

8 **UNITED STATES BANKRUPTCY COURT**  
9 **SOUTHERN DISTRICT OF CALIFORNIA**

10  
11 **In re**  
12 **THE ROMAN CATHOLIC**  
13 **BISHOP OF SAN DIEGO, a**  
14 **California corporation sole,**  
15 **Debtor.**

**Case No. 07-00939-A11**

**ORDER ON ORDER TO SHOW  
CAUSE RE: CONTEMPT**

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17 The matter of the Court's Order to Show Cause re: Contempt came on  
18 for hearing on April 11, 2007, before the Hon. Louise DeCarl Adler,  
19 Bankruptcy Judge. Present were respondents Fr. Michael Gallagher, Fr. Bruce  
20 Orsborn, Jeffry Davis, Esq., Victor A. Vilaplana, Esq., on his own behalf and  
21 on behalf of the Organization of Parishes, and Susan Boswell, Esq., on her  
22 own behalf and on behalf of the Roman Catholic Bishop of San Diego  
23 ("RCBSD").

24 The Court having examined the respondents under oath and considered  
25 their testimony and other good cause appearing,

26 **IT IS HEREBY ORDERED AS FOLLOWS:**

27 1. That RCBSD be and hereby is directed to amend its Schedules of  
28 Assets and Liabilities and/or its Statements of Financial Affairs (collectively

1 "Bankruptcy Schedules") filed in this case to list in the manner that it deems  
2 appropriate the approximate 770 bank accounts currently held in the name of  
3 the various parishes of RCBSD and reported under the taxpayer identification  
4 number of RCBSD (the "Alleged Parish Accounts").

5 2. The amended Bankruptcy Schedules shall be signed under penalty  
6 of perjury by Bishop Brom, the Bishop of the RCBSD, Debtor.

7 3. If any parish has transferred the balances held in an Alleged  
8 Parish Account to a new account, that new account, its account number, its  
9 tax identification number and its balance shall be disclosed and listed on the  
10 above-referenced amendment to the Bankruptcy Schedules.

11 4. If any parish has obtained a change in the taxpayer identification  
12 number on an account that was previously reported under RCBSD's taxpayer  
13 number, that account shall be disclosed and listed in the amended Bankruptcy  
14 Schedules with the same details required in paragraph 3 above.

15 5. The Alleged Parish Accounts may be used only in the ordinary  
16 course of business of the parishes.

17 6. Receipts and disbursement activity of the Alleged Parish Accounts  
18 shall be reported as required by the Office of the United States Trustee.

19 7. An expert accounting professional shall be appointed pursuant to  
20 Federal Rule of Evidence 706(a) by the Court after consideration of  
21 suggestions from the RCBSD, the Official Committee of Unsecured Creditors  
22 and the United States Trustee, to examine the financial structure of the  
23 RCBSD, its cash flow, including uses and sources of income, and such other  
24 issues pertinent to the Cash Management Motion of RCBSD, all to be more  
25 fully defined by the Court in a separate order in this case.

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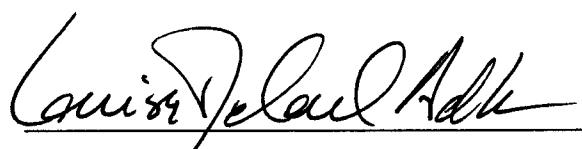
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1           8.    The respondents and alleged contemnors are released and  
2 discharged from this Order to Show Cause.

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Dated: 17 Apr 07



LOUISE DE CARL ADLER, Judge

1 CAD 168  
2 [Revised July 1985]

3 UNITED STATES BANKRUPTCY COURT  
4 SOUTHERN DISTRICT OF CALIFORNIA

5 Case No. 07-00939-A11  
6 Case Name: THE ROMAN CATHOLIC BISHOP  
7 OF SAN DIEGO, et al.

8  
9 CERTIFICATE OF MAILING

10 The undersigned, a regularly appointed and qualified clerk in the Office of the United  
11 States Bankruptcy Court for the Southern District of California, at San Diego, hereby  
12 certifies that a true copy of the attached document, to-wit:

13 **ORDER ON ORDER TO SHOW CAUSE**  
14 **RE CONTEMPT**

15 was enclosed in a stamped and sealed envelope and mailed to the following parties at their  
16 respective addresses listed below:

17 [SEE ATTACHED LIST]  
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19  
20 The envelope(s) containing the above document was deposited in a regular  
21 United States mail box in the City of San Diego in said district on April 17, 2007.

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23  
24 CAD 168

  
Roma London, Deputy Clerk

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2 Case Name: THE ROMAN CATHOLIC BISHOP  
3 OF SAN DIEGO, et al.  
4

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