

FILED & ENTERED

OCT 01 2019

CLERK U.S. BANKRUPTCY COURT
Central District of California
BY gonzalez DEPUTY CLERK

UNITED STATES BANKRUPTCY COURT
CENTRAL DISTRICT OF CALIFORNIA
LOS ANGELES DIVISION

In re: Verity Health System of California, Inc., *et al.*,

Debtors and Debtors in Possession.

☒ Affects All Debtors

- ☐ Affects Verity Health System of California, Inc.
- ☐ Affects O'Connor Hospital
- ☐ Affects Saint Louise Regional Hospital
- ☐ Affects St. Francis Medical Center
- ☐ Affects St. Vincent Medical Center
- ☐ Affects Seton Medical Center
- ☐ Affects O'Connor Hospital Foundation
- ☐ Affects Saint Louise Regional Hospital Foundation
- ☐ Affects St. Francis Medical Center of Lynwood Medical Foundation
- ☐ Affects St. Vincent Foundation
- ☐ Affects St. Vincent Dialysis Center, Inc.
- ☐ Affects Seton Medical Center Foundation
- ☐ Affects Verity Business Services
- ☐ Affects Verity Medical Foundation
- ☐ Affects Verity Holdings, LLC
- ☐ Affects De Paul Ventures, LLC
- ☐ Affects De Paul Ventures - San Jose Dialysis, LLC

Debtors and Debtors in Possession.,

Lead Case No.: 2:18-bk-20151-ER
Chapter: 11

Jointly Administered With:

Case No. 2:18-bk-20162-ER;
Case No. 2:18-bk-20163-ER;
Case No. 2:18-bk-20164-ER;
Case No. 2:18-bk-20165-ER;
Case No. 2:18-bk-20167-ER;
Case No. 2:18-bk-20168-ER;
Case No. 2:18-bk-20169-ER;
Case No. 2:18-bk-20171-ER;
Case No. 2:18-bk-20172-ER;
Case No. 2:18-bk-20173-ER;
Case No. 2:18-bk-20175-ER;
Case No. 2:18-bk-20176-ER;
Case No. 2:18-bk-20178-ER;
Case No. 2:18-bk-20179-ER;
Case No. 2:18-bk-20180-ER;
Case No. 2:18-bk-20181-ER;

Chapter 11 Cases.

**ORDER SETTING HEARING ON EMERGENCY
MOTION FOR THE ENTRY OF AN ORDER
ENFORCING THE ORDER AUTHORIZING THE
SALE TO STRATEGIC GLOBAL MANAGEMENT
FOR OCTOBER 15, 2019, AT 10:00 A.M.**

HEARING DATE:

Date: October 15, 2019

Time: 10:00 a.m.

Location: Ctrm. 1568
Roybal Federal Building
255 East Temple Street
Los Angeles, CA 90012



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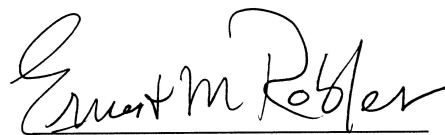
Having reviewed the *Debtors' Emergency Motion for the Entry of an Order: (I) Enforcing the Order Authorizing the Sale to Strategic Global Management, Inc.; (II) Finding that the Sale is Free and Clear of Conditions Materially Different Than Those Approved by the Court; (III) Finding That the Attorney General Abused His Discretion in Imposing Conditions on the Sale; and (IV) Granting Related Relief* [Doc. No. 3188] (the "Motion"), the Court **HEREBY FINDS AND ORDERS AS FOLLOWS:**

- 1) A hearing on the Motion is set for **October 15, 2019, at 10:00 a.m.** In view of the significance of the relief sought in the Motion, the Debtors' request for a hearing on the Motion on 48 hours' notice is DENIED. The Debtors have not shown that a hearing on 48 hours' notice is necessary either to (a) preserve the ability of SGM¹ to timely close the SGM Sale or to (b) enable the Debtors to achieve the milestones set forth in the Cash Collateral Agreement. However, given the importance of the SGM Sale to these cases and the Debtors' continued operating losses, a hearing on fewer than 21 days' notice is warranted.
- 2) Opposition to the Motion shall be submitted by no later than **October 8, 2019**. Replies in support of the Motion shall be submitted by no later than **October 10, 2019**.
- 3) By no later than **October 1, 2019, at 12:30 p.m.**, the Debtors shall provide telephonic notice of the hearing to the California Attorney General, the Official Committee of Unsecured Creditors, the Debtors' prepetition secured creditors, SGM, the Office of the United States Trustee, and the United States Department of Health and Human Services.
- 4) By no later than **October 1, 2019**, the Debtors shall serve this Order and the Motion upon the California Attorney General, the Official Committee of Unsecured Creditors, the Debtors' prepetition secured creditors, SGM, the Office of the United States Trustee, and the United States Department of Health and Human Services. Service may be accomplished by any of the following methods: (a) personal service, (b) overnight mail, (c) facsimile, or (d) e-mail.
- 5) By no later than **October 3, 2019**, the Debtors shall file a declaration establishing that service was made in accordance with this Order.

IT IS SO ORDERED.

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Date: October 1, 2019



Ernest M. Robles
United States Bankruptcy Judge

¹ Terms not defined herein have the meaning set forth in the Motion.