

MARK SHINDERMAN (Bar No. 136644)
mshinderman@milbank.com
ROBERT J. LIUBICIC (Bar No. 271465)
rliubicic@milbank.com
DANIEL B. DENNY (Bar No. 238175)
ddenny@milbank.com
ALEXANDRA ACHAMALLAH (Bar No. 317978)
aachamallah@milbank.com
MILBANK LLP
2029 Century Park East, 33rd Floor
Los Angeles, CA 90067
Telephone: (424) 386-4000
Facsimile: (213) 629-5063

*Counsel for the Official Committee of Unsecured Creditors
of Verity Health System of California, Inc., et al.*

[additional counsel on next page]

**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.

OFFICIAL COMMITTEE OF UNSECURED
CREDITORS of VERITY HEALTH SYSTEM OF
CALIFORNIA, INC., *et al.*,

Plaintiff,

v.

U.S. BANK, NATIONAL ASSOCIATION, as
trustee,

Defendant.

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

Chapter 11

Hon. Ernest M. Robles

Adv. Proc. No. 2:19-ap-01165-ER

JOINT STATUS REPORT

Status Conference:

Date: April 14, 2020

Time: 10:00 AM

Location: Telephonic



1820151200408000000000011

1 Jason D. Strabo (SBN 246426)
McDermott Will & Emery LLP
2 2049 Century Park East, Suite 3200
Los Angeles, CA 90067-3206
3 Telephone: 310.788.4125
Facsimile: 310.277.4730
4 Email: jstrabo@mwe.com

5 Nathan F. Coco (admitted *pro hac vice*)
Megan Preusker (admitted *pro hac vice*)
6 McDermott Will & Emery LLP
444 West Lake Street, Suite 4000
7 Chicago, IL 60606-0029
Telephone: 312.372.2000
8 Facsimile: 312.984.7700
Email: ncoco@mwe.com
9 Email: mpreusker@mwe.com

10 Clark T. Whitmore (admitted *pro hac vice*)
Jason M. Reed (admitted *pro hac vice*)
11 Maslon LLP
90 S. 7th Street, Suite 3300
12 Minneapolis, MN 55402
Telephone: 612.672.8200
13 Facsimile: 612.642.8301
Email: clark.whitmore@maslon.com
14 Email: jason.reed@maslon.com

15 *Attorneys for U.S. Bank National Association,*
16 *not individually, but as Notes Trustee*
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1 Pursuant to the Court's Order of February 18, 2020 [Docket No. 56], the Official Committee
2 of Unsecured Creditors (the "Committee") and U.S. Bank, National Association (the "Trustee," and
3 together with the Committee, the "Parties") hereby submit this Joint Status Report.

4 The Committee filed its initial Complaint for Determination of Validity, Priority, and Extent
5 of Liens and Security Interests in this action on June 13, 2019 [Docket No. 1]. The Committee filed
6 its First Amended Complaint on September 11, 2019 [Docket No. 30], and the Trustee filed a Motion
7 to Dismiss the First Amended Complaint on September 30, 2019 [Docket No. 39] (the "Motion to
8 Dismiss"). The Committee filed an opposition to the Motion to Dismiss on October 17, 2019 [Docket
9 No. 42]. The Trustee filed a reply to the Committee's opposition on October 24, 2019 [Docket No.
10 44].

11 The Committee filed the *Official Committee of Unsecured Creditors' Omnibus Objection to*
12 *Claims Filed by U.S. Bank National Association, UMB Bank, N.A., and Wells Fargo Bank, National*
13 *Association, as Trustees; Declaration of Mark Shinderman in Support Thereof* [Bankr. Docket No.
14 3634] in the Debtors' bankruptcy cases on November 18, 2019 (the "Claims Objection"). The Claims
15 Objection incorporates by reference the Committee's adversary actions asserted in this adversary
16 proceeding.

17 The Court continued the hearing on the Motion to Dismiss, originally scheduled for
18 November 19, 2019, to December 19, 2019 [Docket No. 45], and then to January 8, 2020 [Docket No.
19 50]. On January 6, 2020, the Parties filed the *Stipulation Regarding Hearing on Motion of U.S. Bank*
20 *National Association, as Notes Trustee, to Dismiss Amended Complaint* [Docket No. 52] (the
21 "Stipulation"). Under the Stipulation, the Parties agreed that "[t]he hearing on the Motion to Dismiss
22 shall be held in abeyance pending request of any party to the Adversary Proceeding and/or further
23 order of the Court." [Docket No. 52 at 2.] On January 7, 2020, the Court issued an Order approving
24 the Stipulation and setting a telephonic status conference for February 19, 2020 at 10:00 a.m. Pacific
25 Time [Docket No. 53]. The Parties filed a Joint Status Report on February 12, 2020 [Docket No. 55].
26 On February 18, 2020, the Court continued the telephonic status conference initially set for February
27 19, 2020 to April 14, 2020 at 10:00 a.m. [Docket No. 56]. Given that the Debtors are still working to
28 implement sales of their remaining assets, the Parties do not request a hearing at this time.

Respectfully submitted,

DATED: April 7, 2020

MILBANK LLP

/s/ Robert J. Liubicic

Mark Shinderman
Robert J. Liubicic
Daniel B. Denny
Alexandra Achamallah

*Counsel for the Official Committee of
Unsecured Creditors of Verity Health System of
California, Inc., et al.*

DATED: April 7, 2020

MCDERMOTT WILL & EMERY LLP

/s/ Megan Preusker

Jason D. Strabo (SBN 246426)
2049 Century Park East, Suite 3200
Los Angeles, CA 90067-3206
Telephone: 310.788.4125
Facsimile: 310.277.4730
Email: jstrabo@mwe.com

Nathan F. Coco (admitted *pro hac vice*)
Megan Preusker (admitted *pro hac vice*)
444 West Lake Street, Suite 4000
Chicago, IL 60606-0029
Telephone: 312.372.2000
Facsimile: 312.984.7700
Email: ncoco@mwe.com
Email: mpreusker@mwe.com

DATED: April 7, 2020

MASLON LLP

/s/ Jason M. Reed

Clark T. Whitmore (admitted *pro hac vice*)
Jason M. Reed (admitted *pro hac vice*)
90 S. 7th Street, Suite 3300
Minneapolis, MN 55402
Telephone: 612.672.8200
Facsimile: 612.642.8301
Email: clark.whitmore@maslon.com
Email: jason.reed@maslon.com

*Attorneys for U.S. Bank National Association,
not individually, but as Notes Trustee*

PROOF OF SERVICE OF DOCUMENT

I am over the age of 18 and not a party to this bankruptcy case or adversary proceeding. My business address is:

2029 Century Park E, 33rd Floor, Los Angeles, CA 90067.

A true and correct copy of the foregoing document entitled (*specify*): **JOINT STATUS REPORT** will be served or was served (a) on the judge in chambers in the form and manner required by LBR 5005-2(d); and (b) in the manner stated below:

1. TO BE SERVED BY THE COURT VIA NOTICE OF ELECTRONIC FILING (NEF): Pursuant to controlling General Orders and LBR, the foregoing document will be served by the court via NEF and hyperlink to the document. On (*date*) April 7, 2020, I checked the CM/ECF docket for this bankruptcy case or adversary proceeding and determined that the following persons are on the Electronic Mail Notice List to receive NEF transmission at the email addresses stated below:

☒ Service information continued on attached page

2. SERVED BY UNITED STATES MAIL:

On (*date*) April 7, 2020, I served the following persons and/or entities at the last known addresses in this bankruptcy case or adversary proceeding by placing a true and correct copy thereof in a sealed envelope in the United States mail, first class, postage prepaid, and addressed as follows. Listing the judge here constitutes a declaration that mailing to the judge will be completed no later than 24 hours after the document is filed.

☐ Service information continued on attached page

3. SERVED BY PERSONAL DELIVERY, OVERNIGHT MAIL, FACSIMILE TRANSMISSION OR EMAIL (*state method for each person or entity served*): Pursuant to F.R.Civ.P. 5 and/or controlling LBR, on (*date*) April 7, 2020, I served the following persons and/or entities by personal delivery, overnight mail service, or (for those who consented in writing to such service method), by facsimile transmission and/or email as follows. Listing the judge here constitutes a declaration that personal delivery on, or overnight mail to, the judge will be completed no later than 24 hours after the document is filed.

☒ Service information continued on attached page

I declare under penalty of perjury under the laws of the United States that the foregoing is true and correct.

April 7, 2020
Date

Alexandra Achamallah
Printed Name

/s/ Alexandra Achamallah
Signature

SERVICE LIST

(Via NEF)

- **Alexandra Achamallah** aachamallah@milbank.com, rliubicic@milbank.com
- **James Cornell Behrens** jbehrens@milbank.com,
gbray@milbank.com;mshinderman@milbank.com;dodonnell@milbank.com;jbrewster@milbank.com;JWeber@
milbank.com
- **Nicholas A Koffroth** nick.koffroth@dentons.com, chris.omeara@dentons.com
- **Samuel R Maizel** samuel.maizel@dentons.com,
alicia.aguilar@dentons.com;docket.general.lit.LOS@dentons.com;tania.moyron@dentons.com;kathryn.howard@
dentons.com;joan.mack@dentons.com;derry.kalve@dentons.com
- **Tania M Moyron** tania.moyron@dentons.com,
chris.omeara@dentons.com;nick.koffroth@dentons.com;Sonia.martin@dentons.com;Isabella.hsu@dentons.com;l
ee.whidden@dentons.com;Jacqueline.whipple@dentons.com
- **Jason M Reed** Jason.Reed@Maslon.com
- **Mark Shinderman** mshinderman@milbank.com, dmuhrez@milbank.com;dlbatie@milbank.com
- **Jason D Strabo** jstrabo@mwe.com, cfuraha@mwe.com
- **United States Trustee (LA)** ustpregion16.la.ecf@usdoj.gov

SERVICE LIST

(Via Email)

Nathan F Coco

McDermott Will & Emery
444 W Lake St Ste 4000
Chicago, IL 60606-0029
ncoco@mwe.com

Megan Preusker

McDermott Will & Emery
444 West Lake Street, Ste 4000
Chicago, IL 60606-0029
mpreusker@mwe.com

Clark Whitmore

Maslon LLP
3300 Wells Fargo Center
90 S 7th St
Minneapolis, MN 55402
clark.whitmore@maslon.com