Docket #0181 Date Filed: 08/31/2026

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re: Pacifica of the Valley Corporation,[1] Debtor.	Chapter 11 Case No. 26-11060 (TMH) **Re: Docket Nos. 13, 57, 148**

NOTICE REGARDING AMENDED BUDGET AND EXTENSION OF SECOND INTERIM ORDER (I) AUTHORIZING THE DEBTOR TO (A) USE CASH COLLATERAL AND (B) GRANT LIENS AND SUPERPRIORITY ADMINISTRATIVE EXPENSE CLAIMS; (II) GRANTING ADEQUATE PROTECTION TO PREPETITION SECURED PARTIES (III) SCHEDULING A FINAL HEARING; AND (IV) GRANTING RELATED RELIEF

The undersigned proposed counsel for the above-captioned debtor and debtor in possession (the "Debtor") hereby provides notice that:

1. On July 7, 2026, the Debtor filed the *Debtor's Motion for Entry of Interim and Final Orders (I) Authorizing the Debtor to (A) Use Cash Collateral and (B) Grant Liens and Superpriority Administrative Claims; (II) Granting Adequate Protection to Prepetition Secured Parties; (III) Scheduling a Final Hearing; and (IV) Granting Related Relief* (the "Motion") [Docket No. 13].[2]

2. On July 9, 2026, the Court entered the *Interim Order (I) Authorizing The Debtor To (A) Use Cash Collateral And (B) Grant Liens And Superpriority Administrative Expense Claims; (II) Granting Adequate Protection To Prepetition Secured Parties (III) Scheduling A Final*

[1] The Debtor in this Chapter 11 Case, along with the last four digits of the Debtor's federal tax identification number, is 7312. The Debtor's mailing address is 9449 San Fernando Road, Sun Valley, CA 91352.

2 All Capitalized terms not otherwise defined herein are ascribed the meaning give in the Motion or the Interim Cash Collateral Order, as applicable.

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Hearing; And (IV) Granting Related Relief (the "Interim Cash Collateral Order") [Docket No. 57].

3. On August 11, 2026, the Court entered the *Second Interim Order (I) Authorizing The Debtor To (A) Use Cash Collateral And (B) Grant Liens And Superpriority Administrative Expense Claims; (II) Granting Adequate Protection To Prepetition Secured Parties (III) Scheduling A Final Hearing; And (IV) Granting Related Relief* (the "Second Interim Cash Collateral Order") [Docket No. 148].

4. Pursuant to Section 3 of the Second Interim Cash Collateral Order, the Debtor is authorized to use Cash Collateral in accordance with the Budget through the Expiration Date of August 28, 2026. Section 3 further provides that the Budget and the Expiration Date may be amended or extended with the consent of the Prepetition Secured Parties.

5. Since entry of the Second Interim Cash Collateral Order, the Debtor has continued discussions with the Prepetition Secured Parties and the Committee, each of which has consented to extend the Debtor's use of Cash Collateral through and including September 12, 2026, in accordance with the amended budget attached hereto as **Exhibit A**, which shall constitute the "Expiration Date" and the "Budget", respectively, for all purposes under the Second Interim Cash Collateral Order.

6. All other provisions and terms of the Second Interim Cash Collateral Order shall remain in full force and effect.

Dated: August 31, 2026

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Pacifica of the Valley Corporation
4-Week Cash Flow Forecast

Week #	7	8	9	10	4 Week
Week Ending	8/22/26	8/29/26	9/5/26	9/12/26	Total
Actual / Forecast	Actual	Forecast	Forecast	Forecast	Forecast
I. Receipts					
1.) Government	$ 397,616	$ 455,904	$ 549,708	$ 549,708	$ 1,952,935
2.) Non-Government	145,631	134,912	134,912	134,912	550,366
3.) QAF	-	-	-	-	-
4.) Sale to LA Care of QAF	-	-	-	-	-
5.) DSH	-	-	-	-	-
6.) LACare	229,110	221,215	221,215	221,215	892,755
7.) Other	196,565	90,184	989,602	651,717	1,928,069
8.) **Total Receipts**	**$ 968,923**	**$ 902,214**	**$ 1,895,436**	**$ 1,557,551**	**$ 5,324,125**
II. Operating Disbursements					
9.) Payroll	$ 816,262	$ 708,901	$ 767,011	$ 708,901	$ 3,001,075
10.) Payroll Taxes	83,601	739,675	411,890	240,311	1,475,477
11.) Benefits	66,365	696,612	247,025	175,756	1,185,758
12.) Rent	-	646,240	-	-	646,240
13.) Supplies	69,047	136,003	124,750	87,250	417,050
14.) Pharmaceuticals	5,000	11,500	10,000	10,000	36,500
15.) Purchased Services	48,026	170,781	233,708	64,167	516,682
16.) Repairs and Maintenance	-	26,900	15,228	15,228	57,356
17.) Utilities	5,374	92,693	2,656	-	100,723
18.) Insurance	-	327,477	3,508	-	330,985
19.) QAF Fees	-	-	-	-	-
20.) Medical Professional Fees	77,323	20,000	368,685	-	466,008
21.) Other	-	50,000	50,000	50,000	150,000
22.) CapEx - Seismic and Opening Beds	128,893	19,435	-	-	148,328
23.) **Total Operating Disbursements**	**$ 1,299,890**	**$ 3,646,218**	**$ 2,234,461**	**$ 1,351,613**	**$ 8,532,182**
24.) **Net Operating Cash Flow**	**$ (330,967)**	**$ (2,744,003)**	**$ (339,025)**	**$ 205,938**	**$ (3,208,057)**
III. Bankruptcy Related Disbursements					
25.) Professional Fees	$ -	$ 30,000	$ 55,000	$ -	$ 85,000
26.) UST Fees	-	-	-	-	-
27.) Other Non-Recurring	-	-	-	-	-
28.) **Total Non-Operating Disbursements**	**$ -**	**$ 30,000**	**$ 55,000**	**$ -**	**$ 85,000**
29.) **Net Cash Flow**	**$ (330,967)**	**$ (2,774,003)**	**$ (394,025)**	**$ 205,938**	**$ (3,293,057)**
VI. Liquidity Summary					
30.) Beginning Cash Balance	$ 3,702,625	$ 3,371,658	$ 597,655	$ 203,630	$ 3,702,625
31.) Net Cash Flow	(330,967)	(2,774,003)	(394,025)	205,938	(3,293,057)
32.) **Ending Cash Balance**	**$ 3,371,658**	**$ 597,655**	**$ 203,630**	**$ 409,568**	**$ 409,568**