UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF ALABAMA

IN RE:	)	
	)	Case No: 26-bk-11003
DAVID SHANE WELCH, DMD, PC	)	Subchapter V, Chapter 11
D/B/A COASTAL DENTAL ARTS,	)	
	)	
Debtor.	)	

FINAL ORDER GRANTING DEBTOR'S USE OF CASH COLLATERAL

This matter came before the Court for hearing on May 19, 2026 for consideration of the *Debtor's Emergency Motion for Authority to Use Cash Collateral* (Doc. 5) (the "Motion"). The Motion seeks the entry of final order authorizing the Debtor to use Cash Collateral, as defined in 11 U.S.C. § 363(a) of the Bankruptcy Code. The Court previously entered an Interim Order on April 14, 2026 (Doc. 23).

The Court, having considered the relief requested in the Motion, the exhibits attached thereto, and other papers filed with the Court, the evidence submitted and arguments made at the interim hearing held April 14, 2026 (the "Interim Hearing") and at the May 19, 2026 hearing on this Final Order (the "Final Hearing"); and due and sufficient notice of the Final hearing having been given in accordance with Bankruptcy Rules 2002 and 4001(b); and the Final Hearing having been held and concluded; and no objections being filed; and it appearing that the final relief requested in the Motion is fair and reasonable and in the best interests of the Debtor and essential for the continued operation of the Debtor's businesses and the preservation of the value of the Debtor's assets; and after due deliberation and consideration, and good and sufficient cause appearing therefor, which shall constitute the decision of the Court, it is **ORDERED** that:

1. Notice of the Motion and the Hearing on the Motion was adequate and appropriate in the current circumstances of this Chapter 11 case as contemplated by 11 U.S.C. §102(a) and Fed. R. Bankr. P. 4001(b)(2).

2. The Motion is GRANTED on a final basis as set forth herein.

3. The Debtor is authorized, through the date of Confirmation to use Cash Collateral including, without limitation, cash, deposit accounts, accounts receivable, and proceeds from business operations pending further order of the Court or consent of the Secured Lenders and in accordance with the budget (the "Budget"), a copy of which is attached hereto as **Exhibit A**. The Debtor shall not, without prior written consent of the Secured Lenders, use Cash Collateral with respect to any month in the Budget in an amount in excess of the aggregate amount budgeted for that month, provided, that there shall be a permitted variance of 10% in the aggregate for any amounts listed for a particular month (the "Variance"). Notwithstanding the foregoing, expenditures in excess of the Variance or not on the Budget will not be deemed to be unauthorized use of Cash Collateral, unless the recipient cannot establish that the expense would be entitled to administrative expense priority if the recipient had extended credit for the expenditure.

4. The Debtor is authorized to provide adequate protection, pursuant to sections 363(c)(2)(A) and 363(e) of the Bankruptcy Code, to the Secured Lenders pursuant to the terms and conditions of this Order. As adequate protection with respect to the secured Lender's interests in the Cash Collateral, the Secured Lenders are granted a continuing and perfected replacement lien in and upon all of the categories and types of collateral in which they held a security interest and lien as of the Petition Date to the same extent, validity, and priority that they held as of the Petition Date.

5. The Debtor is entitled to collect money from parties with outstanding accounts

receivable or other obligations owing to the Debtor, and no creditor or party in interest shall interfere with the Debtor's collection actions.

6. This Order is not and shall not be construed as determinative as to whether any creditor has a valid lien on any property of the Debtor or the estate. This Order is not and shall not be construed as determinative as to the extent, amount, or priority of any secured claim associated with any such lien.

7. This Order is without prejudice to the Debtor's right to challenge the extent, validity, perfection, enforceability, or priority of any lien or claim of any creditor and is likewise without prejudice to the right of any creditor to seek additional relief concerning Cash Collateral by subsequent motion or oppose any such challenge, and nothing contained in this Order shall be deemed to constitute a waiver of any party's rights. Nothing in this Order shall constitute a stipulation or admission by the Debtor as to the validity, perfection, extent, enforceability, priority, or cash-collateral status of any asserted lien or claim.

8. This Order is without prejudice to the Debtor's right to seek authority by separate motion to pay monies in excess of the amounts set forth in the Budget or the Cash Collateral Claimants' right to object thereto.

9. In accordance with Rule 4001 of the Bankruptcy Rules, the Court finds the Debtor's authorization to use Cash Collateral pursuant to this Order is necessary to avoid immediate and irreparable harm to the Debtor's estate.

10. The provisions of this Order remain in full force and effect unless modified or vacated by subsequent order of this Court. The Court shall retain jurisdiction to enforce the terms of this Order.

11. This Order constitutes findings of facts and conclusions of law and shall take effect

and be fully enforceable immediately upon entry hereof. Notwithstanding Bankruptcy Rules 4001(a)(1), 4001(a)(3), 6004(h), 7062, or 9024, or any other Bankruptcy Rule, this Order shall be immediately effective and enforceable upon its entry on the docket and there shall be no stay of the effectiveness of this Order as provided in such Rules.

Dated: May 20, 2026

JERRY OLDSHUE
CHIEF U.S. BANKRUPTCY JUDGE

90-Day Budget – Coastal Dental Arts

David Shane Welch DMD PC dba Coastal Dental Arts
FEIN: 46-5419512

Annual Collections: $868,835

Monthly Collections Projection: $72,402

90-Day Collections Projection: $217,208

Category	Monthly	90 Days
Contract Pay	$9,600	$28,800
Utilities	$930	$2,790
Phone / Internet	$1,206	$3,618
Postage	$200	$600
Payroll	$9,800	$29,400
Doctor Salary	$20,000	$60,000
Business Liability / Workers Comp	$500	$1,500
Rent	$2,541	$7,623
Lab	$5,000	$15,000
Supplies	$5,000	$15,000
Computer / IT / Technology	$1,256	$3,768
Malpractice	$175	$525
Continuing Education	$350	$1,050
Health Insurance	$1,600	$4,800
Equipment Repairs	$400	$1,200
Municipal / Business License Tax	$733	$2,199
Disability & Life Insurance	$460	$1,380

Clinical Licenses	$42	$126
Compliance Subscriptions	$99	$297
Staff Uniforms	$292	$876
Business Meals / Training	$200	$600
Accounting Fees	$600	$1,800
Bookkeeping / AP Support	$675	$2,025
Bank / Merchant Fees	$100	$300
Operational & Compliance Advisory	$500	$1,500
Janitorial	$500	$1,500
Building Maintenance	$500	$1,500
Marketing	$1,000	$3,000
401(k) + Employer Match	$1,000	$3,000
Equipment Capital	$800	$2,400
Operating Capital	$800	$2,400
Office Supplies	$150	$450
Subchapter V Trustee	$525	$1,575

Totals

Total Operating Expenses Monthly: $67,534

Total Operating Expenses 90 Days: $202,602

Net Operating Income Monthly: $4,868

Net Operating Income 90 Days: $14,606

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