

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE MIDDLE DISTRICT OF TENNESSEE
NASHVILLE DIVISION**

In re:)	
)	Chapter 11
Curae Health, Inc., <i>et al.</i> ¹)	Case No. 18-05665
)	
)	Judge Walker
Debtors.)	Jointly Administered

**U.S. TRUSTEE’S STATEMENT REGARDING DEBTORS’
MOTIONS FOR COMPENSATION**

The U.S. Trustee, Region 8, hereby files this statement, at the Court’s request, regarding Debtors’ Motion for Compensation of Law Firm Polsinelli PC as Counsel for Debtors (Docket Entry 525), Motion for Compensation of Law Firm Egerton, McAfee, Armistead & Davis, P.C. as Special Transaction Counsel for Debtors (Docket Entry 526) and Motion for Compensation of GlassRatner Advisory and Capital Group, LLC as Financial Advisor for Debtors (Docket Entry 527) (collectively, the “Compensation Motions”).

Debtors’ professionals, as well as the professionals for the Unsecured Creditors’ Committee, have agreed to hold back 10% of their applicable Compensation Motions until the final fee request. The U.S. Trustee has concerns over possible duplication, excessiveness and/or effectiveness of some professionals, but all professionals’ time will be further evaluated at the end of the case. As with all interim fee applications, the U.S. Trustee reserves all objections until the final fee application. In future fee applications, the U.S. Trustee requests that parties

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, are Curae Health, Inc. (5638); Amory Regional Medical Center, Inc. (2640); Batesville Regional Medical Center, Inc. (7929); and Clarksdale Regional Medical Center, Inc. (4755); Amory Regional Physicians, LLC (5044); Batesville Regional Physicians, LLC (4952); Clarksdale Regional Physicians, LLC (5311).

explain the justification for any fee request that is in excess of the amount budgeted under the Final DIP Order.

At midnight on December 22, 2018, the appropriations act that had been funding the Department of Justice expired and appropriations to the Department lapsed. The U.S. Trustee does not know when funding will be restored. Absent an appropriation, Department of Justice attorneys and employees of the U.S. Trustee are prohibited from working, even on a voluntary basis, except in very limited circumstances, including “emergencies involving the safety of human life or the protection of property.” 31 U.S.C. § 1342.

If a hearing on the Compensation Motions is held and appropriations have not been restored, the U.S. Trustee requests a continuance of the hearing set for January 15, 2019, until Department of Justice attorneys are permitted to resume their usual civil litigation functions.

Respectfully submitted,

PAUL RANDOLPH,
ACTING US TRUSTEE, REGION 8

/s/ Megan Seliber
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CERTIFICATE OF SERVICE

I hereby certify that I forwarded a true and correct copy of the foregoing objection by electronic notification to registered ECF users.

/s/Megan Seliber
Megan Seliber, Trial Attorney