UNITED STATE DISTRICT COURT FOR THE DISTRICT OF RHODE ISLAND

STEPHEN DEL SESTO, AS RECEIVER AND : ADMINISTRATOR OF THE ST. JOSEPH : HEALTH SERVICES OF RHODE ISLAND : RETIREMENT PLAN, ET AL. :

Plaintiffs

:

v. : C.A. No:1:18-CV-00328-WES-LDA

PROSPECT CHARTERCARE, LLC, ET AL.

Defendants.

PLAINTIFFS' REPLY TO THE OBJECTION OF NON-SETTLING DEFENDANTS ROMAN CATHOLIC BISHOP OF PROVIDENCE, DIOCESAN ADMINISTRATION CORPORATION, AND DIOCESAN SERVICE CORPORATION TO THE JOINT MOTION FOR SETTLEMENT CLASS CERTIFICATION, APPOINTMENT OF CLASS COUNSEL, AND PRELIMINARY SETTLEMENT APPROVAL, BY PLAINTIFFS AND DEFENDANTS CHARTERCARE FOUNDATION, ST. JOSEPH HEALTH SERVICES OF RHODE ISLAND, ROGER WILLIAMS HOSPITAL, AND CHARTERCARE COMMUNITY BOARD

The Prospect Defendants¹ and Diocesan Defendants² have filed two objections to the Joint Motion for settlement approval of the second settlement, and Plaintiffs hereby reply to the Diocesan Defendants' objection. Both sets of Defendants wholesale incorporate various prior arguments they asserted in objection to the first settlement, which are fully addressed in Plaintiffs' prior replies.³ Plaintiffs therefore incorporate those replies by reference.

¹ Prospect Medical Holdings, Inc., Prospect East Holdings, Inc., Prospect Chartercare, LLC, Prospect Chartercare SJHSRI, LLC, and Prospect Chartercare RWMC, LLC.

² Roman Catholic Bishop of Providence, Diocesan Administration Corporation, and Diocesan Service Corporation.

³ <u>See</u> Dkt ## 82 (replying to the Diocesan Defendants' objection to the first settlement) & 83 (replying to the Prospect Defendants' objection to the first settlement).

None of the non-settling Defendants object to any substantive terms of the instant settlement. Nor do they suggest it is in any way collusive or anything other than a "good faith" settlement. Instead, they reiterate various arguments that (1) would equally apply to any settlement that the settling parties could reach; or (2) have nothing to do with settlements and instead are a naked collateral attack on the Superior Court.

The Diocesan Defendants also, after reiterating their prior arguments (which are invalid for the reasons discussed in Plaintiffs' prior replies), conclude that "[a]ny decision on fees, therefore, is premature." Diocesan Defendants' Objection at 2. Plaintiffs agree: Plaintiffs have themselves already requested any decision on fees be deferred until final approval of the proposed settlement, after any objections have been filed by persons with standing (*i.e.* not the Diocesan Defendants or the other non-settling Defendants) to object to the Fee Motion.

Wherefore, the Court should grant the Joint Motion.

Respectfully submitted, Plaintiffs, By their Attorney,

/s/ Max Wistow

Max Wistow, Esq. (#0330)
Stephen P. Sheehan, Esq. (#4030)
Benjamin Ledsham, Esq. (#7956)
WISTOW, SHEEHAN & LOVELEY, PC
61 Weybosset Street
Providence, RI 02903
401-831-2700 (tel.)
mwistow@wistbar.com
spsheehan@wistbar.com
bledsham@wistbar.com

Dated: January 25, 2019

REQUEST FOR ORAL ARGUMENT

Pursuant to LR Cv 7(c), Plaintiffs request oral argument and estimate that approximately 15 minutes will be required to address the Diocesan Defendants' objection.

CERTIFICATE OF SERVICE

I hereby certify that an exact copy of the within document was electronically filed on the __ day of January, 2019 using the Electronic Case Filing system of the United States District Court and is available for viewing and downloading from the Electronic Case Filing system. The Electronic Case Filing system will automatically generate and send a Notice of Electronic Filing to the following Filing Users or registered users of record:

Andrew R. Dennington, Esq.
Christopher K. Sweeney, Esq.
Russell V. Conn, Esq.
Conn Kavanaugh Rosenthal
Peisch and Ford, LLP
One Federal Street, 15th Floor
Boston, MA 02110
adennington@connkavanaugh.com
csweeney@connkavanaugh.com
rconn@connkavanaugh.com

David A. Wollin, Esq. Hinckley Allen & Snyder LLP 100 Westminster Street, Suite 1500 Providence, RI 02903-2319 dwollin@hinckleyallen.com

Preston Halperin, Esq.
James G. Atchison, Esq.
Christopher J. Fragomeni, Esq.
Dean J. Wagner, Esq.
Shechtman Halperin Savage, LLP
1080 Main Street
Pawtucket, RI 02860
phalperin@shslawfirm.com
jatchison@shslawfirm.com
cfragomeni@shslawfirm.com
dwagner@shslawfirm.com

Howard Merten, Esq.
Paul M. Kessimian, Esq.
Christopher M. Wildenhain, Esq.
Eugene G. Bernardo, II, Esq.
Partridge Snow & Hahn LLP
40 Westminster Street, Suite 1100
Providence, RI 02903
hm@psh.com
pk@psh.com
cmw@psh.com
egb@psh.com

Steven J. Boyajian, Esq.
Daniel F. Sullivan, Esq.
Robinson & Cole LLP
One Financial Plaza, Suite 1430
Providence, RI 02903
sboyajian@rc.com
dsullivan@rc.com

Joseph V. Cavanagh, III, Esq. Joseph V. Cavanagh, Jr., Esq. Blish & Cavanagh LLP 30 Exchange Terrace Providence, RI 02903 Jvc3@blishcavlaw.com jvc@blishcavlaw.com lbd@blishcavlaw.com

Ekwan R. Rhow, Esq.
Thomas V. Reichert, Esq.
Bird, Marella, Boxer, Wolpert, Nessim, Drooks, Licenberg & Rhow, P.C.
1875 Century Park East, 23rd Floor
Los Angeles, CA 90067
erhow@birdmarella.com
treichert@birdmarella.com

Robert D. Fine, Esq.
Richard J. Land, Esq.
Chace Ruttenberg & Freedman, LLP
One Park Row, Suite 300
Providence, RI 02903
rfine@crfllp.com
rland@crfllp.com

David R. Godofsky, Esq.
Emily S. Costin, Esq.
Alston & Bird LLP
950 F. Street NW
Washington, D.C. 20004-1404
david.godofsky@alston.com
emily.costin@alston.com

W. Mark Russo, Esq. Ferrucci Russo P.C. 55 Pine Street, 4th Floor Providence, RI 02903 mrusso@frlawri.com

/s/ Max Wistow