UNITED STATES BANKRUPTCY COURT

DISTRICT OF Delaware

In Re. Pacifica of the Valley Corporation § Case No. 26-11060

§

§

Debtor(s) §

☐ Jointly Administered

Monthly Operating Report

Chapter 11

Reporting Period Ended: 08/31/2026 Petition Date: 07/04/2026

Months Pending: 2 Industry Classification: 6 2 2 1

Reporting Method: Accrual Basis ◉ Cash Basis ○

Debtor's Full-Time Employees (current): 527

Debtor's Full-Time Employees (as of date of order for relief): 527

Supporting Documentation (check all that are attached):

(For jointly administered debtors, any required schedules must be provided on a non-consolidated basis for each debtor)

- ☒ Statement of cash receipts and disbursements
- ☒ Balance sheet containing the summary and detail of the assets, liabilities and equity (net worth) or deficit
- ☒ Statement of operations (profit or loss statement)
- ☐ Accounts receivable aging
- ☐ Postpetition liabilities aging
- ☐ Statement of capital assets
- ☐ Schedule of payments to professionals
- ☒ Schedule of payments to insiders
- ☒ All bank statements and bank reconciliations for the reporting period
- ☐ Description of the assets sold or transferred and the terms of the sale or transfer

/s/ Laura Davis Jones
Signature of Responsible Party

10/07/2026
Date

Laura Davis Jones
Printed Name of Responsible Party

919 N. Market St., Wilmington, DE 19801
Address

STATEMENT: This Periodic Report is associated with an open bankruptcy case; therefo
1320.4(a)(2) applies.

261106026100700000000001

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

Part 1: Cash Receipts and Disbursements		Current Month	Cumulative
a.	Cash balance beginning of month	$632,797	
b.	Total receipts (net of transfers between accounts)	$11,587,180	$17,094,161
c.	Total disbursements (net of transfers between accounts)	$9,520,581	$14,635,563
d.	Cash balance end of month (a+b-c)	$2,699,397	
e.	Disbursements made by third party for the benefit of the estate	$3,750	$32,288
f.	Total disbursements for quarterly fee calculation (c+e)	$9,524,331	$14,667,851

Part 2: Asset and Liability Status (Not generally applicable to Individual Debtors. See Instructions.)		Current Month
a.	Accounts receivable (total net of allowance)	$30,456,828
b.	Accounts receivable over 90 days outstanding (net of allowance)	$20,012,645
c.	Inventory (Book ◉ Market ○ Other ○ (attach explanation))	$553,730
d	Total current assets	$53,245,172
e.	Total assets	$93,733,542
f.	Postpetition payables (excluding taxes)	$6,860,103
g.	Postpetition payables past due (excluding taxes)	$15,060
h.	Postpetition taxes payable	$617,212
i.	Postpetition taxes past due	$0
j.	Total postpetition debt (f+h)	$7,477,315
k.	Prepetition secured debt	$59,159,359
l.	Prepetition priority debt	$50,302,498
m.	Prepetition unsecured debt	$108,001,442
n.	Total liabilities (debt) (j+k+l+m)	$224,940,614
o.	Ending equity/net worth (e-n)	$-131,207,072

Part 3: Assets Sold or Transferred		Current Month	Cumulative
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	$0	$0
b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	$0	$0
c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	$0	$0

Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.)		Current Month	Cumulative
a.	Gross income/sales (net of returns and allowances)	$10,505,253	
b.	Cost of goods sold (inclusive of depreciation, if applicable)	$0	
c.	Gross profit (a-b)	$10,505,253	
d.	Selling expenses	$0	
e.	General and administrative expenses	$8,280,122	
f.	Other expenses	$2,533,375	
g.	Depreciation and/or amortization (not included in 4b)	$57,967	
h.	Interest	$-12,411	
i.	Taxes (local, state, and federal)	$407,135	
j.	Reorganization items	$2,743,333	
k.	Profit (loss)	$-3,504,268	$-7,112,289

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

Part 5: Professional Fees and Expenses

				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's professional fees & expenses (bankruptcy) *Aggregate Total*			$0	$0	$0	$0
	Itemized Breakdown by Firm						
		Firm Name	Role				
	i			$0	$0	$0	$0
	ii						
	iii						
	iv						
	v						
	vi						
	vii						
	viii						
	ix						
	x						
	xi						
	xii						
	xiii						
	xiv						
	xv						
	xvi						
	xvii						
	xviii						
	xix						
	xx						
	xxi						
	xxii						
	xxiii						
	xxiv						
	xxv						
	xxvi						
	xxvii						
	xxviii						
	xxix						
	xxx						
	xxxi						
	xxxii						
	xxxiii						
	xxxiv						
	xxxv						
	xxxvi						

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

	xxxvii						
	xxxvii						
	xxxix						
	xl						
	xli						
	xlii						
	xliii						
	xliv						
	xlv						
	xlvi						
	xlvii						
	xlviii						
	xlix						
	l						
	li						
	lii						
	liii						
	liv						
	lv						
	lvi						
	lvii						
	lviii						
	lix						
	lx						
	lxi						
	lxii						
	lxiii						
	lxiv						
	lxv						
	lxvi						
	lxvii						
	lxviii						
	lxix						
	lxx						
	lxxi						
	lxxii						
	lxxiii						
	lxxiv						
	lxxv						
	lxxvi						
	lxxvii						
	lxxviii						

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

	lxxix						
	lxxx						
	lxxxi						
	lxxxii						
	lxxxiii						
	lxxxiv						
	lxxxv						
	lxxxvi						
	lxxxvi						
	lxxxvi						
	lxxxix						
	xc						
	xci						
	xcii						
	xciii						
	xciv						
	xcv						
	xcvi						
	xcvii						
	xcviii						
	xcix						
	c						
	ci						

				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & expenses (nonbankruptcy) *Aggregate Total*			$0	$0	$0	$0
	Itemized Breakdown by Firm						
		Firm Name	Role				
	i			$0	$0	$0	$0
	ii						
	iii						
	iv						
	v						
	vi						
	vii						
	viii						
	ix						
	x						
	xi						
	xii						
	xiii						
	xiv						

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

	xv						
	xvi						
	xvii						
	xviii						
	xix						
	xx						
	xxi						
	xxii						
	xxiii						
	xxiv						
	xxv						
	xxvi						
	xxvii						
	xxviii						
	xxix						
	xxx						
	xxxi						
	xxxii						
	xxxiii						
	xxxiv						
	xxxv						
	xxxvi						
	xxxvii						
	xxxvii						
	xxxix						
	xl						
	xli						
	xlii						
	xliii						
	xliv						
	xlv						
	xlvi						
	xlvii						
	xlviii						
	xlix						
	l						
	li						
	lii						
	liii						
	liv						
	lv						
	lvi						

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

	lvii						
	lviii						
	lix						
	lx						
	lxi						
	lxii						
	lxiii						
	lxiv						
	lxv						
	lxvi						
	lxvii						
	lxviii						
	lxix						
	lxx						
	lxxi						
	lxxii						
	lxxiii						
	lxxiv						
	lxxv						
	lxxvi						
	lxxvii						
	lxxviii						
	lxxix						
	lxxx						
	lxxxi						
	lxxxii						
	lxxxiii						
	lxxxiv						
	lxxxv						
	lxxxvi						
	lxxxvi						
	lxxxvi						
	lxxxix						
	xc						
	xci						
	xcii						
	xciii						
	xciv						
	xcv						
	xcvi						
	xcvii						
	xcviii						

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

	xcix						
	c						
c.	All professional fees and expenses (debtor & committees)			$0	$0	$0	$0

Part 6: Postpetition Taxes		Current Month	Cumulative
a.	Postpetition income taxes accrued (local, state, and federal)	$0	$0
b.	Postpetition income taxes paid (local, state, and federal)	$0	$0
c.	Postpetition employer payroll taxes accrued	$339,141	$640,556
d.	Postpetition employer payroll taxes paid	$452,840	$506,469
e.	Postpetition property taxes paid	$0	$0
f.	Postpetition other taxes accrued (local, state, and federal)	$67,995	$129,409
g.	Postpetition other taxes paid (local, state, and federal)	$0	$0

Part 7: Questionnaire - During this reporting period:

a.	Were any payments made on prepetition debt? (if yes, see Instructions)	Yes ○	No ◉
b.	Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)	Yes ○	No ◉
c.	Were any payments made to or on behalf of insiders?	Yes ◉	No ○
d.	Are you current on postpetition tax return filings?	Yes ◉	No ○
e.	Are you current on postpetition estimated tax payments?	Yes ◉	No ○
f.	Were all trust fund taxes remitted on a current basis?	Yes ◉	No ○
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes ○	No ◉
h.	Were all payments made to or on behalf of professionals approved by the court?	Yes ○	No ○ N/A ◉
i.	Do you have: Worker's compensation insurance?	Yes ◉	No ○
	If yes, are your premiums current?	Yes ◉	No ○ N/A ○ (if no, see Instructions)
	Casualty/property insurance?	Yes ◉	No ○
	If yes, are your premiums current?	Yes ◉	No ○ N/A ○ (if no, see Instructions)
	General liability insurance?	Yes ○	No ◉
	If yes, are your premiums current?	Yes ○	No ○ N/A ◉ (if no, see Instructions)
j.	Has a plan of reorganization been filed with the court?	Yes ○	No ◉
k.	Has a disclosure statement been filed with the court?	Yes ○	No ◉
l.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ◉	No ○

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

Part 8: Individual Chapter 11 Debtors (Only)

a.	Gross income (receipts) from salary and wages	$0
b.	Gross income (receipts) from self-employment	$0
c.	Gross income from all other sources	$0
d.	Total income in the reporting period (a+b+c)	$0
e.	Payroll deductions	$0
f.	Self-employment related expenses	$0
g.	Living expenses	$0
h.	All other expenses	$0
i.	Total expenses in the reporting period (e+f+g+h)	$0
j.	Difference between total income and total expenses (d-i)	$0
k.	List the total amount of all postpetition debts that are past due	$0
l.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes ○ No ◉
m.	If yes, have you made all Domestic Support Obligation payments?	Yes ○ No ○ N/A ◉

Privacy Act Statement

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http://www.justice.gov/ust/eo/rules_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

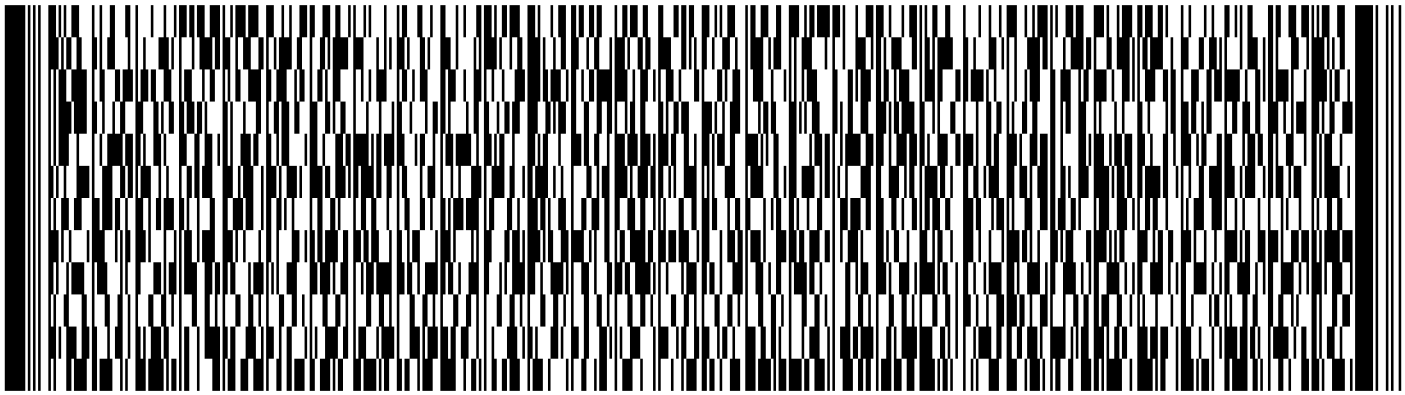
/s/ Fred Vitello
Signature of Responsible Party

Fred Vitello
Printed Name of Responsible Party

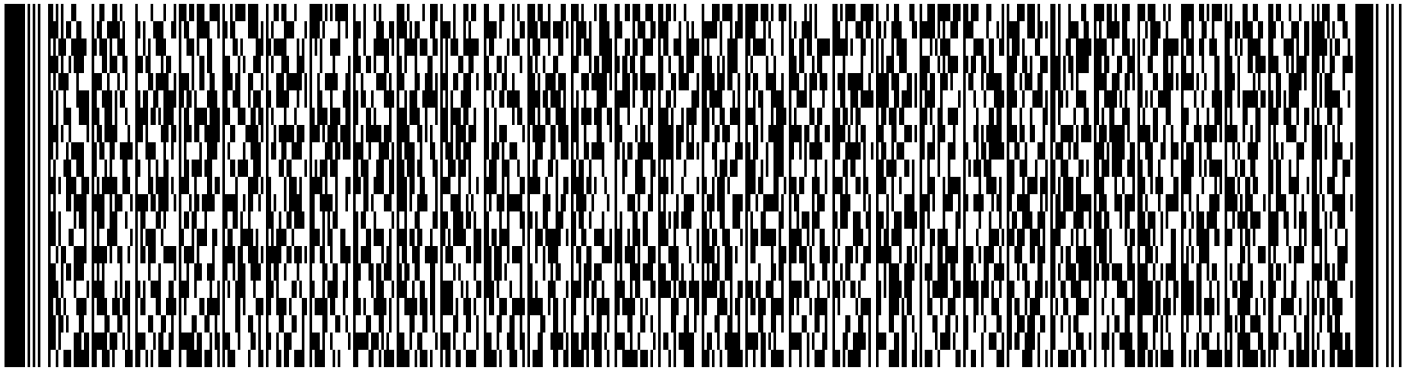
Chief Financial Officer
Title

10/07/2026
Date

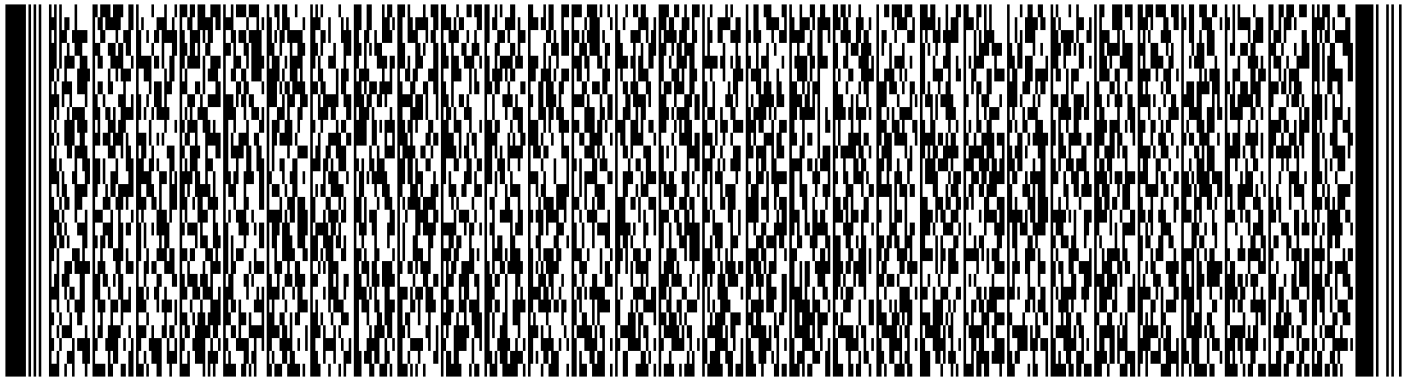
Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060



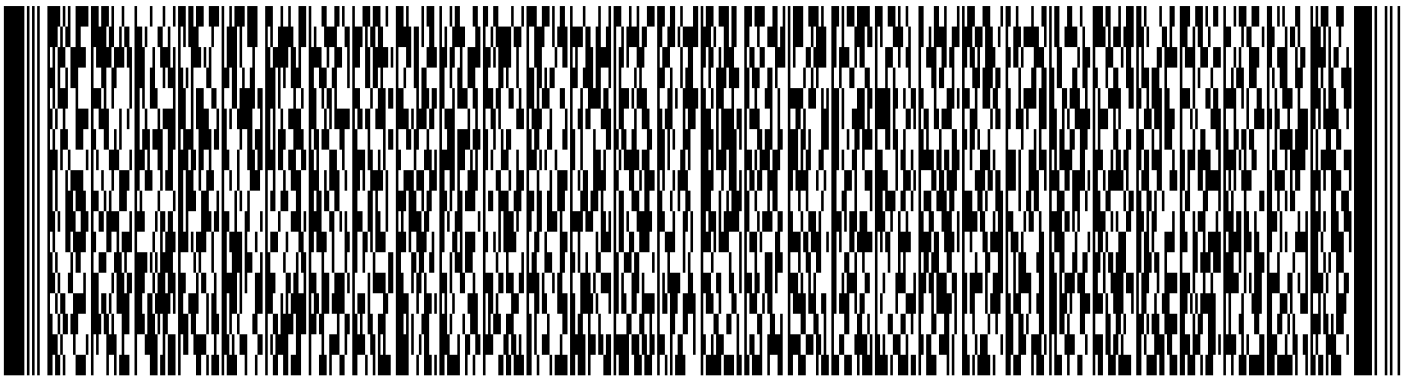
PageOnePartOne



PageOnePartTwo

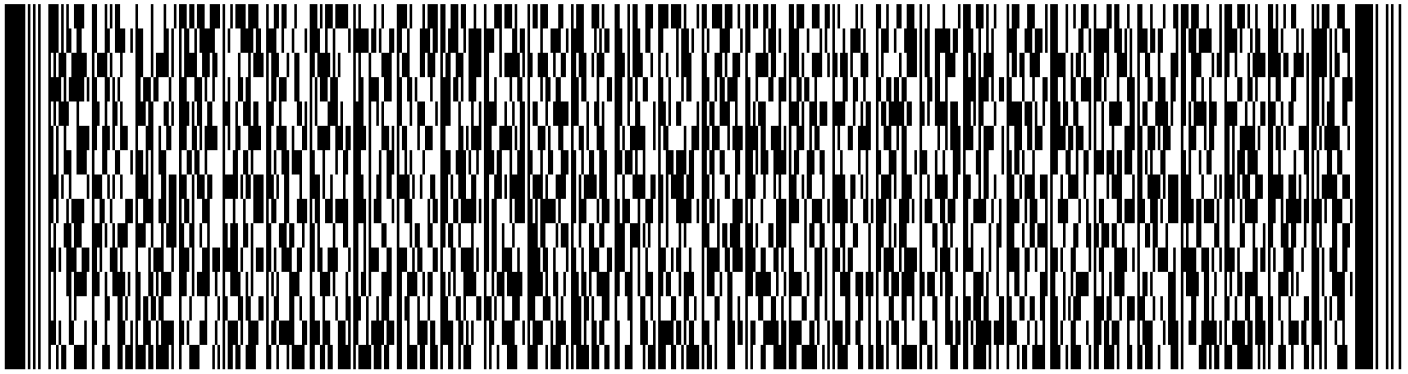


PageTwoPartOne

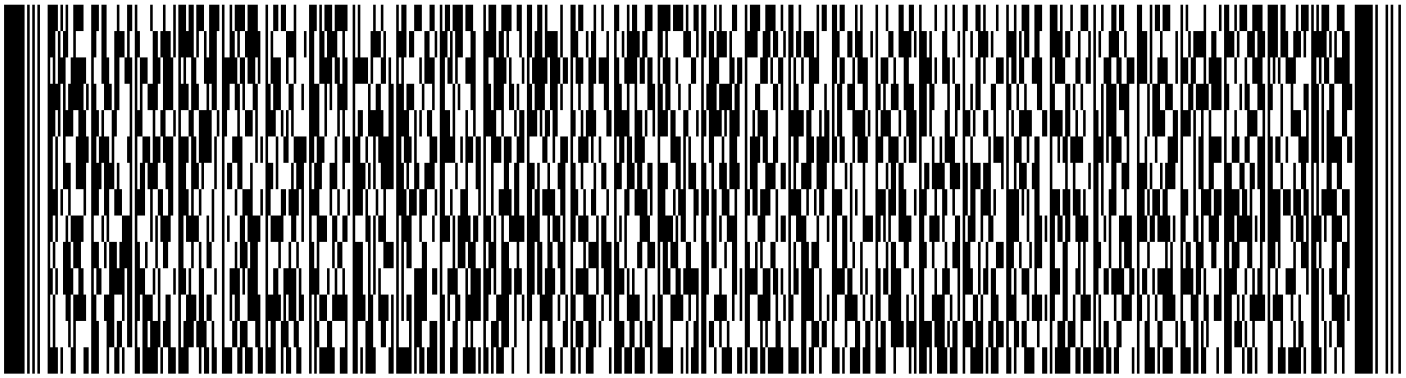


PageTwoPartTwo

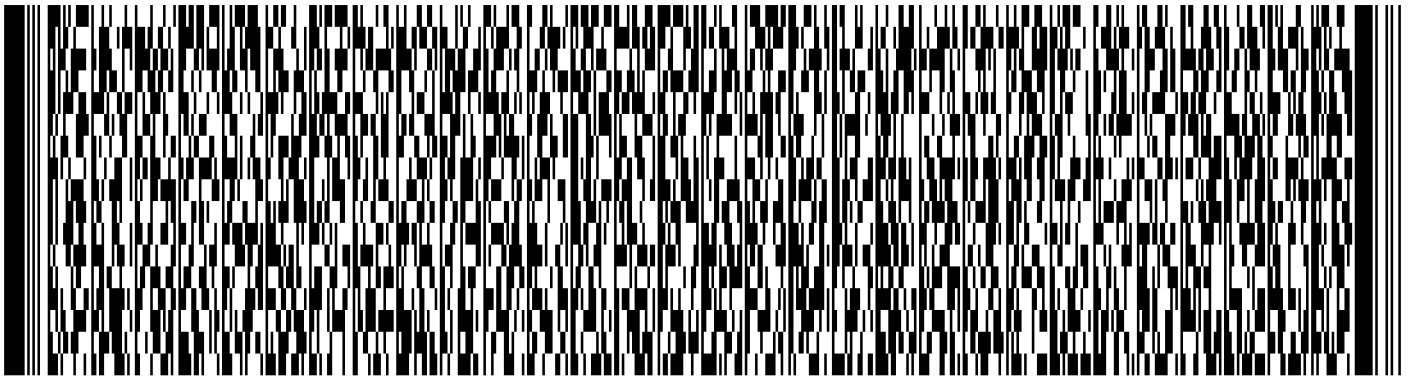
Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060



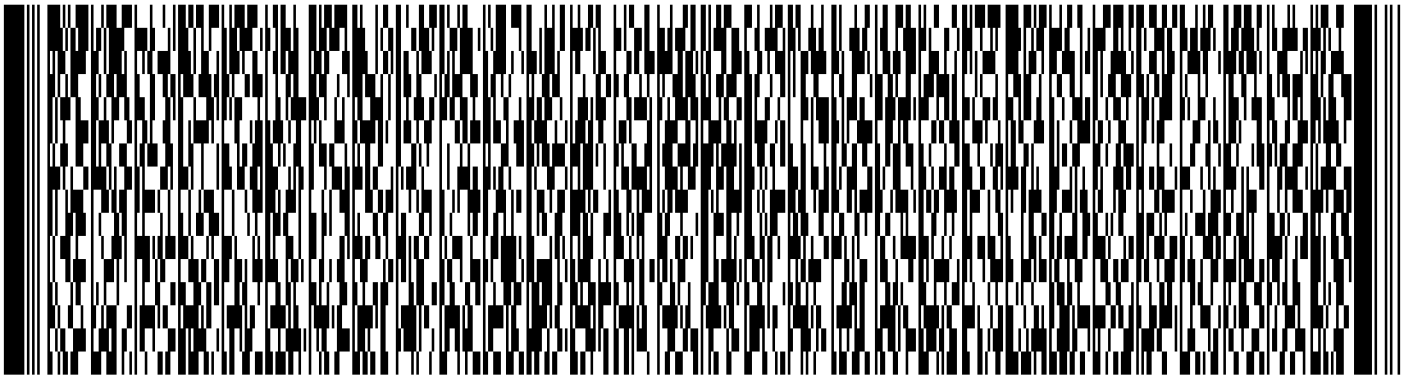
Bankruptcy1to50



Bankruptcy51to100

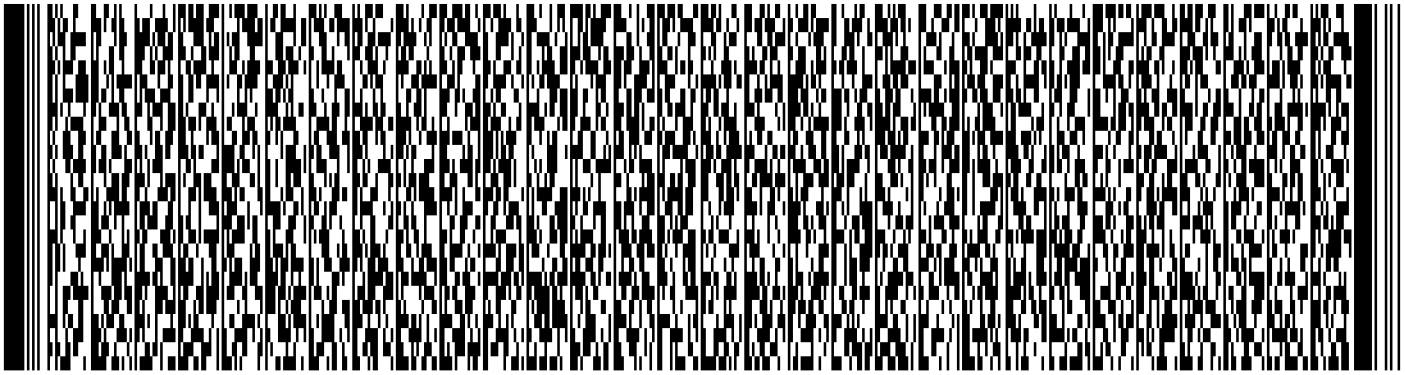


NonBankruptcy1to50

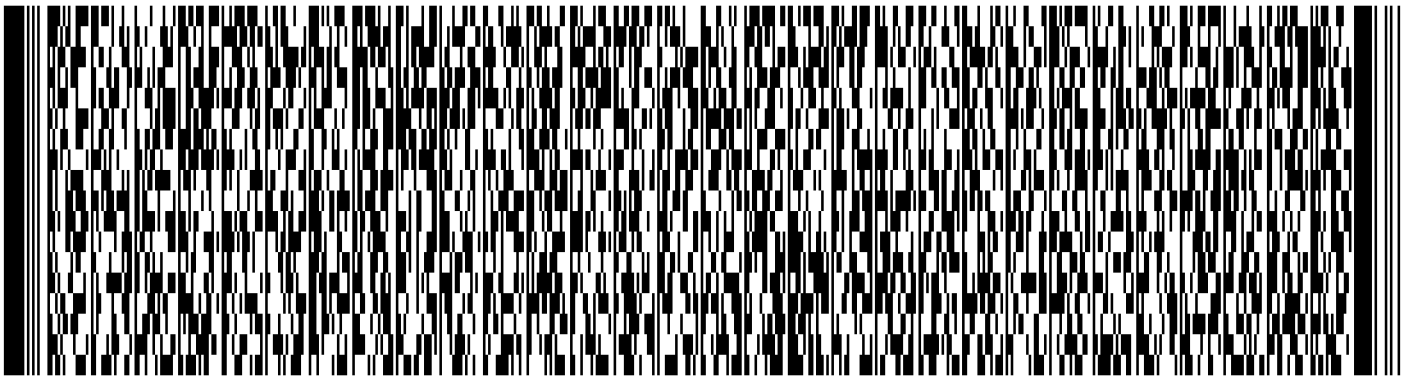


NonBankruptcy51to100

Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060



PageThree



PageFour

Pacifica Hospital of the Valley

MOR 1 - Statement of Cash Receipts and Disbursements

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

For the Period 08/01/2026 - 08/31/2026

I. Receipts			
1.)	Government	$	1,921,473
2.)	Non-Government		702,283
3.)	QAF		-
4.)	Sale to LA Care of QAF		5,000,000
5.)	DSH		-
6.)	LACare		1,382,461
7.)	Other		2,580,962
8.)	**Total Receipts**	**$**	**11,587,180**
II. Operating Disbursements			
9.)	Payroll	$	3,499,942
10.)	Payroll Taxes		2,014,493
11.)	Benefits		272,262
12.)	Rent		1,276,718
13.)	Supplies		335,572
14.)	Pharmaceuticals		36,244
15.)	Purchased Services		299,134
16.)	Repairs and Maintenance		51,215
17.)	Utilities		15,166
18.)	Insurance		594,984
19.)	QAF Fees		-
20.)	Medical Professional Fees		313,221
21.)	Other		431,665
22.)	CapEx		354,966
23.)	**Total Operating Disbursements**	**$**	**9,495,581**
24.)	**Net Operating Cash Flow**	**$**	**2,091,599**
III. Non-Operating Disbursements			
25.)	Professional Fees	$	25,000
26.)	UST Fees		-
27.)	Other Non-Recurring		-
28.)	**Total Non-Operating Disbursements**	**$**	**25,000**
29.)	**Net Cash Flow**	**$**	**2,066,599**
VI. Liquidity Summary			
30.)	Beginning Bank Cash Balance	$	632,797
31.)	Net Cash Flow		2,066,599
32.)	**Ending Bank Cash Balance**	**$**	**2,699,397**
33.)	Restricted Cash Account for Capitated Plan		1,501,956
34.)	Outstanding Checks		(799,700)
35.)	**Ending Book Cash Balance**	**$**	**3,401,652**

Pacifica of the Valley Corporation
MOR 2 - Balance Sheet

		8/31/2026
Assets		
Current Assets		
Cash	$	3,401,652
Patient AR - Net		30,456,828
Due From Third Party Payors		17,926,463
Inventory - Supplies		553,730
Other Current Assets		906,499
Total Current Assets	**$**	**53,245,172**
Property, Plant & Equipment - Net	$	16,632,509
Deposits & Notes Receivable		23,855,861
Total Assets	**$**	**93,733,542**
Liabilities & Shareholders' Equity		
Accounts Payable	$	43,586,230
Accrued PR & Related Benefits		56,120,277
Other Current Liabilities		47,863,347
Current Portion of LT Debt		11,045,483
Total Current Liabilities	**$**	**158,615,337**
LT Debt Less Current Portion - Taxes		21,510,494
Other Long Term Liabilities		44,814,783
Shareholders' Equity:		
Additional Paid-In Capital	$	10,400,000
Accumulated Earnings		(141,607,072)
Total Shareholders' Equity	**$**	**(131,207,072)**
Total Liabilities & Shareholders' Equity	**$**	**93,733,542**

Pacifica of the Valley Corporation
MOR 4 - Income Statement

		August 2026
Gross Patient Revenue		
Inpatient	$	11,509,783
Outpatient		2,920,525
Total Gross Patient Revenue	**$**	**14,430,308**
Deductions From Revenue		3,211,481
Net Patient Services Revenue	**$**	**11,218,827**
Other Revenue		7,941
Total Operating Revenue	**$**	**11,226,768**
Operating Expenses		
Salaries & Wages	$	4,426,982
Employee Benefits		1,247,487
Supplies		386,513
Pharmaceuticals		24,811
Professional Fees		321,025
Provision for Uncollectible Accounts		721,515
Purchased Services		847,932
Repairs and Maintenance		130,873
Insurance		12,003
Utilities		152,153
Rents and Leases		730,343
Other		763,907
QAF - Fees		2,176,603
Total Operating Expenses	**$**	**11,942,147**
EBITDA	**$**	**(715,379)**
Other Expense		
Depreciation and Amortization	$	57,967
Interest Income		(12,411)
Interest expense		-
Provision for Income Taxes		-
Other Non-Operating Expense		-
Restructuring Expenses		2,743,333
Total Other Expense	**$**	**2,788,889**
Net Income / (Loss)	**$**	**(3,504,268)**

Pacifica of the Valley Corporation
Bank Reconciliation

Bank Name	Account Number (Last 4)	Account Type	Ending Bank Balance	Checks Outstanding	Ending Book Balance
California Credit Union	2435	Accounts Payable Account	$ -	$ -	$ -
California Credit Union	0319	Accounts Payable Account II	211,723	402,498	(190,776)
California Credit Union	2510	DMH Account	-	-	-
California Credit Union	2480	ERISA Account	519,825	-	519,825
California Credit Union	2499	Government Collection Account	-	-	-
California Credit Union	2501	Non-Government Collection Account	1,190	-	1,190
California Credit Union	2426	Operating Account	1,262,678	-	1,262,678
California Credit Union	2444	Payroll Account	438,002	373,142	64,860
California Credit Union	2453	Payroll Taxes & Benefits Account	196,955	24,060	172,895
California Credit Union	2462	Business Money Market	20	-	20
California Credit Union	2417	Utilities Deposit Account	69,003	-	69,003
Columbia Bank	3913	Restricted Account for Capitated Plan	-	-	-
Columbia Bank	5184	Restricted Account for Capitated Plan	249,809	-	249,809
Columbia Bank	8518	Restricted Account for Capitated Plan	1,216,304	-	1,216,304
City National	9244	Restricted, Funds Held In Trust	35,843	-	35,843
Total			**$ 4,201,352**	**$ 799,700**	**$ 3,401,652**

Pacifica of the Valley Corporation

MOR 7 - Payments to Insiders

Insider	Pay Date	Date Cleared		Amount	Account	Reason
Insider 1	7/31/2026	8/3/2026	$	15,399.89	x2444 - Payroll	Payroll
Insider 1	8/14/2026	8/17/2026	$	15,359.90	x2444 - Payroll	Payroll
Insider 1	8/28/2026	8/31/2026	$	15,359.90	x2444 - Payroll	Payroll
Insider 2	7/17/2026	8/3/2026	$	23,006.95	x2444 - Payroll	Payroll
Insider 2	7/31/2026	8/17/2026	$	22,625.62	x2444 - Payroll	Payroll
Insider 3	7/31/2026	8/3/2026	$	11,296.52	x2444 - Payroll	Payroll
Insider 3	8/14/2026	8/19/2026	$	11,283.30	x2444 - Payroll	Payroll
Insider 3	8/28/2026	8/31/2026	$	11,283.28	x2444 - Payroll	Payroll
Insider 4	7/17/2026	8/12/2026	$	4,275.00	x2444 - Payroll	Payroll
Insider 4	7/31/2026	8/14/2026	$	4,290.39	x2444 - Payroll	Payroll
Insider 4	8/14/2026	8/21/2026	$	4,275.01	x2444 - Payroll	Payroll
Insider 4	8/28/2026	8/31/2026	$	4,274.99	x2444 - Payroll	Payroll
Insider 5	7/31/2026	8/11/2026	$	12,295.84	x2444 - Payroll	Payroll
Insider 5	8/14/2026	8/19/2026	$	12,295.84	x2444 - Payroll	Payroll
Insider 6	7/31/2026	8/3/2026	$	4,885.29	x2444 - Payroll	Payroll
Insider 6	8/14/2026	8/17/2026	$	4,853.57	x2444 - Payroll	Payroll
Insider 6	8/28/2026	8/31/2026	$	4,853.57	x2444 - Payroll	Payroll
Insider 7	7/31/2026	8/6/2026	$	8,116.60	x2444 - Payroll	Payroll
Insider 7	8/14/2026	8/19/2026	$	8,083.09	x2444 - Payroll	Payroll
Insider 7	8/28/2026	8/31/2026	$	8,083.08	x2444 - Payroll	Payroll
Insider 8	7/31/2026	8/3/2026	$	10,827.37	x2444 - Payroll	Payroll
Insider 8	8/14/2026	8/17/2026	$	10,793.86	x2444 - Payroll	Payroll
Insider 9	7/31/2026	8/11/2026	$	4,530.70	x2444 - Payroll	Payroll
Insider 9	8/14/2026	8/25/2026	$	4,518.31	x2444 - Payroll	Payroll
Insider 10	7/31/2026	8/10/2026	$	3,678.21	x2444 - Payroll	Payroll
Insider 10	8/14/2026	8/24/2026	$	3,662.84	x2444 - Payroll	Payroll
Insider 11	7/31/2026	8/3/2026	$	6,350.69	x2444 - Payroll	Payroll
Insider 11	8/14/2026	8/17/2026	$	6,318.96	x2444 - Payroll	Payroll
Insider 11	8/28/2026	8/31/2026	$	6,318.96	x2444 - Payroll	Payroll
Insider 12	7/31/2026	8/5/2026	$	3,612.84	x2444 - Payroll	Payroll
Insider 12	8/14/2026	8/21/2026	$	3,612.85	x2444 - Payroll	Payroll
Insider 13	7/31/2026	8/4/2026	$	3,924.05	x2444 - Payroll	Payroll
Insider 13	8/14/2026	8/21/2026	$	3,866.61	x2444 - Payroll	Payroll
Insider 14	7/31/2026	8/4/2026	$	3,327.27	x2444 - Payroll	Payroll
Insider 14	8/14/2026	8/24/2026	$	5,509.63	x2444 - Payroll	Payroll
Total			**$**	**287,050.78**		