Honorable Whitman L. Holt

47

J. Todd Tracy, WSBA # 17342 todd@thetracylawgroup.com The Tracy Law Group PLLC 1601 Fifth Avenue, Suite 610 Seattle, Washington 98101

Telephone: (206) 624-9894 ext.141 Facsimile: (206) 624-8598

Counsel for UnitedHealthcare Insurance Company

UNITED STATES BANKRUPTCY COURT EASTERN DISTRICT OF WASHINGTON

In re:

ASTRIA HEALTH, et al.,

Debtors and Debtors In Possession. 1 Chapter 11 Lead Case No. 19-01189-11 Jointly Administered

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM

Pursuant to 11 U.S.C. § 503(b), UnitedHealthcare Insurance Company (collectively with its affiliates, subsidiaries, and parents, "United") moves for the allowance of an administrative expense claim in the amount of \$12,334.59, for unpaid

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 1

THE TRACY LAW GROUPPLLO



19-01189-WLH11 Doc 1489 Filed 07/17/20 Entered 07/17/20 11:54:16 Pg 1 of 8

The Debtors, along with their case numbers, are as follows: Astria Health (19-01189-11), Glacier Canyon, LLC (19-01193-11), Kitchen and Bath Furnishings, LLC (19-01194-11), Oxbow Summit, LLC (19-01195-11), SHS Holdco, LLC (19-01196-11), SHC Medical Center - Toppenish (19-01190-11), SHC Medical Center -Yakima (19-01192-11), Sunnyside Community Hospital Association (19-01191-11), Sunnyside Community Hospital Home Medical Supply, LLC (19-01197-11), Sunnyside Home Health (19-01198-11), Sunnyside Professional Services, LLC (19-01199-11), Yakima Home Care Holdings, LLC (19-01201-11), and Yakima HMA Home Health, LLC (19-01200-11).

post-petition amounts incurred by Yakima HMA LLC, dba Yakima Regional Medical & Cardiac Center ("Yakima" and its debtor affiliates the "Debtors") under an "in network" agreement with United by which Yakima provided covered medical services to members enrolled in United's health insurance plans as well as self-funded health plans administered by United, in exchange for certain fees. Subsequent to the Petition Date (defined below), Yakima received payments for post-petition services rendered to United's members, but failed to pay United for certain post-petition overpayments made by United. Accordingly, United is entitled to an administrative expense claim for such unpaid post-petition overpayments.

In support of its Motion for Allowance of an Administrative Expense Claim, United relies on the Declaration of Paul J. Cirillo (the "<u>Cirillo Declaration</u>" or "<u>Cirillo Decl.</u>"), which is annexed hereto as **Exhibit A** and states as follows:

I. JURISDICTION, VENUE, AND STATUTORY PREDICATES

- 1. The Court has jurisdiction to consider this Motion pursuant to 28 U.S.C. §§ 157 and 1334. This is a core proceeding pursuant to 28 U.S.C. § 157(b)(2) and may be determined by this Court.
 - 2. Venue is proper before the Court pursuant to 28 U.S.C. §§ 1408-1409.
 - 3. The statutory basis for the relief requested herein is 11 U.S.C. § 503(b).

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 2

THE TRACY LAW GROUPPLLO

II. FACTUAL BACKGROUND

- 4. On May 6, 2019 (the "<u>Petition Date</u>"), the Debtors filed voluntary petitions in this Court under Chapter 11 of the United States Code (the "<u>Bankruptcy Code</u>").
- 5. On January 3, 2020, the Debtors filed their Notice of Emergency Motion and Emergency Motion to Authorize Closure of Medical Center [ECF No. 867] wherein they sought authority to implement a plan for closure of SHC Medical Center Yakima ("Yakima").
- 6. On January 8, 2020, the Court entered the *Order Granting Emergency Motion to Close Medical Center* [ECF No. 874] authorizing the Debtors to close Yakima and established procedures for the Debtors to cease operations at Yakima within seven days of the entry of the order.
- 7. United provides health care insurance benefits to members insured under its fully insured group United policies through a network of providers that contract with United to render United services to members. (Cirillo Decl. ¶ 5.) United also administers self-insured health plans of third parties, by which the members of those self-insured plans may also access United care through United's network of providers. (*Id.*)

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 3

THE TRACY LAW GROUPPLLO

- 8. Yakima is party to a certain Facility Participation Agreement with United effective July 1, 1997, as amended from time to time (the "Yakima FPA").² (*Id.* ¶ 6.)
- 9. Pursuant to the Yakima FPA, Yakima agreed to provide certain covered medical services to members enrolled in United's health insurances plans as well as self-funded health plans administered by United, in exchange for certain fees. (*Id.* ¶ 7).
- 10. After the Petition Date, Yakmia continued to be an "in-network" provider for United's members, render medical services to such members, and bill United for such services. (*Id.* ¶ 11.)
- 11. In connection with the processing and paying claims submitted by the Debtors under the Yakima FPA, it is quite common that United will periodically overpay a claim for a variety of reasons. (*Id.* \P 8.)
- 12. The Yakima FPA generally provides that if United determines that it has overpaid a claim, it may make corrective adjustments to the previous payment and recover any overpayments. (Id. ¶ 9.)

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 4

THE TRACY LAW GROUPPLLG

The Yakima FPA contains United's highly confidential and sensitive commercial information. While the Debtors should have copies of the Yakima FPA, other parties in interest may request copies of the Yakima FPA by written request to the undersigned counsel and upon the entry into either an acceptable confidentiality agreement or the entry of an appropriate protective order. If requested by the Court, United will provide the Yakima FPA to it for *in camera* review.

- 13. As of July 14, 2020, there are presently \$12,334.59 in overpayments of claims for services rendered after the Petition Date submitted by Yakima (the "Overpayments").³ (*Id.* ¶ 12). Exhibit 1 to the Cirillo Decl. is a deidentified list of the Overpayments.⁴
- 14. United continues to review these Overpayments and reserves the right to revise this amount until such time as a hearing is held in connection with this Motion.

III. RELIEF REQUESTED

15. United hereby requests the allowance of \$12,334.59 as an administrative expense claim under § 503(b)(1)(A) for the amounts due under the Yakima FPA for the Services rendered post-petition and for any overpayments, less any credits because such amounts were an "actual, necessary cost and expenses of preserving the estate."

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 5

THE TRACY LAW GROUPPLLO

In addition to the Yakima FPA, United is also party to that (i) certain Facility Participation Agreement by and between Yakima HMA LLC, dba Toppenish Community Hospital and United effective July 1, 1997, as amended from time to time (the "Toppenish FPA"); (ii) that certain Facility Participation Agreement by and between Sunnyside Community Hospital and United effective December 1, 2004, as amended from time to time (the "Sunnyside FPA" together with the "Toppenish FPA", the "FPAs"); and (iii) that certain Medical Group Participation Agreement by and between Sunnyside Community Hospital Clinics and United effective June 1, 2007, as amended from time to time (the "Sunnyside MGPA, and collectively with the FPAs, the "Agreements"). Pursuant to an agreement between United and the Debtors, the Debtors have agreed that United may file any administrative expense claim in connection with the Agreements by the earlier of thirty days after confirmation of a plan of reorganization or a plan of liquidation or thirty days after notice of rejection of the Agreements.

Exhibit 1 to Cirillo Decl. is the back-up data to substantiate this administrative proof of claim, without the protected health information under the Health Insurance Portability and Accountability Act ("<u>HIPAA</u>"). Upon request to the undersigned counsel and entry of a qualified protective order under HIPAA, such back-up data may be made available to a party in interest. If requested, United can make the back-up data available to the Court for an *in camera* review.

IV. ARGUMENT

- 16. Section 503(b) provides, in relevant part, that "[a]fter notice and a hearing, there shall be allowed administrative expenses . . . including . . . the actual, necessary costs and expenses of preserving the estate."
- 17. "[T]o be deemed an administrative expense under the 'actual and necessary' rubric in § 503(b)(1)(A), two requirements must be met under Ninth Circuit case law requirements: the claim must have arisen from a transaction with the debtor in possession and must directly and substantially benefit the estate." In re 800Ideas.com, Inc., 496 B.R. 165, 175 (B.A.P. 9th Cir. 2013) (quoting Abercrombie v. Hayden Corp. (In re Abercrombie), 139 F.3d 755, 757 (9th Cir.1998)).
- 18. Here, United meets the two-prong test to establish an administrative expense claim under 11 U.S.C. § 503(b)(1)(A). The Overpayments undoubtedly constitute transactions with the debtor-in-possession. The Overpayments all arise from services Yakima rendered to United's members after the Petition Date and for which United paid Yakima after the Petition Date.
- 19. Turning to the second prong necessary to establish entitlement to an administrative expense claim, the Overpayments substantially and directly benefited Yakima's estate. As an initial matter, the Overpayments all arose from Yakima's

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 6

THE TRACY LAW GROUPPLLO

continued ability post-petition to render services to United's members as an innetwork provider after the Petition Date, which was undoubtedly beneficial to Yakima's post-petition operations until its closure. Moreover, the Overpayments were directly paid to Yakima, but for various reasons, it was not entitled to retain such amounts under the terms of the Yakima FPA. Accordingly, United also meets the second prong of the test.

20. For the foregoing reasons, United is entitled to an administrative expense claim under 11 U.S.C. § 503(b) for the Overpayments in the amount of \$12,334.59.

WHEREFORE, United respectfully requests that the Court enter an order (i) in substantially the form attached as **Exhibit B**, including authorizing payment of an administrative expense claim to United in the total amount of \$12,334.59 and (ii) granting such further relief as the Court deems appropriate.

Dated this 17th day of July, 2020.

THE TRACY LAW GROUP PLLC

By <u>/s/ J. Todd Tracy</u> J. Todd Tracy, WSBA #17342

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 7

THE TRACY LAW GROUPPLLO

and

Shipman & Goodwin LLP
Eric S. Goldstein, Esq.
One Constitution Plaza
Hartford, Connecticut 06103
Telephone: (860) 251-5000
Email: egoldstein@goodwin.com

Attorneys for UnitedHealthcare Insurance Company

UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 8

THE TRACY LAW GROUPPLLE

EXHIBIT A

1

J. Todd Tracy, WSBA # 17342 todd@thetracylawgroup.com The Tracy Law Group PLLC 1601 Fifth Avenue, Suite 610 Seattle, Washington 98101

Telephone: (206) 624-9894 ext.141 Facsimile: (206) 624-8598

Counsel for UnitedHealthcare Insurance Company

UNITED STATES BANKRUPTCY COURT EASTERN DISTRICT OF WASHINGTON

In re:

ASTRIA HEALTH, et al.,

Debtors and Debtors In Possession.¹ Chapter 11 Lead Case No. 19-01189-11 Jointly Administered

DECLARATION OF PAUL J. CIRILLO IN SUPPORT OF UNITEDHEALTHCARE INSURANCE **COMPANY'S MOTION FOR** ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM

Honorable Whitman L. Holt

DECLARATION OF PAUL J. CIRILLO IN SUPPORT OF UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 1

THE TRACY LAW GROUPPLLO

The Debtors, along with their case numbers, are as follows: Astria Health (19-01189-11), Glacier Canyon, LLC (19-01193-11), Kitchen and Bath Furnishings, LLC (19-01194-11), Oxbow Summit, LLC (19-01195-11), SHS Holdco, LLC (19-01196-11), SHC Medical Center - Toppenish (19-01190-11), SHC Medical Center -Yakima (19-01192-11), Sunnyside Community Hospital Association (19-01191-11), Sunnyside Community Hospital Home Medical Supply, LLC (19-01197-11), Sunnyside Home Health (19-01198-11), Sunnyside Professional Services, LLC (19-01199-11), Yakima Home Care Holdings, LLC (19-01201-11), and Yakima HMA Home Health, LLC (19-01200-11).

I, PAUL J. CIRILLO, declare as follows:

- 1. I am over the age of eighteen (18) and believe in the obligations of an oath.
- 2. I am employed by United HealthCare Services, Inc., an affiliate of UnitedHealthcare Insurance Company (collectively, with its affiliates, subsidiaries, and parents, "<u>United</u>"), as Director of Credit and Delinquency Management.
- 3. I make this declaration to place before the Court certain information in support of *United's Motion for Allowance of an Administrative Expense Claim* (the "Motion").
- 4. I make this declaration based on my personal knowledge and my personal knowledge of the books and records of United. In my capacity as Director of Credit & Delinquency Management, I have access to certain United records, including those records relating to the Yakima FPA (as defined below) and related documents described below. Furthermore, the records were made at or near the time of the occurrence of the events they reflect and by or from information transmitted by a person with knowledge. It is the regular practice of United to keep such records in the ordinary course of business.
- 5. United provides health care insurance benefits to members insured under its fully insured group United policies through a network of providers that

DECLARATION OF PAUL J. CIRILLO IN SUPPORT OF UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 2

THE TRACY LAW GROUPPLLE

contract with United to render United services to members. United also administers self-insured health plans of third parties, by which the members of those self-insured plans may also access United care through United's network of providers.

- 6. SHC Medical Center Yakima a/k/a Yakima HMA LLC, d/b/a Yakima Regional Medical & Cardiac Center ("Yakima" and its debtor affiliates the "Debtors") are party to a certain Facility Participation Agreement with United effective July 1, 1997, as amended from time to time (the "Yakima FPA").²
- 7. Yakima agreed to provide certain covered medical services to members enrolled in United's health insurances plans as well as self-funded health plans administered by United, in exchange for certain fees.
- 8. In connection with the processing and paying claims submitted by the Debtors under the Yakima FPA, it is quite common that United will periodically overpay a claim for a variety of reasons.
- 9. The Yakima FPA generally provides that if United determines that it has overpaid a claim, it may make corrective adjustments to the previous payment and recover any overpayments.

DECLARATION OF PAUL J. CIRILLO IN SUPPORT OF UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 3

THE TRACY LAW GROUPPLLE

The Yakima FPA contains United's highly confidential and sensitive commercial information. Accordingly, the Yakima FPA is not included herewith.

- 10. On May 6, 2019 (the "<u>Petition Date</u>"), the Debtors filed voluntary petitions in this Court under Chapter 11 of the United States Code (the "<u>Bankruptcy</u> <u>Code</u>").
- 11. After the Petition Date, Yakima continued to be an "in-network" provider for United's members, render medical services to such members, and bill United for such services.
- 12. As of July 14, 2020, there are presently \$12,334.59 in overpayments of claims for services rendered after the Petition Date submitted by Yakima (the "Overpayments"). Exhibit 1 is a true and accurate, deidentified list of the Overpayments.³

//

//

//

//

//

DECLARATION OF PAUL J. CIRILLO IN SUPPORT OF UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 4 THE TRACY LAW GROUPPLLE

Annexed as **Exhibit 1** hereto is the back-up data to substantiate this administrative proof of claim, without the protected health information under the Health Insurance Portability and Accountability Act ("<u>HIPAA</u>"). Accordingly, this specified back-up data is not included herewith.

Pursuant to the provisions of 28 U.S.C. § 1746, I declare under penalty of perjury that the foregoing is true and correct.

Executed this 16 day of July, 2020.

Paul J. Cirillo

Director of Credit and Delinquency Management United HealthCare Services, Inc.

DECLARATION OF PAUL J. CIRILLO IN SUPPORT OF UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 5

THE TRACY LAW GROUPPLLE

EXHIBIT 1

				Amount of			
Provider Tin	Provider Name	State	Date of Service	Claim Paid by UHC	Claim Audit Amount	Balance Due	Collection description
<u> </u>	<u>Frovider Name</u>	State	Date of Service	<u>by one</u>	Amount	Dalatice Due	Reimbursement for outpatient services that are rendered on the same
							day of admission are included in the inpatient contractual allowed
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$1,069.60	\$1,069.60	\$1,069.60	amount considered under the claim.
014652620	SHC MEDICAL CENTER YAKIMA	WA	2019	\$11.308.98	\$6,204.33	\$700.7 <i>4</i>	A DRG review was performed which resulted in a change in DRG from 871 to 194.
014033030	SHO WEDICAL CENTER TARIWA	VVA	2019	φ11,300.90	φ0,204.33	φ/00.74	A DRG review was performed which resulted in a change in DRG from
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$6,508.29	\$1,664.76	\$1,664.76	190 to 191.
				, ,	. ,	, ,	Incorrect contract rate applied. Claim should have allowed \$4839.15 less
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$4,956.09	\$114.60	\$114.60	2% sequestration for all services.
044052020	CHO MEDICAL CENTED VAKIMA	10/0	2010	¢ E 202 E7	#27.00	#27.00	Incorrect contract rate applied. Claim should have allowed \$5264.82 less
814053030	SHC MEDICAL CENTER YAKIMA	WA	2019	\$5,303.57	\$37.98	\$37.98	2% sequestration for all services. Incorrect contract rate applied. Claim should have allowed \$3790.44 less
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$3.820.17	\$29.14	\$29.14	2% sequestration for all services.
				,*=**	+		Incorrect contract rate applied. Claim should have allowed \$4128.61 less
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$2,788.05	\$22.97	\$22.97	\$1364.00 member liability and 2% sequestration for all services.
							Incorrect contract rate applied. Claim should have allowed \$6028.14 less
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$4,777.62	\$111.21	\$111.21	\$1364.00 member liability and 2% sequestration for all services.
							Incorrect contract rate applied. Claim should have allowed \$16642.92
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$16,742.99	\$98.07	\$98.07	less 2% sequestration for all services.
							Incorrect contract rate applied. Claim should have allowed \$6536.70 less
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$5,210.89	\$37.42	\$37.42	\$1364.00 member liability and 2% sequestration for all services.
				. ,		•	
							Incorrect contract rate applied. Claim should have allowed \$6571.55 less
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$5,245.95	\$37.63	\$37.63	\$1364.00 member liability and 2% sequestration for all services. A DRG review was performed which resulted in a change in DRG from
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$5.303.57	\$1.418.47	\$1 <u>4</u> 18 <u>4</u> 7	7 078 to 079.
014030000	ONO WEDIOAE GENTER TARIWA	VVA	2010	ψ0,000.07	Ψ1,+10.+7	Ψ1,+10.+1	070 to 070.
							Incorrect contract rate applied. Claim should have allowed \$33844.07
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$32,685.46	\$201.28	\$201.28	less \$1364.00 member liability and 2% sequestration for all services.
							Incorrect contract rate applied. Claim should have allowed \$12274.29
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$10,983.70	\$71.86	\$71.86	Incorrect contract rate applied. Claim should have allowed \$12274.38 less \$1364.00 member liability and 2% sequestration for all services.
01400000	CHO WEBIONE CENTER THROW,	**/*	2010	φ10,000.70	ψ/ 1.00	Ψ11.00	Tool with the most masking and 270 coquection for all convicted.
							Incorrect contract rate applied. Claim should have allowed \$13686.24
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$12,404.21	\$80.33	\$80.33	less \$1364.00 member liability and 2% sequestration for all services.
							According to the contract Outpatient services preceding and related to
							the Admission should be combined with the Inpatient Admission stay and paid according to the Inpatient contract rate. Therefore the
814653630	SHC MEDICAL CENTER YAKIMA	WA	2019	\$2,964.65	\$2,964.65	\$2,964.65	Outpatient claim originally paid is overpaid by 2964.65.
				. ,	. ,	. ,	

					Outpatient services that occur within three calendar days prior to
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$504.23	\$494.15	\$494.15 Admission are considered included in inpatient rate paid under claim.
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$753.96	\$753.96	\$753.96 Corrected claim received and processed under correct claim.
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$153.58	\$38.98	\$38.98 Incorrect contract rate applied.
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$61.19	\$32.05	\$32.05 Incorrect contract rate applied.
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$185.32	\$185.32	\$185.32 Incorrect contract rate applied.
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$48.26	\$25.29	\$25.29 Incorrect contract rate applied.
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$149.02	\$37.81	\$37.81 Incorrect contract rate applied.
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$79.05	\$41.42	\$41.42 Incorrect contract rate applied.
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$205.98	\$107.91	\$107.91 Contractual agreement
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$422.75	\$221.47	\$221.47 Contractual agreement
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$150.93	\$79.07	\$79.07 Contractual agreement
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$168.71	\$88.38	\$88.38 Contractual agreement
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$5,210.89	\$41.17	\$41.17 Contractual agreement
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$5,222.17	\$1,414.66	\$1,414.66 Claim required manual pricing to correct
					Per Vitamin D Testing Policy, amount was billed without the required
814653630 SHC MEDICAL CENTER YAKIMA	WA	2019	\$78.04	\$32.24	\$32.24 diagnosis code.
					\$12,334.59

EXHIBIT B

UNITED STATES BANKRUPTCY COURT EASTERN DISTRICT OF WASHINGTON

In re:

ASTRIA HEALTH, et al.,

Debtors and Debtors In Possession. 1

Chapter 11 Lead Case No. 19-01189-11 Jointly Administered

ORDER ALLOWING ADMINISTRATIVE EXPENSE CLAIM OF UNITEDHEALTHCARE INSURANCE COMPANY

[PROPOSED]

This matter came before the Court on the motion of UnitedHealthcare Insurance Company ("<u>United</u>") for an order allowing and authorizing payment of an administrative expense claim [ECF No. ___] (the "<u>Motion</u>"). The Court having read

PROPOSED ORDER ON UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 1

The Debtors, along with their case numbers, are as follows: Astria Health (19-01189-11), Glacier Canyon, LLC (19-01193-11), Kitchen and Bath Furnishings, LLC (19-01194-11), Oxbow Summit, LLC (19-01195-11), SHS Holdco, LLC (19-01196-11), SHC Medical Center - Toppenish (19-01190-11), SHC Medical Center - Yakima (19-01192-11), Sunnyside Community Hospital Association (19-01191-11), Sunnyside Community Hospital Home Medical Supply, LLC (19-01197-11), Sunnyside Home Health (19-01198-11), Sunnyside Professional Services, LLC (19-01199-11), Yakima Home Care Holdings, LLC (19-01201-11), and Yakima HMA Home Health, LLC (19-01200-11).

and considered the Motion, the Declaration of Paul J. Cirillo in Support of the Motion [ECF No. ___], the Notice of Time to Object to the Application [ECF No. ___], the proof of service filed by United [ECF No. ___], any responses to the Motion, any replies in support of the Motion, and the files and records herein; it appearing to the Court that notice of Motion is adequate and proper in the circumstances of this case; and that good cause exists to grant the Motion; now, therefor,

IT IS HEREBY ORDERED, as follows:

- 1. The Motion is granted.
- 2. United is allowed an administrative expense claim under 11 U.S.C. § 503(b) in the total amount of \$12,334.59.
- 3. The Debtors are authorized and directed to pay the allowed administrative expense claim in the total amount of \$12,334.59.

///End of Order///

PRESENTED BY:

/s/ J. Todd Tracy

J. Todd Tracy, WSBA # 17342 todd@thetracylawgroup.com The Tracy Law Group PLLC 1601 Fifth Avenue, Suite 610 Seattle, Washington 98101 Telephone: (206) 624-9894 ext.141 Facsimile: (206) 624-8598

And

Shipman & Goodwin LLP Eric S. Goldstein, Esq. One Constitution Plaza Hartford, Connecticut 06103 Telephone: (860) 251-5000 Email: egoldstein@goodwin.com

Counsel for UnitedHealthcare Insurance Company

PROPOSED ORDER ON UNITEDHEALTHCARE INSURANCE COMPANY'S MOTION FOR ALLOWANCE OF AN ADMINISTRATIVE EXPENSE CLAIM - 3