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: 09/30/2026 Petition Date: 07/04/2026

Months Pending: 3 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

11/4/2026
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.

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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	$2,699,397	
b.	Total receipts (net of transfers between accounts)	$12,181,756	$29,275,917
c.	Total disbursements (net of transfers between accounts)	$6,760,374	$21,395,937
d.	Cash balance end of month (a+b-c)	$8,120,779	
e.	Disbursements made by third party for the benefit of the estate	$0	$32,288
f.	Total disbursements for quarterly fee calculation (c+e)	$6,760,374	$21,428,225

Part 2: Asset and Liability Status (Not generally applicable to Individual Debtors. See Instructions.)		Current Month
a.	Accounts receivable (total net of allowance)	$30,412,356
b.	Accounts receivable over 90 days outstanding (net of allowance)	$19,870,363
c.	Inventory (Book ◉ Market ○ Other ○ (attach explana on))	$572,811
d	Total current assets	$61,718,993
e.	Total assets	$102,849,828
f.	Postpetition payables (excluding taxes)	$33,336,287[1]
g.	Postpetition payables past due (excluding taxes)	$1,384,444
h.	Postpetition taxes payable	$1,081,129
i.	Postpetition taxes past due	$0
j.	Total postpetition debt (f+h)	$34,417,416
k.	Prepetition secured debt	$48,659,359
l.	Prepetition priority debt	$50,302,498
m.	Prepetition unsecured debt	$105,965,154
n.	Total liabilities (debt) (j+k+l+m)	$239,344,428
o.	Ending equity/net worth (e-n)	$-136,494,600

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)	$10,572,051	
b.	Cost of goods sold (inclusive of depreciation, if applicable)	$0	
c.	Gross profit (a-b)	$10,572,051	
d.	Selling expenses	$0	
e.	General and administrative expenses	$8,607,927	
f.	Other expenses	$1,912,643	
g.	Depreciation and/or amortization (not included in 4b)	$57,916	
h.	Interest	$-300	
i.	Taxes (local, state, and federal)	$399,882	
j.	Reorganization items	$5,955,358	
k.	Profit (loss)	$-6,361,385	$-13,473,674

[1] Includes $19.6M related to the DIP (new money of $7M, roll-up of $10.5M, and a $2.1M Commitment Fee).

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*			$11,760	$11,760	$11,760	$11,760
	Itemized Breakdown by Firm						
		Firm Name	Role				
	i	Seelig + Cussigh HCO, LLC	Other	$11,760	$11,760	$11,760	$11,760
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Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060

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

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

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

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

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c.	All professional fees and expenses (debtor & committees)			$11,760	$11,760	$11,760	$11,760

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	$335,906	$976,462
d.	Postpetition employer payroll taxes paid	$313,866	$820,334
e.	Postpetition property taxes paid	$0	$0
f.	Postpetition other taxes accrued (local, state, and federal)	$67,995	$197,404
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.

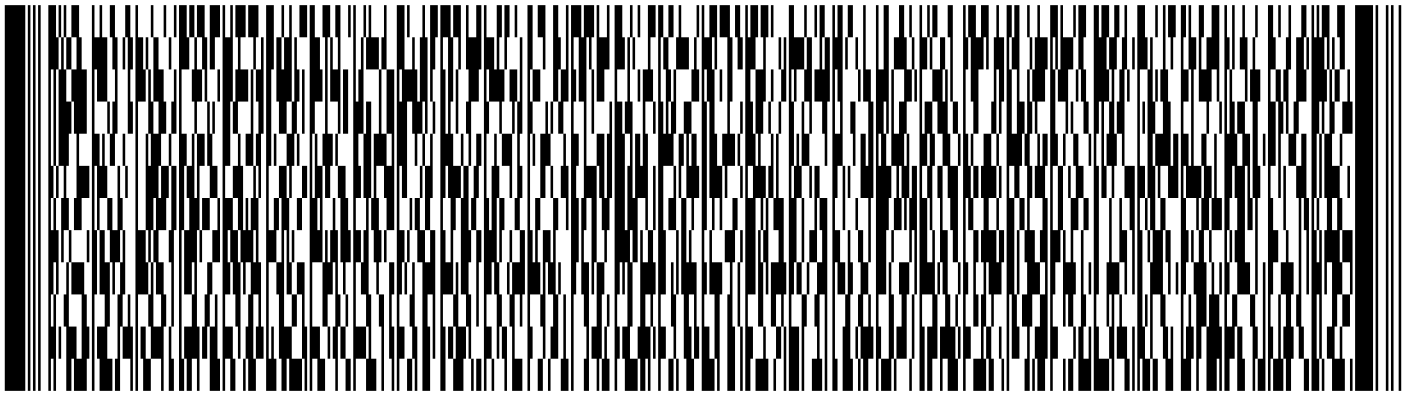
/s/ Fred Vitello
Signature of Responsible Party

Fred Vitello
Printed Name of Responsible Party

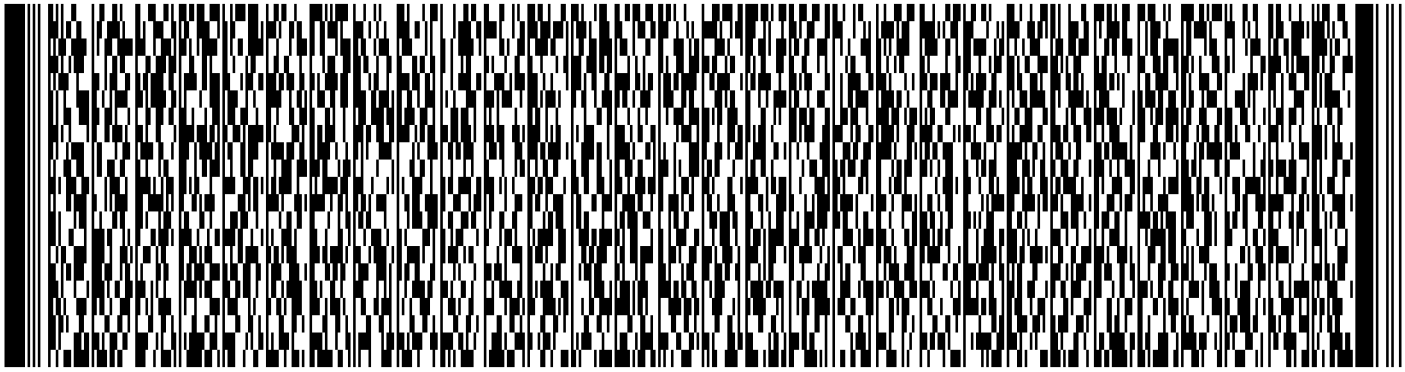
Chief Financial Officer
Title

11/4/2026
Date

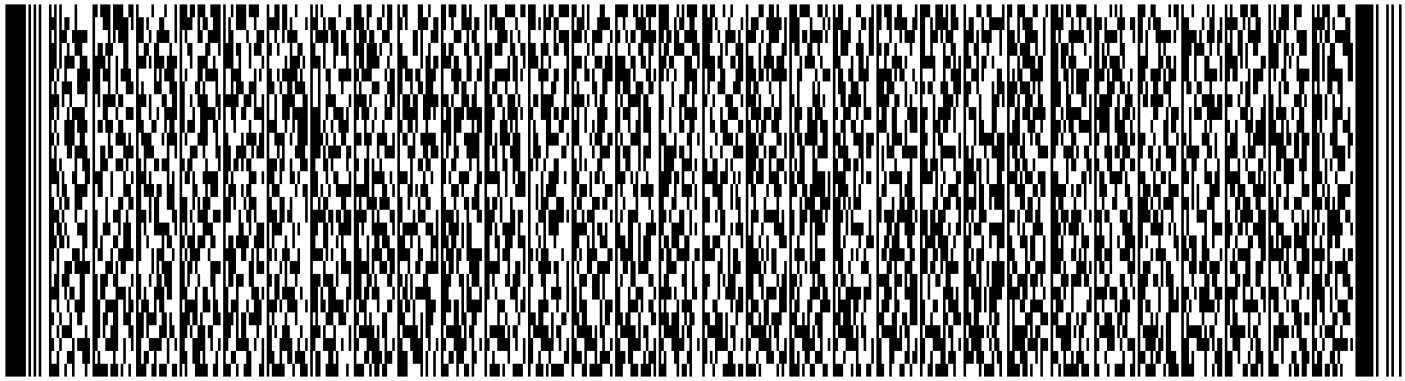
Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060



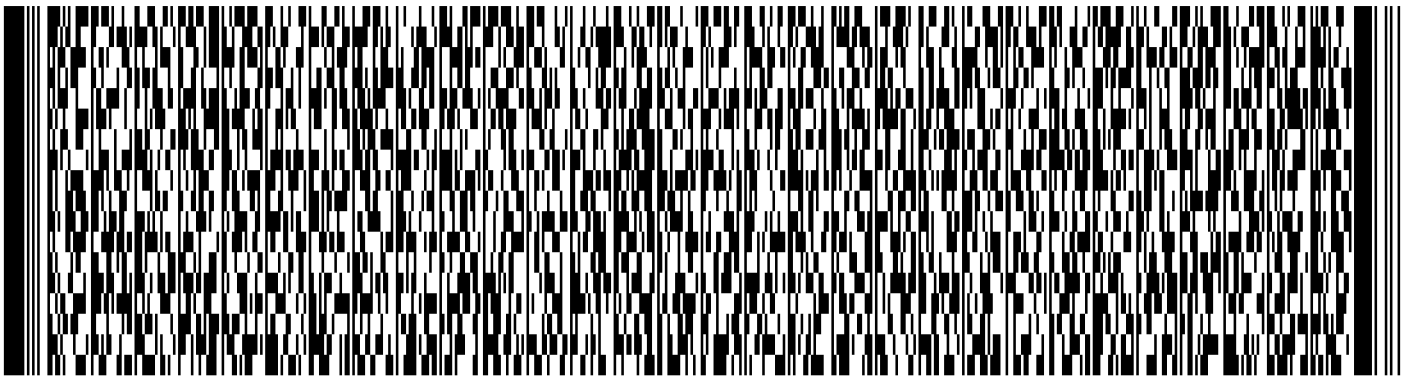
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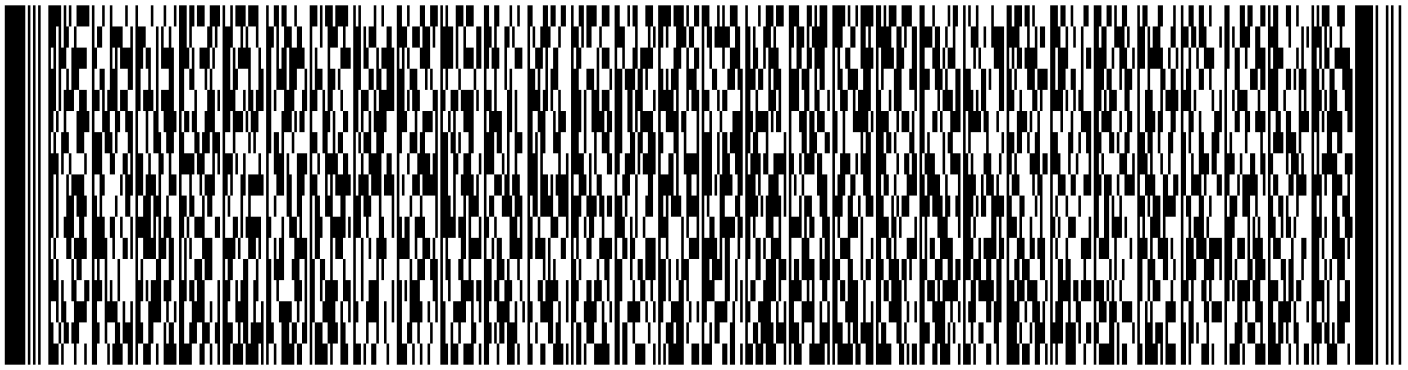


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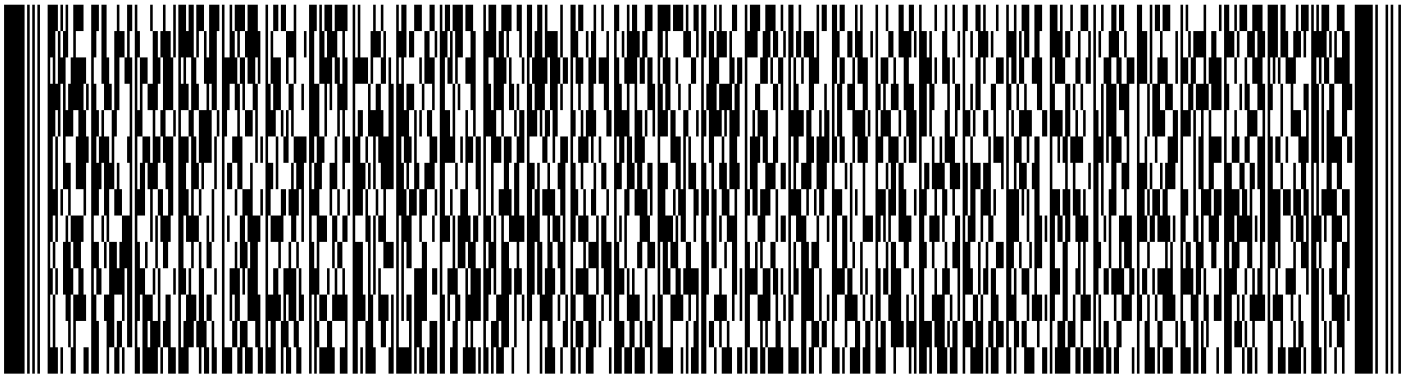


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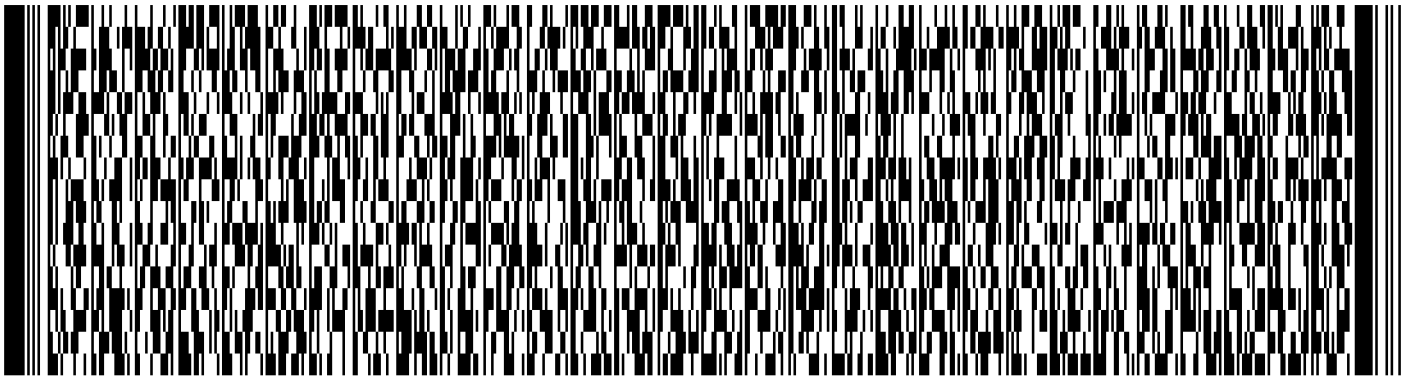
Debtor's Name Pacifica of the Valley Corporation Case No. 26-11060



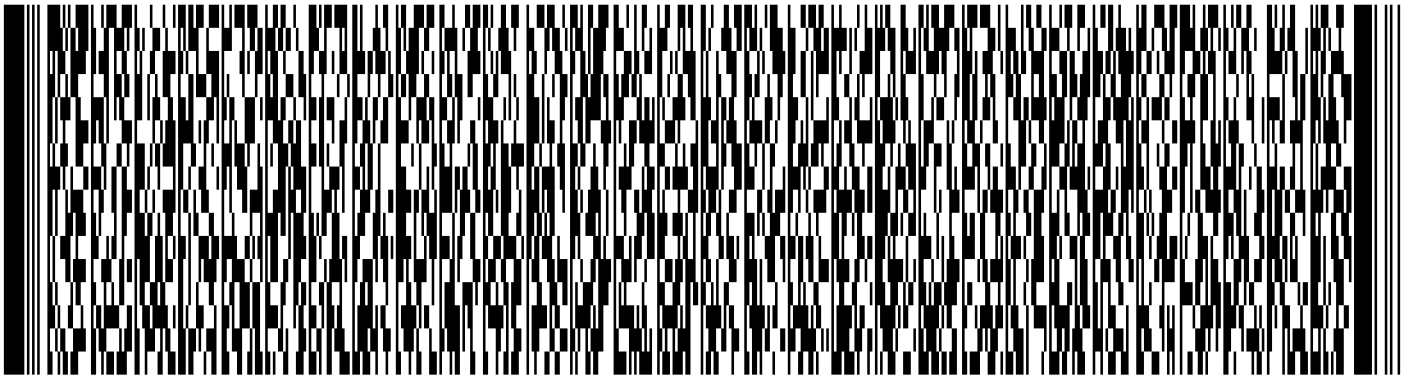
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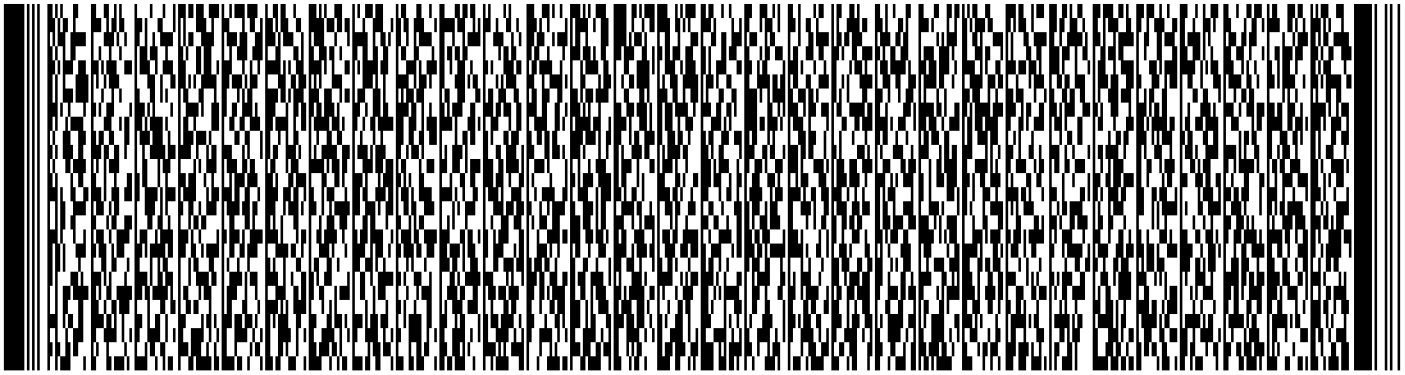


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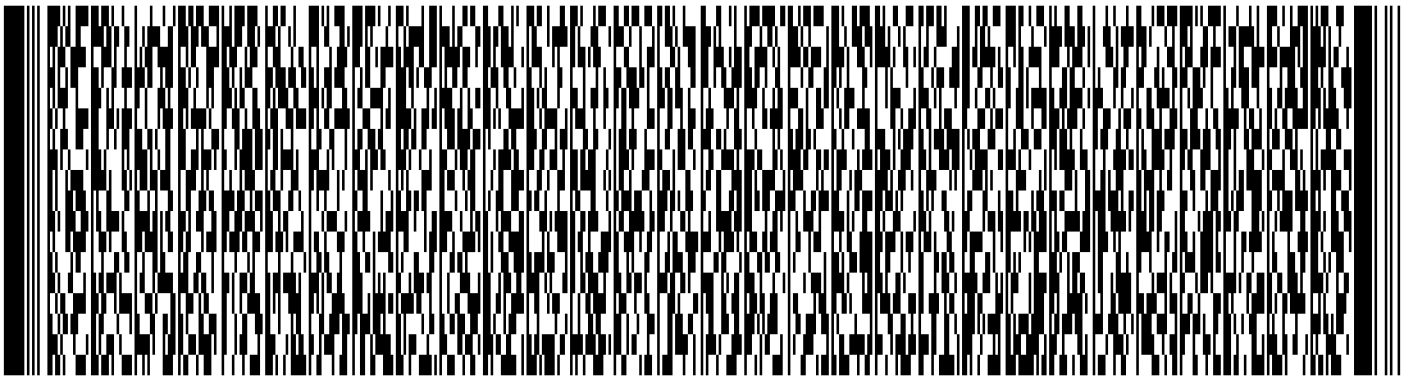


NonBankruptcy51to100

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



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PageFour

Pacifica Hospital of the Valley

MOR 1 - Statement of Cash Receipts and Disbursements

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

For the Period 09/01/2026 - 09/30/2026

I. Receipts			
1.)	Government	$	2,015,733
2.)	Non-Government		695,725
3.)	QAF		-
4.)	Sale to LA Care of QAF		-
5.)	DSH		-
6.)	LACare		1,002,670
7.)	Other		1,467,628
8.)	**Total Receipts**	**$**	**5,181,756**
II. Operating Disbursements			
9.)	Payroll	$	3,339,544
10.)	Payroll Taxes		1,432,383
11.)	Benefits		663,183
12.)	Rent		-
13.)	Supplies		412,629
14.)	Pharmaceuticals		35,532
15.)	Purchased Services		346,251
16.)	Repairs and Maintenance		21,989
17.)	Utilities		51,041
18.)	Insurance		5,575
19.)	QAF Fees		-
20.)	Medical Professional Fees		335,472
21.)	Other		5,825
22.)	CapEx		14,191
23.)	**Total Operating Disbursements**	**$**	**6,663,614**
24.)	**Net Operating Cash Flow**	**$**	**(1,481,857)**
III. Non-Operating Disbursements			
25.)	Professional Fees	$	96,760
26.)	UST Fees		-
27.)	Other Non-Recurring		-
28.)	**Total Non-Operating Disbursements**	**$**	**96,760**
29.)	**Net Cash Flow**	**$**	**(1,578,617)**
VI. Liquidity Summary			
30.)	Beginning Bank Cash Balance	$	2,699,397
31.)	Net Cash Flow		(1,578,617)
32.)	DIP Draws		7,000,000
33.)	**Ending Bank Cash Balance**	**$**	**8,120,779**
34.)	Restricted Cash Account for Capitated Plan		1,744,122
35.)	Outstanding Checks		(360,516)
36.)	**Ending Book Cash Balance**	**$**	**9,504,385**

Pacifica of the Valley Corporation
MOR 2 - Balance Sheet

		9/30/2026
Assets		
Current Assets		
Cash	$	9,504,385
Patient AR - Net		30,412,356
Due From Third Party Payors		20,366,470
Inventory - Supplies		572,811
Other Current Assets		862,970
Total Current Assets	**$**	**61,718,993**
Property, Plant & Equipment - Net	$	16,609,652
Deposits & Notes Receivable		24,521,183
Total Assets	**$**	**102,849,828**
Liabilities & Shareholders' Equity		
Accounts Payable	$	42,208,450
Accrued PR & Related Benefits		57,594,915
Other Current Liabilities		72,653,858
Current Portion of LT Debt		11,187,341
Total Current Liabilities	**$**	**183,644,564**
LT Debt Less Current Portion - Taxes		21,510,494
Other Long Term Liabilities		34,189,371
Shareholders' Equity:		
Additional Paid-In Capital	$	10,400,000
Accumulated Earnings		(146,894,600)
Total Shareholders' Equity	**$**	**(136,494,600)**
Total Liabilities & Shareholders' Equity	**$**	**102,849,828**

Pacifica of the Valley Corporation
MOR 4 - Income Statement

		September 2026
Gross Patient Revenue		
Inpatient	$	11,769,464
Outpatient		2,882,544
Total Gross Patient Revenue	**$**	**14,652,008**
Deductions From Revenue		3,357,894
Net Patient Services Revenue	**$**	**11,294,114**
Other Revenue		10,537
Total Operating Revenue	**$**	**11,304,651**
Operating Expenses		
Salaries & Wages	$	4,738,787
Employee Benefits		1,007,438
Supplies		371,965
Pharmaceuticals		46,780
Professional Fees		279,250
Provision for Uncollectible Accounts		732,600
Purchased Services		1,081,260
Repairs and Maintenance		104,636
Insurance		12,003
Utilities		162,679
Rents and Leases		803,129
Other		135,922
QAF - Fees		2,176,603
Total Operating Expenses	**$**	**11,653,052**
EBITDA	**$**	**(348,401)**
Other Expense		
Depreciation and Amortization	$	57,916
Interest Income		(300)
Interest expense		-
Provision for Income Taxes		-
Other Non-Operating Expense		10
Restructuring Expenses		5,955,358
Total Other Expense	**$**	**6,012,984**
Net Income / (Loss)	**$**	**(6,361,385)**

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	33,482	111,531	(78,050)
California Credit Union	2510	DMH Account	-	-	-
California Credit Union	2480	ERISA Account	133,872	-	133,872
California Credit Union	2499	Government Collection Account	-	-	-
California Credit Union	2501	Non-Government Collection Account	27,930	-	27,930
California Credit Union	2426	Operating Account	7,489,492	-	7,489,492
California Credit Union	2444	Payroll Account	114,433	230,572	(116,139)
California Credit Union	2453	Payroll Taxes & Benefits Account	252,345	18,413	233,932
California Credit Union	2462	Business Money Market	220	-	220
California Credit Union	2417	Utilities Deposit Account	69,006	-	69,006
Columbia Bank	3913	Restricted Account for Capitated Plan	-	-	-
Columbia Bank	5184	Restricted Account for Capitated Plan	489,406	-	489,406
Columbia Bank	8518	Restricted Account for Capitated Plan	1,218,873	-	1,218,873
City National	9244	Restricted, Funds Held In Trust	35,843	-	35,843
East West Bank[(1)]	0001	Accounts Payable	-	-	-
East West Bank[(1)]	0008	Payroll Account	-	-	-
East West Bank[(1)]	0015	Professional Fee Reserve	-	-	-
East West Bank[(1)]	0022	Utility Account	-	-	-
Total			**$ 9,864,901**	**$ 360,516**	**$ 9,504,385**

(1) Accounts opened in September 2026

Pacifica of the Valley Corporation

MOR 7 - Payments to Insiders

Insider	Pay Date	Date Cleared		Amount	Account	Reason
Insider 1	9/11/2026	9/14/2026	$	15,359.90	x2444 - Payroll	Payroll
Insider 1	9/25/2026	9/28/2026	$	15,359.89	x2444 - Payroll	Payroll
Insider 2	8/14/2026	9/14/2026	$	22,625.63	x2444 - Payroll	Payroll
Insider 2	8/28/2026	9/3/2026	$	22,148.29	x2444 - Payroll	Payroll
Insider 2	9/11/2026	9/16/2026	$	22,148.30	x2444 - Payroll	Payroll
Insider 2	9/25/2026	9/28/2026	$	23,078.33	x2444 - Payroll	Payroll
Insider 3	9/11/2026	9/15/2026	$	11,283.29	x2444 - Payroll	Payroll
Insider 3	9/25/2026	9/28/2026	$	11,283.28	x2444 - Payroll	Payroll
Insider 4	8/28/2026	9/1/2026	$	12,295.84	x2444 - Payroll	Payroll
Insider 4	9/11/2026	9/15/2026	$	12,295.83	x2444 - Payroll	Payroll
Insider 5	9/11/2026	9/16/2026	$	8,083.09	x2444 - Payroll	Payroll
Insider 5	9/25/2026	9/28/2026	$	8,083.10	x2444 - Payroll	Payroll
Insider 6	8/28/2026	9/9/2026	$	4,518.29	x2444 - Payroll	Payroll
Insider 6	9/11/2026	9/22/2026	$	4,518.30	x2444 - Payroll	Payroll
Insider 7	9/11/2026	9/14/2026	$	6,318.96	x2444 - Payroll	Payroll
Insider 7	9/25/2026	9/28/2026	$	6,318.92	x2444 - Payroll	Payroll
Insider 8	8/28/2026	9/4/2026	$	3,612.84	x2444 - Payroll	Payroll
Insider 8	9/11/2026	9/18/2026	$	3,612.85	x2444 - Payroll	Payroll
Insider 9	8/28/2026	9/8/2026	$	3,866.61	x2444 - Payroll	Payroll
Insider 9	9/11/2026	9/21/2026	$	3,866.63	x2444 - Payroll	Payroll
Insider 10	8/28/2026	9/1/2026	$	4,932.68	x2444 - Payroll	Payroll
Insider 10	9/11/2026	9/14/2026	$	4,932.68	x2444 - Payroll	Payroll
Insider 10	9/25/2026	9/28/2026	$	4,932.66	x2444 - Payroll	Payroll
Total			**$**	**235,476.19**		