

UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF COLORADO

IN RE:)	
)	
VISUAL HEALTH SOLUTIONS, INC.)	
EIN: 84-1525504)	Case No. 17-18643-EEB
)	Chapter 11
Debtor.)	

ORDER AUTHORIZING CONTINUED USE OF CASH COLLATERAL

UPON CONSIDERATION of the Motion of the Debtor and Debtor in Possession for entry of an order authorizing the continued use of cash collateral (“Motion”), and any additional papers filed in opposition thereto and in further support thereof; and due and proper notice of the Motion having been provided; and for good cause shown:

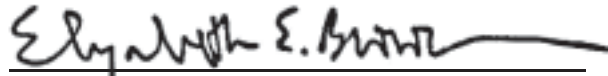
IT IS HEREBY ORDERED THAT:

1. The Motion is GRANTED, subject to the terms of this Order.
2. Debtor is authorized to use cash collateral to September 30, 2018, pursuant to the Budget in the form attached to the Motion as Exhibit A with a line item variance of no more than 10% per month on each expense and an overall budget variance on each expense of no more than 10% in the aggregate per month. In addition, the Debtor is authorized to pay the U.S. Trustee quarterly fee. The use of cash collateral shall automatically renew for an additional month through October 31, 2018 unless on or before October 10, 2018 any secured creditor with a lien on cash collateral files an objection with the Court and serves on the same date the objection upon counsel for the Debtor.
3. CoBiz Bank, a Colorado corporation doing business as Colorado Business Bank (“Lender”) is granted replacement lien and security interest upon the Debtor’s post-petition assets with the same priority and validity as Lender’s pre-petition liens to the extent that the Debtor’s post-petition use of the proceeds of Lender’s pre-petition collateral result in a diminution of the Lender’s secured claim (the “Adequate Protection Liens”).
4. To the extent that the Adequate Protection Liens prove to be insufficient, Lender shall be granted super priority administrative expense claims under section 507(b) of the Bankruptcy Code.
5. Debtor shall pay Lender the sum of \$8,000.00 per month in two equal installments due on the 15th and last day of each month thereafter until the earlier of September 30, 2018, confirmation of a Plan, liquidation of the Debtor’s assets or conversion of the case.
6. On the fifth day of each month, the Debtor shall provide Lender (a) a budget variance report, (b) accounts receivable aging reports for both pre- and post-petition accounts receivable showing for each individual account, the amount due as of the petition for pre-petition accounts, the date the account was opened for post-petition accounts, and all

- payments made on each account and the date payment was made, (c) a report showing all payments made to third parties by Debtor or on behalf of Debtor for the prior period, (d) a revenue statement for all sums received by Debtor during the prior time period and the source of all sums received, and (e) a current balance sheet for the Debtor.
7. Debtor's right to use Cash Collateral pursuant to the terms of this order shall terminate upon the default by Debtor under any terms of this Order.
 8. The Debtor is authorized to extend the cash collateral use period for an additional two month period commencing November 1, 2018, on the same terms as in paragraph 1 above (that is, for one additional month plus a second month if an objection is not filed by November 10, 2018) on fourteen days notice with opportunity for a hearing provided to the U.S. Trustee and any parties that may have a security interest in cash collateral. As part of the Debtor's request for an extension, the Debtor shall provide a new budget for such additional monthly periods. The U.S. Trustee and any parties that may have a security interest in cash collateral shall be entitled to timely object to any extension requested by the Debtor.

Dated, September 28, 2018.

BY THE COURT



Honorable Elizabeth E. Brown

UNITED STATES BANKRUPTCY JUDGE