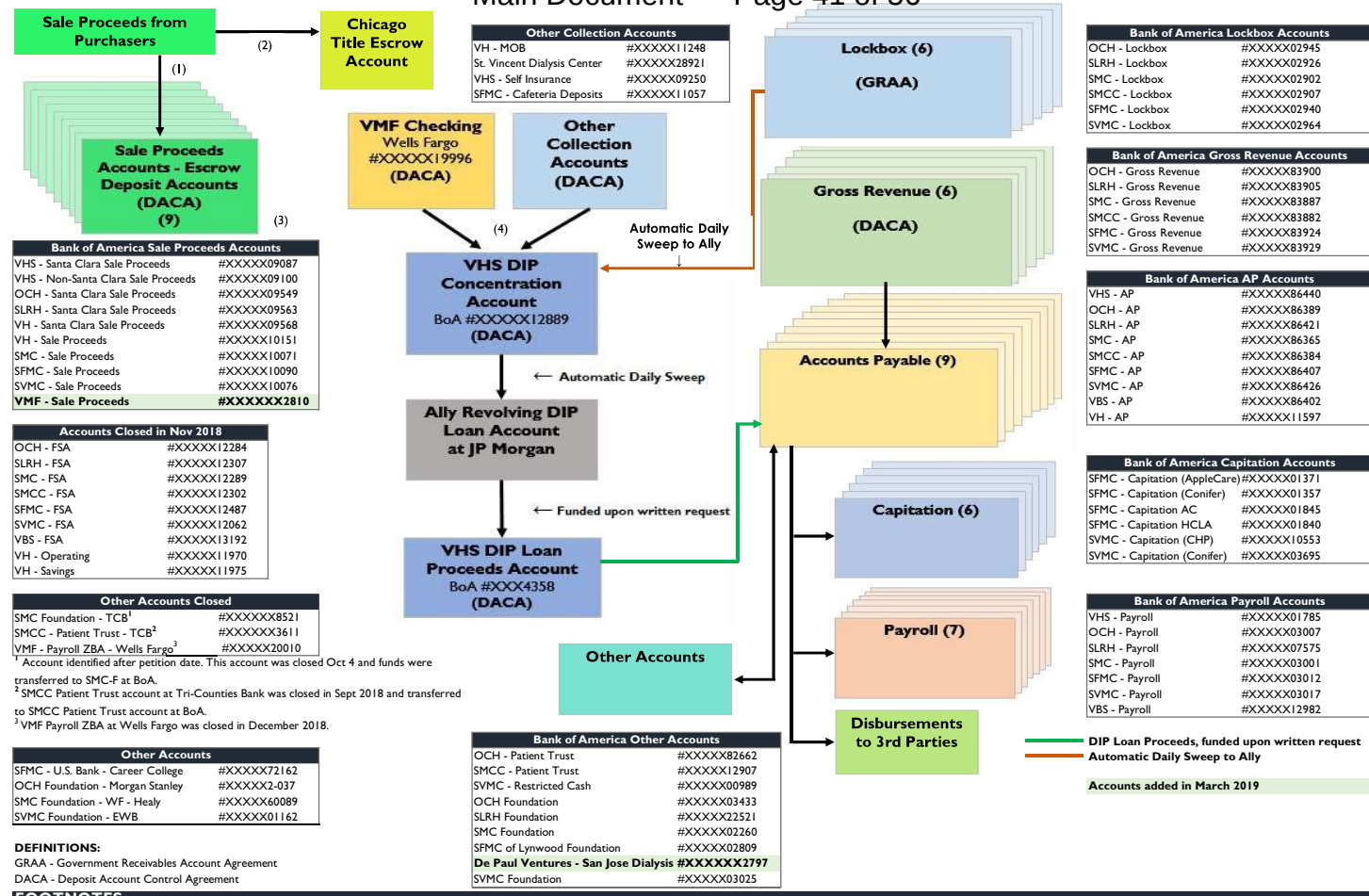


#	Insurance Coverage	Carrier	First Named Insured	Policy Period	Policy Number	Limits of Liability	Premium Paid Through (Date)	
13	Punitive Damages Wrap <i>Primary Layer</i>	American International Reinsurance Company, Ltd.	Verity Health System of California, Inc.	10/1/2017-10/1/2018 (Extended to 10/1/2019)	24542026	\$10,000,000 Each Occurrence \$10,000,000 Aggregate	10/1/2019	
14	Punitive Damages Wrap <i>1st Excess Layer</i>	Magna Carta Insurance, Ltd.	Verity Health System of California, Inc.	10/1/2017-10/1/2018 (Extended to 10/1/2019)	MCEN204155	\$10,000,000 Excess of \$10,000,000	10/1/2019	
15	Storage Tank Liability	Tokio Marine Specialty Insurance Company (Philadelphia)	St. Francis Medical Center	12/05/2018-12/05/2019	STEP011394-01	\$1,000,000 Remediation Expense \$1,000,000 Bodily Injury and Property Damage Resulting from Contamination \$1,000,000 Defense Expense \$1,000,000 Defense Expense Aggregate \$2,000,000 Total Policy Aggregate	12/5/2019	
16	General Liability	Chubb	St. Francis Medical Center (Lynwood Parking Agreement)	3/31/2019-3/31/2020	HPL G2181684A 012	\$1,000,000 Each Occurrence \$1,000,000 Personal Injury & Advertising Injury \$1,000,000 Products/Completed Operations Aggregate \$3,000,000 General Aggregate	3/31/2020	
Physicians Professional Liability								
17	Professional Liability	NORCAL Mutual Insurance Company	The Contracted Physicians of O'Connor Hospital	1/1/2019-1/1/2020	728814N	Per Scheduled Provider \$1,000,000 Each Claim; \$3,000,000 Aggregate	4/1/2019	(B)
18	Professional Liability	NORCAL Mutual Insurance Company	The Contracted Physicians of St. Francis Medical Center	1/1/2019-1/1/2020	728812N	Per Scheduled Provider \$1,000,000 Each Claim; \$3,000,000 Aggregate \$2,000,000 Each Claim; \$4,000,000 Aggregate	4/1/2019	(B)
Captive								
19	Professional and General Liability	Marillac Insurance Company, Ltd.	Verity Health System of California, Inc.	3/31/2018-3/31/2019	DOC PLGL-26000-018	Professional Liability \$2,000,000 Each Claim and Aggregate Buffer Layer xs of \$3,000,000 Each Claim \$10,000,000 Aggregate General Liability \$2,000,000 Each Occurrence \$10,000,000 Aggregate	3/31/2019	(C)
20	Excess Professional and Umbrella Liability (See Reinsurance Below)	Marillac Insurance Company, Ltd.	Verity Health System of California, Inc.	3/31/2019-3/31/2020	DOC PLGL-26000-019	Excess Professional Liability \$80,000,000 Each Occurrence \$80,000,000 Aggregate All Other Liability \$80,000,000 Each Claim \$80,000,000 Aggregate	3/31/2020	
21	Workers Compensation Deductible Liability Protection	Marillac Insurance Company, Ltd.	Verity Health System of California, Inc.	7/1/2018-7/1/2019	DED.WC-07.01.18-19	Workers' Compensation \$500,000 Each Occurrence Employers Liability \$500,000 Each Occurrence	7/1/2019	
Reinsurance								
22	Lead Excess Layer	ACE American Insurance Company (Chubb)	Verity Health System of California, Inc.	3/31/2018-3/31/2019	RBN G21816838 011	\$15,000,000 Each Loss Event \$15,000,000 Aggregate Professional Liability \$15,000,000 Aggregate General Liability of Ceding Company Limits	3/31/2019	(C)



#	Insurance Coverage	Carrier	First Named Insured	Policy Period	Policy Number	Limits of Liability	Premium Paid Through (Date)	
23	2nd Excess Layer	Continental Casualty Company (CNA)	Verity Health System of California, Inc.	3/31/2018-3/31/2019	HMU 2097462209	\$15,000,000 Each Claim \$15,000,000 Aggregate Professional Liability \$15,000,000 Aggregate General Liability Excess of Chubb Underlying Above	3/31/2019	(C)
24	3rd Excess Layer	Berkshire Hathaway Specialty Insurance Company	Verity Health System of California, Inc.	3/31/2018-3/31/2019	47-RHC-304968-01	\$20,000,000 Each Claim \$20,000,000 Aggregate Professional Liability \$20,000,000 Aggregate General Liability Excess of Chubb and CNA Underlying Above	3/31/2019	(C)
25	4th Excess Layer	Zurich American Insurance Company	Verity Health System of California, Inc.	3/31/2018-3/31/2019	HPC 0239123-00	\$10,000,000 Each Claim \$10,000,000 Aggregate Professional Liability \$10,000,000 Aggregate General Liability Excess of Chubb, CNA and Berkshire Underlying Above	3/31/2019	(C)
26	5th Excess Layer	The Medical Protective Company	Verity Health System of California, Inc.	3/31/2018-3/31/2019	XOL2018-023	\$20,000,000 Each Claim \$20,000,000 Aggregate Professional Liability \$20,000,000 Aggregate General Liability Excess of Chubb, CNA, Berkshire and Zurich Underlying Above	3/31/2019	(C)
Surety Bonds								
27	CA DHS Patient Trust Bond	Hartford Fire Insurance Company	Seton Medical Center Coastside	12/1/2001-12/1/2019	83BS8BF7598	\$75,000 Bond Amount	12/1/2019	
28	CA DHS Patient Trust Bond	Hartford Fire Insurance Company	St. Francis Medical Center	12/1/2001-12/1/2019	83BS8BF7621	\$5,000 Bond Amount	12/1/2019	
29	CA DHS Patient Trust Bond	Hartford Fire Insurance Company	St. Vincent Medical Center	12/1/2001-12/1/2019	83BS8BF7625	\$2,000 Bond Amount	12/1/2019	
30	CA DHS Patient Trust Bond	Hartford Fire Insurance Company	Saint Louise Regional Hospital	12/1/2001-12/1/2019	83BS8BF7637	\$10,000 Bond Amount	12/1/2019	
31	CA DHS Patient Trust Bond	Hartford Fire Insurance Company	O'Connor Hospital	12/1/2001-12/1/2019	83BS8BF7648	\$50,000 Bond Amount	12/1/2019	
32	CA DHS Patient Trust Bond	Hartford Fire Insurance Company	Seton Medical Center	12/1/2001-12/1/2019	83BS8BF7661	\$35,000 Bond Amount	12/1/2019	
Provider Capitation Stop Loss (Managed Care Excess Loss)								
33	Provider Capitation Stop Loss (Applicable to St. Vincent Medical Center and St. Francis Medical Center)	PartnerRe America Insurance Company	Verity Health System of California, Inc.	1/1/2019-1/1/2020	P0312544005	\$1,000,000 Maximum Benefit Per Covered Person 90% Payable in Excess of Specific Deductible if Complete Claim is Received by 2/1/20 50% Payable in Excess of Specific Deductible if Complete Claim is Not Received by 2/1/20 Transplant Services - 50% by a Non-Approved Transplant Network Provider	4/30/2019	(A)
Self-Insured Medical and Pharmacy Stop Loss								
34	Self-Insured Medical and Pharmacy Stop Loss	Reliastar Life Insurance Company (Voya)	Verity Health System of California, Inc.	1/1/19-12/31/19	70037-7	\$375,000 per Individual Coverage Period - Incurred in 12 months 1/1/19 - 12/31/19 and paid in 24 months 1/1/19 - 12/31/20	4/1/2019	(A)

(A) Premium is paid monthly.
 (B) Premium paid in April 2019.
 (C) Policies in process of renewal on 3/31/19



**Verity Health System
Debtor Bank Accounts
As of 03/31/19**

<u>Number</u>	<u>Group</u>	<u>Bank Account Name</u>	<u>Company</u>	<u>Financial Institution</u>	<u>Account Number</u>	<u>Authorized Signers</u>	
1	Obligated Group	VHS - Santa Clara Sale Proceeds	Verity Health System of California, Inc.	Bank of America	XXXXXX9087	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	(C)
2	Obligated Group	VHS - Non-Santa Clara Sale Proceeds	Verity Health System of California, Inc.	Bank of America	XXXXXX9100	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	(C)
3	Obligated Group	VHS - AP	Verity Health System of California, Inc.	Bank of America	XXXXXX6440	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
4	Obligated Group	VHS - Self Insurance	Verity Health System of California, Inc.	Bank of America	XXXXXX9250	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
5	Obligated Group	VHS - Payroll	Verity Health System of California, Inc.	Bank of America	XXXXXX1785	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
6	Obligated Group	VHS - DIP Concentration Account (formerly named Construction Escrow)	Verity Health System of California, Inc.	Bank of America	XXXXXX2889	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
7	Obligated Group	VHS - DIP Loan Proceeds	Verity Health System of California, Inc.	Bank of America	XXXXXX4358	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
8	Obligated Group	OCH - Santa Clara Sale Proceeds	O'Connor Hospital	Bank of America	XXXXXX9549	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	(C)
9	Obligated Group	OCH - Lockbox	O'Connor Hospital	Bank of America	XXXXXX2945	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
10	Obligated Group	OCH - Gross Revenue	O'Connor Hospital	Bank of America	XXXXXX3900	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
11	Obligated Group	OCH - AP	O'Connor Hospital	Bank of America	XXXXXX6389	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	

**Verity Health System
Debtor Bank Accounts
As of 03/31/19**

Number	Group	Bank Account Name	Company	Financial Institution	Account Number	Authorized Signers
12	Obligated Group	OCH - Payroll	O'Connor Hospital	Bank of America	XXXXXX3007	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
13	Obligated Group	OCH - Patient Trust	O'Connor Hospital	Bank of America	XXXXXX2662	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
14	Obligated Group	SLRH - Santa Clara Sale Proceeds	St. Louise Regional Hospital	Bank of America	XXXXXX9563	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer (C)
15	Obligated Group	SLRH - Lockbox	St. Louise Regional Hospital	Bank of America	XXXXXX2926	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
16	Obligated Group	SLRH - Gross Revenue	St. Louise Regional Hospital	Bank of America	XXXXXX3905	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
17	Obligated Group	SLRH - AP	St. Louise Regional Hospital	Bank of America	XXXXXX6421	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
18	Obligated Group	SLRH - Payroll	St. Louise Regional Hospital	Bank of America	XXXXXX7575	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
19	Obligated Group	SFMC - Sale Proceeds	St. Francis Medical Center	Bank of America	XXXXXX0090	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer (C)
20	Obligated Group	SFMC - Lockbox	St. Francis Medical Center	Bank of America	XXXXXX2940	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
21	Obligated Group	SFMC - Gross Revenue	St. Francis Medical Center	Bank of America	XXXXXX3924	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
22	Obligated Group	SFMC - AP	St. Francis Medical Center	Bank of America	XXXXXX6407	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer

**Verity Health System
Debtor Bank Accounts
As of 03/31/19**

Number	Group	Bank Account Name	Company	Financial Institution	Account Number	Authorized Signers
23	Obligated Group	SFMC - Payroll	St. Francis Medical Center	Bank of America	XXXXXX3012	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
24	Obligated Group	SFMC - Cafeteria Deposits	St. Francis Medical Center	Bank of America	XXXXXX1057	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
25	Obligated Group	SFMC - Capitation (AppleCare)	St. Francis Medical Center	Bank of America	XXXXXX1371	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer; Eleanor Ramirez, SFMC CEO
26	Obligated Group	SFMC - Capitation (Conifer)	St. Francis Medical Center	Bank of America	XXXXXX1357	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer; Eleanor Ramirez, SFMC CEO
27	Obligated Group	SFMC - Capitation AC	St. Francis Medical Center	Bank of America	XXXXXX1845	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer; Eleanor Ramirez, SFMC CEO
28	Obligated Group	SFMC - Capitation HCLA	St. Francis Medical Center	Bank of America	XXXXXX1840	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer; Eleanor Ramirez, SFMC CEO
29	Obligated Group	SFMC - Career College	St. Francis Medical Center	U S Bank	XXXXXX2162	Need to Update Signers (A)
30	Obligated Group	SVMC - Sale Proceeds	St. Vincent Medical Center	Bank of America	XXXXXX0076	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer (C)
31	Obligated Group	SVMC - Lockbox	St. Vincent Medical Center	Bank of America	XXXXXX2964	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
32	Obligated Group	SVMC - Gross Revenue	St. Vincent Medical Center	Bank of America	XXXXXX3929	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
33	Obligated Group	SVMC - AP	St. Vincent Medical Center	Bank of America	XXXXXX6426	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
34	Obligated Group	SVMC - Payroll	St. Vincent Medical Center	Bank of America	XXXXXX3017	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer

**Verity Health System
Debtor Bank Accounts
As of 03/31/19**

<u>Number</u>	<u>Group</u>	<u>Bank Account Name</u>	<u>Company</u>	<u>Financial Institution</u>	<u>Account Number</u>	<u>Authorized Signers</u>
35	Obligated Group	SVMC - Capitation (CHP)	St. Vincent Medical Center	Bank of America	XXXXXX0553	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer, Margaret Pfeiffer, SVMC COO
36	Obligated Group	SVMC - Capitation (Conifer)	St. Vincent Medical Center	Bank of America	XXXXXX3695	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer, Margaret Pfeiffer, SVMC COO
37	Obligated Group	SVMC - Restricted Cash	St. Vincent Medical Center	Bank of America	XXXXXX0989	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer (B)
38	Obligated Group	SMC - Sale Proceeds	Seton Medical Center	Bank of America	XXXXXX0071	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer (C)
39	Obligated Group	SMC - Lockbox	Seton Medical Center	Bank of America	XXXXXX2902	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
40	Obligated Group	SMC - Gross Revenue	Seton Medical Center	Bank of America	XXXXXX3887	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
41	Obligated Group	SMC - AP	Seton Medical Center	Bank of America	XXXXXX6365	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
42	Obligated Group	SMC - Payroll	Seton Medical Center	Bank of America	XXXXXX3001	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
43	Obligated Group	SMCC - Lockbox	Seton Medical Center	Bank of America	XXXXXX02907	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
44	Obligated Group	SMCC - Gross Revenue	Seton Medical Center	Bank of America	XXXXXX3882	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer

**Verity Health System
Debtor Bank Accounts
As of 03/31/19**

<u>Number</u>	<u>Group</u>	<u>Bank Account Name</u>	<u>Company</u>	<u>Financial Institution</u>	<u>Account Number</u>	<u>Authorized Signers</u>	
45	Obligated Group	SMCC - AP	Seton Medical Center	Bank of America	XXXXXX6384	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
46	Obligated Group	SMCC - Patient Trust	Seton Medical Center	Bank of America	XXXXX12907	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
47	Charitable Foundation	OCH Foundation	O'Connor Hospital Foundation	Bank of America	XXXXXX3433	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	(B)
48	Charitable Foundation	OCH Foundation - Investment	O'Connor Hospital Foundation	Morgan Stanley	XXXXX2-037	Ty Conner, Treasurer	(B)
49	Charitable Foundation	SLRH Foundation	St. Louise Regional Hospital Foundation	Bank of America	XXXXXX2521	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	(B)
50	Charitable Foundation	SFMC of Lynwood Foundation	St. Francis Medical Center Foundation	Bank of America	XXXXXX2809	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	(B)
51	Charitable Foundation	SVMC Foundation	St. Vincent Medical Center Foundation	Bank of America	XXXXXX3025	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	(B)
52	Charitable Foundation	SVMC Foundation - EWB	St. Vincent Medical Center Foundation	EastWest Bank	XXXXXX1162	Rich Adcock, CEO; and Ty Conner, Treasurer	(B)
53	Non-Obligated Group	St. Vincent Dialysis Center	St. Vincent Dialysis Center	Bank of America	XXXXXX8921	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	
54	Charitable Foundation	SMC Foundation	Seton Medical Center Foundation	Bank of America	XXXXXX2260	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	(B)
55	Charitable Foundation	SMC Foundation - SVCS	Healy, James T/U/A	Wells Fargo	XXXXX60089	Need to Update Signers	(A) (B)
56	Non-Obligated Group	VBS - AP	Verity Business Services	Bank of America	XXXXXX6402	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer	

**Verity Health System
Debtor Bank Accounts
As of 03/31/19**

Number	Group	Bank Account Name	Company	Financial Institution	Account Number	Authorized Signers
57	Non-Obligated Group	VBS - Payroll	Verity Business Services	Bank of America	XXXXXX2982	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
58	Physician Foundation	VMF - Checking	Verity Medical Foundation	Wells Fargo	XXXXXX9996	Steve Campbell, CEO; Randall Roisman, CFO; and Fariba Shahbazi, Tony Armada
59	Physician Foundation	VMF - Sale Proceeds	Verity Medical Foundation	Bank of America	XXXXXX2810	Steve Campbell, CEO; Randall Roisman, CFO; and Fariba Shahbazi, Tony Armada (C)
60	Non-Obligated Group	De Paul Ventures - San Jose Dialysis, LLC	De Paul Ventures - San Jose Dialysis, LLC	Bank of America	XXXXXX2797	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
61	Non-Obligated Group	VH - Santa Clara Sale Proceeds	Verity Holdings LLC	Bank of America	XXXXXX9568	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer (C)
62	Non-Obligated Group	VH - Sale Proceeds	Verity Holdings LLC	Bank of America	XXXXXX0151	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer (C)
63	Non-Obligated Group	VH - AP	Verity Holdings LLC	Bank of America	XXXXXX1597	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
64	Non-Obligated Group	VH - MOB	Verity Holdings LLC	Bank of America	XXXXXX1248	Rich Adcock, CEO; Tony Armada, COO; Anita Chou, CFO; and Ty Conner, Treasurer
Bank Account Closed Since the Petition Date						
65	Obligated Group	SMCC - Patient Trust - TCB	Seton Medical Center	Tri Counties Bank	XXXXXX3611	Not applicable
66	Obligated Group	OCH - FSA	O'Connor Hospital	Bank of America	XXXXXX2284	Not applicable
67	Obligated Group	SLRH - FSA	St. Louise Regional Hospital	Bank of America	XXXXXX2307	Not applicable
68	Obligated Group	SFMC - FSA	St. Francis Medical Center	Bank of America	XXXXXX2487	Not applicable

**Verity Health System
Debtor Bank Accounts
As of 03/31/19**

Number	Group	Bank Account Name	Company	Financial Institution	Account Number	Authorized Signers
69	Obligated Group	SVMC - FSA	St. Vincent Medical Center	Bank of America	XXXXXX2062	Not applicable
70	Obligated Group	SMC - FSA	Seton Medical Center	Bank of America	XXXXXX2289	Not applicable
71	Obligated Group	SMCC - FSA	Seton Medical Center	Bank of America	XXXXXX2302	Not applicable
72	Non-Obligated Group	VBS - FSA	Verity Business Services	Bank of America	XXXXXX3192	Not applicable
73	Non-Obligated Group	VH - Operating	Verity Holdings LLC	Bank of America	XXXXXX1970	Not applicable
74	Non-Obligated Group	VH - Savings	Verity Holdings LLC	Bank of America	XXXXXX1975	Not applicable
75	Physician Foundation	VMF - Payroll ZBA	Verity Medical Foundation	Wells Fargo	XXXXXX0010	Not applicable

Bank Account Identified After the Petition Date (Closed 10/4/18)

76		SMC Foundation - TCB	Seton Medical Center Foundation	Tri Counties Bank	XXXXXX8521	Not applicable
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(A) Authorized signors are to be updated to current signors on the other Debtor accounts.

(B) This bank account contains certain funds that are donor restricted or restricted per an asset purchase agreement, and therefore, are not available for the Debtor's general operating activities. Please refer to the attached Restricted Funds schedule for additional restricted funds recorded by the Debtors that are not included in this schedule of Debtor Bank Accounts as they are not part of the cash management program.

(C) The Final DIP Order provides that the Sale Proceeds, including any deposits, shall be held in escrow in one or more deposit accounts subject to a deposit account control agreement in favor of the DIP Agent (the "Escrow Deposit Account"). Any funds held in the Escrow Deposit Account shall not be commingled with any other funds of the selling Debtor, the Sale Proceeds of any other Debtor or otherwise.

Verity Health System, Inc.
Restricted Funds Schedule
At February 28, 2019 and March 31, 2019
\$ in 000's

No.	Debtor Name	Institution Name	Type of Account	Last 4 of A/C	2/28/2019 Balance	3/31/2019 Balance	Description of Restrictions
1R	Verity Health System of California	Wells Fargo	Checking (Restricted Funds)	0300	\$ 2,000	\$ 2,000	Escrow Account - funds held in trust under bond indenture; only trustee can authorize disbursements
2R	Verity Health System of California	Wells Fargo	Checking (Restricted Funds)	8703	20,947	20,984	Debt Reserve Account - funds held in trust under bond indenture; only trustee can authorize disbursements
3R	Verity Health System of California	Wells Fargo	Checking (Restricted Funds)	8803	808	810	Debt Reserve Account - funds held in trust under bond indenture; only trustee can authorize disbursements
4R	Verity Health System of California	Wells Fargo	Checking (Restricted Funds)	8903	891	893	Debt Reserve Account - funds held in trust under bond indenture; only trustee can authorize disbursements
6R	St. Vincent Foundation	Green Oak Consulting Group	Endowment Fund (Restricted Funds)	a541a	3,103	3,129	Donor restricted funds controlled by third party; Debtor does not control disbursements from this account
7R	St. Vincent Medical Center	Northern Trust	Endowment Fund (Restricted Funds)	4098	1,798	1,821	Donor restricted funds controlled by third party; Debtor does not control disbursements from this account
8R	Seton Medical Center	Wilmington Trust	Checking - Restricted	7000	894	251	Escrow Account - funds held in trust under bond indenture; only trustee can authorize disbursements
9R	Seton Medical Center	Wilmington Trust	Checking - Restricted	7001	249	249	Escrow Account - funds held in trust under bond indenture; only trustee can authorize disbursements
10R	Seton Medical Center	Wilmington Trust	Checking - Restricted	7002	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
11R	Seton Medical Center	Wilmington Trust	Checking - Restricted	7003	16,755	16,755	Escrow Account - funds held in trust under bond indenture; only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
12R	Seton Medical Center	Wilmington Trust	Checking - Restricted	7004	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
13R	Seton Medical Center	Wilmington Trust	Checking - Restricted	7005	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
14R	Seton Medical Center	Wilmington Trust	Checking - Restricted	7006	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
15R	Seton Medical Center	Wilmington Trust	Checking - Restricted	7007	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
16R	Seton Medical Center	Wilmington Trust	Checking - Restricted	1000	790	141	Escrow Account - funds held in trust under bond indenture; only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
17R	Seton Medical Center	Wilmington Trust	Checking - Restricted	1001	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
18R	Seton Medical Center	Wilmington Trust	Checking - Restricted	1002	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.

See Note [A]

See Note [A]

Verity Health System, Inc.
Restricted Funds Schedule
At February 28, 2019 and March 31, 2019
\$ in 000's

No.	Debtor Name	Institution Name	Type of Account	Last 4 of A/C	2/28/2019 Balance	3/31/2019 Balance	Description of Restrictions
19R	Seton Medical Center	Wilmington Trust	Checking - Restricted	1003	17,625	17,636	Escrow Account - funds held in trust under bond indenture; only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
20R	Seton Medical Center	Wilmington Trust	Checking - Restricted	1004	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
21R	Seton Medical Center	Wilmington Trust	Checking - Restricted	1005	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
22R	Seton Medical Center	Wilmington Trust	Checking - Restricted	1006	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.
23R	Seton Medical Center	Wilmington Trust	Checking - Restricted	1007	-	-	Escrow Account - only trustee can authorize disbursements to pay for seismic-related expenditures for Seton Medical Center.

Note [A] - These accounts hold funds on a temporary basis that are exclusively used to make debt service payments to the bondholders. These funds cannot be accessed by Seton Medical Center.

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Los Angeles
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10:00 AM

2:18-20151 Verity Health System of California, Inc.

Chapter 11

#6.00 HearingRE: [1530] Notice of motion and motion for relief from automatic stay with supporting declarations ACTION IN NON-BANKRUPTCY FORUM RE: Myung Soo Han v. Verity Health System of California et al., BC647082 .

Docket 1530

Matter Notes:

3/18/2019

The tentative ruling will be the order.
Party to lodge order: Movant

POST PDF OF TENTATIVE RULING TO CIAO

Tentative Ruling:

3/14/2019

For the reasons set forth below, the Motion is GRANTED; however, the order granting the Motion shall not take effect until **May 15, 2019**.

Pleadings Filed and Reviewed:

- 1) Notice of Motion and Motion for Relief from the Automatic Stay Under 11 U.S.C. § 362 [Doc. No. 1530] (the "Motion")
- 2) Debtors' Response to Motion for Relief from the Automatic Stay Filed on Behalf of Myung Soo Han [Doc. No. 1694]
- 3) Official Committee of Unsecured Creditors' Response to Motion for Relief from Stay (Non-Bankruptcy Forum) Filed by Myung Soo Han [Doc. No. 1696]
- 4) No Reply in support of the Motion is on file

I. Facts and Summary of Pleadings

On August 31, 2018 (the "Petition Date"), Verity Health Systems of California

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("VHS") and certain of its subsidiaries filed voluntary petitions for relief under Chapter 11 of the Bankruptcy Code. On August 31, 2018, the Court entered an order granting the Debtors' motion for joint administration of the Debtors' Chapter 11 cases. Doc. No. 17.

Myung Soo Han ("Movant") seeks stay-relief, pursuant to § 362(d)(1), for the purpose of litigating an action for assault and battery and elder abuse against the Debtors in the Los Angeles Superior Court (the "State Court Action"). The State Court Action alleges that while a patient at St. Vincent Medical Center, Movant was assaulted by an orderly when he requested that the temperature in his room be increased. The Motion does not indicate that Movant is willing to limit the recovery sought in the State Court Action to applicable insurance or that Movant will waive any deficiency claim against the Debtors. The State Court Action was filed on January 18, 2017.

In opposition to the Motion, Debtors state that they would consider stipulating to stay-relief provided Movant agreed to seek recovery only from insurance and waived any deficiency claim. Because Movant has not agreed to limit his recovery in this manner, Debtors contend that the Motion should be denied without prejudice. Debtors assert that being required to litigate the State Court Action would distract attention from pressing issues, such as the sale of the remaining hospitals.

For the same reasons, the Official Committee of Unsecured Creditors asserts that Motion should be denied without prejudice.

Movant has not filed any reply papers in support of the Motion.

II. Findings and Conclusions

As explained by the Ninth Circuit Bankruptcy Appellate Panel in *Kronemyer v. American Contractors Indemnity Co. (In re Kronemyer)* (internal citations omitted): "What constitutes 'cause' for granting relief from the automatic stay is decided on a case-by-case basis. Among factors appropriate to consider in determining whether relief from the automatic stay should be granted to allow state court proceedings to continue are considerations of judicial economy and the expertise of the state court, ... as well as prejudice to the parties and whether exclusively bankruptcy issues are involved." 405 B.R. 915, 921. The factors articulated in *In re Curtis*, 40 B.R. 795, 799-800 (Bankr. D. Utah 1984) and adopted by the bankruptcy court in *Truebro, Inc. v. Plumberex Specialty Prods., Inc. (In re Plumberex Specialty Prods., Inc)*, 311 B.R. 551, 559-60 (Bankr. C.D. Cal. 2004) are also "appropriate, nonexclusive factors to consider in deciding whether to grant relief from the automatic stay to allow pending

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litigation to continue in another forum." *Kronemyer*, 405 B.R. at 921. The *Curtis* factors are as follows:

- 1) Whether the relief will result in a partial or complete resolution of the issues;
- 2) The lack of any connection with or interference with the bankruptcy case;
- 3) Whether the foreign proceeding involves the debtor as a fiduciary;
- 4) Whether a specialized tribunal has been established to hear the particular cause of action and whether that tribunal has the expertise to hear such cases;
- 5) Whether the debtor's insurance carrier has assumed full financial responsibility for defending the litigation;
- 6) Whether the action essentially involves third parties, and the debtor functions only as a bailee or conduit for the goods or proceeds in question;
- 7) Whether the litigation in another forum would prejudice the interests of other creditors, the creditors' committee and other interested parties;
- 8) Whether the judgment claim arising from the foreign action is subject to equitable subordination under Section 510(c);
- 9) Whether movant's success in the foreign proceeding would result in a judicial lien avoidable by the debtor under Section 522(f);
- 10) The interests of judicial economy and the expeditious and economical determination of litigation for the parties;
- 11) Whether the foreign proceedings have progressed to the point where the parties are prepared for trial, and
- 12) The impact of the stay on the parties and the "balance of hurt."

Plumberex, 311 B.R. at 599.

The most important of the twelve factors is the effect of the non-bankruptcy litigation on the administration of the estate. *Curtis*, 40 B.R. at 806. The *Curtis* court held that "[e]ven slight interference with the administration may be enough to preclude relief in the absence of a commensurate benefit." *Id.*

Because Movant has not agreed to limit his recovery to insurance, granting stay-relief at this time would require the Debtors to defend against the State Court Action. Although it would certainly be possible for the Debtors to mount a defense at this time, requiring them to do so would nonetheless interfere with the case by distracting the Debtors' professionals from other pressing matters. Among other things, the State Court Complaint alleges that after Movant told an orderly that he was cold, the orderly threatened to kill Movant and then choked Movant, causing him to fall out of his

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hospital bed and injuring his mouth, side, and leg. If these allegations are proven, the damages would likely be substantial. While it is true that primary responsibility for the Debtors' defense could be assigned to special litigation counsel, the Debtors' general bankruptcy counsel would still be required to monitor the litigation.

An auction of four of the Debtors' hospitals is set to occur on April 8–9, with a hearing to approve the results of the auction set for April 17, 2019. To successfully prosecute the case for the benefit of creditors, Debtors will be required to devote substantial resources to the auction and the subsequent hearing to approve the results of the auction. Granting stay-relief at this juncture would require the Debtors to divert their attention from issues pertaining to the sale, which would be detrimental to creditors.

In view of the findings set forth above, *Curtis* factors two, five, seven, and eleven weigh against granting stay-relief at this time. However, after the April 17 auction has concluded, application of the *Curtis* factors will yield a different result. Although the relevant *Curtis* factors do not warrant stay-relief now, stay-relief will be warranted as of **May 15, 2019**.

Granting stay-relief now would interfere with the bankruptcy case by distracting the Debtors' professionals from other pressing matters (the second *Curtis* factor). With respect to factor five, the damages sought in the State Court Action are substantial; Movant has not agreed to limit his recovery to applicable insurance; and it is therefore not known whether available insurance proceeds will be sufficient to cover any judgment Movant may obtain. Factor five therefore weighs against granting immediate stay-relief. The litigation's interference with the case has the potential to reduce creditor recoveries; therefore, factor seven weighs against granting immediate stay-relief. The State Court Action has not reached the trial stage, so factor eleven also weighs against granting immediate stay-relief.

Factor twelve—the balance of the hurt—is neutral. As discussed, granting immediate stay-relief will harm the Debtors by distracting the Debtors' professionals from other pressing matters. On the other hand, Movant is prejudiced by the inability to pursue legal redress.

To the extent that they apply, the remaining *Curtis* factors weigh in favor of immediate stay-relief. The State Court Action will completely resolve the issues (factor one); the State Court is the tribunal best suited to hear the Movant's claims (factor three); and lifting the stay would result in a more expeditious determination of the State Court Action (factor ten). Nonetheless, these factors are outweighed by the harm that immediate stay-relief would impose upon the Debtors.

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Having considered the applicable *Curtis* factors, the Court finds that Movant is entitled to stay-relief, effective as of **May 15, 2019**. This result gives the Debtors some breathing space to achieve their objectives, while at the same time delaying Movant's ability to proceed with the State Court Action by only two months.

III. Conclusion

Based upon the foregoing, the Motion is GRANTED; however, the order granting the Motion shall not take effect until **May 15, 2019**. Movants shall submit an order, incorporating this tentative ruling by reference, within seven days of the hearing.

[Note 1]

No appearance is required if submitting on the court's tentative ruling. If you intend to submit on the tentative ruling, please contact Jessica Vogel or Daniel Koontz at 213-894-1522. **If you intend to contest the tentative ruling and appear, please first contact opposing counsel to inform them of your intention to do so.** Should an opposing party file a late opposition or appear at the hearing, the court will determine whether further hearing is required. If you wish to make a telephonic appearance, contact Court Call at 888-882-6878, no later than one hour before the hearing.

Note 1

To ensure that the Debtors have the opportunity to review Movants' proposed order as to form, Movants shall either (a) submit a *Notice of Lodgment* of the proposed order in accordance with the procedure set forth in Local Bankruptcy Rule 9021-1(b)(3)(A) or, in the alternative, shall (b) obtain Debtors' endorsement as to the form of the proposed order pursuant to the procedure set forth in Local Bankruptcy Rule 9021-1(b)(3)(C).

Party Information

Debtor(s):

Verity Health System of California,

Represented By

Samuel R Maizel

John A Moe II

Tania M Moyron

Claude D Montgomery

Sam J Alberts

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CONT...

Verity Health System of California, Inc.

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Shirley Cho

Patrick Maxcy