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2	Receiver 6750 East Camelback Road	
	Suite 103	
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4	(480) 946-3556 Fax	
5		
6	IN THE CHANCERY COURT OF	DAVIDSON COUNTY, TENNESSEE
	FOR THE TWENTIETH JUDIO	CIAL DISTRICT AT NASHVILLE
7		
8		
9	STATE OF TENNESSEE, ex rel. JONATHAN SKRMETTI,	Case No. 24-0520-IV
10	Attorney General and Reporter,	
11	Plaintiff,	
12	vs.	RECEIVER'S INTERIM REPORT #10
13	DR. JAIME M. VASQUEZ, M.D.,	
	THE CENTER FOR REPRODUCTIVE HEALTH, P.C., THE CENTER FOR	
14	ASSISTED REPRODUCTIVE	
15	TECHNOLOGIES, LLC, FERTILITY LABORATORIES OF NASHVILLE, INC.	
16	and AMERICAN EMBRYO ADOPTION	
17	AGENCY,	
18	Defendants.	
19		
20		
21		
22		
23		
24		
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26		

## Receiver's Interim Report #10 State of Tennessee vs. The Center for Reproductive Health

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## LIST OF EXHIBITS

Exhibit AThe Center for Reproductive Health Receivership Estate Sources & Uses						
Report through July 31, 2025						
Exhibit BReceiver's & Receiver's Counsel's Invoice for the periods February						
March, April, May and June 2025						

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### I. Introduction

Resolute Commercial Services ("Receiver") hereby submits this Receiver's Interim Report #10 pursuant to the Agreed Temporary Injunction ("Temporary Injunction") entered by this Court on June 24, 2024, as subsequently modified by this Court on October 4, 2024, and again on June 6, 2025 by the Order Amending Temporary Injunction ("Amended TI"). This report covers Receiver's operational and accounting activity from February 1, 2025 through July 31, 2025.

As described in more detail in prior reports, Dr. Jaime Vasquez ("Dr. Vasquez"), The Center for Reproductive Health, P.C. ("CRH"), the Center for Assisted Reproductive Technologies, LLC ("CART"), Fertility Laboratories of Nashville LLC ("FLN") and American Embryo Adoption Agency, LLC ("AEAA") (collectively, CRH, CART, FLN, and AEAA are the "Receivership Defendants" and together with Dr. Vasquez, the "Defendants") operated as a fertility clinic in Nashville, Tennessee since 1995 until early April 2024. The Receiver has been appointed Receiver for the Receivership Entities since April 26, 2024.

## II. Receivership Activity

### a. Genetic Material On-Site

i. Storage, Maintenance, and Transfer of Cryogenically Frozen Material

Pursuant to the orders of this Court, the Receiver transferred all genetic material from CRH to the Tennessee Fertility Institute ("TFI"). After receiving all genetic material from CRH, TFI conducted an extensive physical inventory audit of the genetic materials and then provided former CRH patients with identified cryogenically frozen genetic materials a notification letter detailing their specific results from the physical inventory audit and outlined disposition options for their genetic materials.

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As of July 29, 2025, 155 patients have communicated a final disposition decision to TFI, 50 patients have responded to TFI with no final decision, 42 patients have not responded to the outreach, 29 patients have not been able to be contacted due to incorrect contact information, and 23 patients have not yet been contacted by TFI.

Pursuant to the First Amendment to Cryopreservation Services Agreement, TFI will retain the genetic material through August 31, 2025. During such time, TFI will continue to undertake its commercially reasonable best efforts to contact patients and coordinate the disposition of their respective tissues. See below in section "Resources" for additional information where patients can contact TFI. The Receiver has selected Haven Cryogenic as the long-term cryo-storage provider for the unclaimed genetic material. The remaining genetic material will be transferred to Haven Cryogenic after the August 31st Cryopreservation Services agreement expires, pending Court approval.

The genetic materials transferred and audited by TFI also included embryos, sperm, and oocytes identified as donated genetic material available for adoption. An agreement has been executed between the Receiver and Rejoice Fertility as of June 20, 2025 for the donated genetic material. Rejoice has agreed to accept and store all donated material at no cost to the Receiver. In July 2025, Receiver's Counsel filed the Motion regarding approval for the Transfer Agreement. There were no objections to the Motion. On August 4, 2025, the Court granted the Receiver's Motion. The Receiver is actively facilitating the material's transfer from TFI to Rejoice's facility in Knoxville, Tennessee.

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#### b. Patients

### i. Medical Records

The Receiver historically provided patients with their medical records through a Contractor sourced from prior employees of the Receivership Defendant. The Receiver is utilizing the following email address for all <u>patient medical records</u> related requests: CRH-Records@crhnashville.com. As of June 30,2025, the Contractor terminated their Contract agreement with the Receiver due to low volume of email requests. The Receiver has continued to address any emails received at the designated patient medical record email address.

As of June 23, 2025, 481 boxes of medical records held by Vital Records were transferred to Morgan Records. The Receiver will provide updated information to the patients of CRH where they can request their medical records in the final patient mailing however A link for CRH patients to access their medical records has been provided by Morgan Records, <a href="https://myrecords.morganrecordsmanagement.com/customer-payment-">https://myrecords.morganrecordsmanagement.com/customer-payment-</a>

<u>form/?provider\_id=1788</u>. Receiver will continue to monitor the designated email address until the termination of the receivership.

. The record custodian agreement outlines that patients requesting copies of their medical records will not be charged and the patient medical records will be retained for a period of 10 years.

#### ii. Resources

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State of Tennessee vs. The Center for Reproductive Health

The Receiver continues to direct inquiring parties to the designated website

at: https://case.stretto.com/ncrh. The Receiver is directing all non-patient inquiries

and requests to the designated email address: CRH@resolutecommercial.com.

The Receiver is directing all patients who believe they have <u>cryogenic</u>

materials now stored and inventoried at TFI to:

Tennessee Fertility Institute

2201 Murphy Avenue Suite 401, Nashville, TN 37203

Phone: 615-721-6250

Fax: 615-721-6251

The Receiver will continue to post all future Receiver's reports and Notices

to Patients to the designated website.

c. Employees

i. Contractors

The Receiver employed one former employee as a contractor to assist with

responding to patient medical record requests until June 30, 2025. There are

currently no contractors assisting with the receivership estate.

d. Insurance

As outlined in previous reports, the Receiver maintained the pre-receivership policy

through the policy expiration date of June 12, 2024 and obtained a general liability policy

for the receivership estate through October 31, 2025. Additionally, the Receiver obtained

a Miscellaneous Errors and Omissions liability policy for policy holder Resolute

Commercial Services through June 25, 2026. All policies that became effective during the

receivership period are active and in good standing.

RECEIVER'S INTERIM REPORT #10

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#### e. Additional Activities

The Receiver continues to assist several government agencies to provide access to records and information pertinent to each department, as well as providing comments and updates to various media in Nashville, TN.

### i. TNAGO

The Receiver is in continual communication with the TNAGO addressing questions and concerns.

## ii. Department of Health ("DH")

The Receiver has received outreach from DH regarding FLN's laboratory license and is considering the approaches discussed with the agency.

### iii. Health Facilities Commission ("HFC")

The Receiver has received outreach from the HFC regarding the summary suspension status of CART's ambulatory surgery center license and associated certificate of need. The Receiver is considering the approaches discussed with the agency.

### iv. Other Governmental Agencies

The Receiver continues to be available to provide documents, information, and support to other governmental agencies such as the Drug Enforcement Agency, Department of the Army Criminal Investigation Division, and Nashville Metro Police Department.

#### v. Media

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The Receiver has conducted media interviews with local reporters from Nashville, TN and continues to work with news media personnel to provide comments and updates as requested.

The Receiver will continue to cooperate with the various governmental agencies and other third parties as required under the direction of the Temporary Injunction. Updates related to additional findings and requests will be outlined in the Receiver's future reports.

## III. Accounting/Banking

#### a. Cash Sources & Uses

Attached hereto as Exhibit "A" is the Receiver's Cash Sources & Uses Report for the April 30, 2024 through July 31, 2025 receivership reporting period.

The Receiver's Cash Sources & Uses reported total incoming cash receipts of \$2,066,612 for the reporting period. The cash receipts include \$72,869 of insurance payments received, \$151,000 from the sale of the physical equipment and supplies, \$35,892 from patient payments through Cooper Surgical for cryogenic storage, \$1,805,950 in funding from the Tennessee Attorney General's Office, and \$901 from other miscellaneous sources.

Total outgoing cash disbursements totaled approximately \$1,977,752 for the reporting period related to software, contractors, insurance, professional services, Receiver's Fees, Receiver's Counsel Fees, and other operational expenses.

The Receiver continues to delay other necessary payments until funds are available and reports estimated expenses of \$470,513 post July 31, 2025, related to rent, medical records fees, insurance, Receiver's fees, Receiver's counsel fees, long-term cryo- storage, and other software and operating expenses.

#### **RECEIVER'S INTERIM REPORT #10**

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### IV. Receiver's Fees

In accordance with the Order, the Receiver's and Receiver's Counsel fees are as follows:

_	Receiver's fees and expenses	Counsel's fees and expenses
March 2025	23,928.00	5,149.00
April 2025	9,770.00	10,963.00
May 2025	9,554.00	17,437.00
June 2025	9,777.00	8,181.00
TOTAL	53,029.00	41,730.00

Invoices for Receiver and Receiver's Counsel for March, April, May and June 2025 are attached hereto as Exhibit "B".

### V. Conclusion

This Receiver's Interim Report #10 is intended to give the parties a description of the Receiver's activities and findings pertaining to the Receivership Defendants and corresponding Receiver's duties as outlined in the TRO and the Temporary Injunction and the Receiver's accounting for the period February 1, 2025, though July 31, 2025. The Receiver will report updates on these actions in the forthcoming Receiver's Interim Report #11.

Dated: August 8, 2025

Respectfully Submitted,

Receiver Commercial Services

By: Jeremiah Foster

Its: Principal

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## **DISTRIBUTION LIST**

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**RECEIVER'S INTERIM REPORT #10** 

Receiver's Interim Report #10 State of Tennessee vs. The Center for Reproductive Health

## **EXHIBIT A**

Center for Reproductive Health						
Receiver's Waterfall						
As of July 31,2025						
			Amount			
Beginning Bank Balance as of 4/30/2024	[1]	\$	6,979			
Receipts						
Insurance Payments Received		\$	72,869			
Asset Sale			151,000			
Cooper Surgical - Cryo Storage			35,892			
Funding from TNAGO			1,805,950			
Other Income			901			
Total Receipts		\$	2,066,612			
Disbursements			44.550			
Professional Fees IT	[2]		11,550			
Professional Fees Receiver Professional Fees Counsel			1,083,293 496,472			
Professional Fees Counsel- Expenses			29,829			
Stor Place Self Storage			3,021			
Rent			15,000			
Insurance	[3]		22,788			
Nitrogen Delivery	[0]		445			
United Healthcare - Employee Benefit Premiums	[4]		5,747			
Unlimited Security-Alarms	[-1		936			
Secured Loan Payoff			90,130			
Stretto			55,223			
Fifth Third - Bank Fees	[5]		1,699			
Medical Record storage	[9]		123,431			
Contractors	[6]		24,177			
	[0] [7]		898			
Med Pro-Medical waste disposal Misc G&A	[8]		1,111			
Tennessee Fertility Institute	[9]					
Total Disbursements	[9]	\$	12,000 1,977,752			
Total Dispursements		Ψ	1,977,732			
Receivership bank balance as of 7/31/25			95,839			
Bank Balances as of 7/31/2025		\$	95,839			
Expected A/R		-	00,000			
Contributions from TNAGO			373,853			
Total Estimated Receipts:		\$	373,853			
'		<del>ٿ</del>	0,0,000			
Estimated Disbursements:						
Facility						
Healthpeak - Rent & Utilities	[10]	\$	138,272			
Total Facility		\$	138,272			
G&A						
Resolute - Receiver Professional Fees	[11]	\$	120,077.50			
Spencer Fane - Receiver's Counsel Fees	[12]	\$	153,528.00			
Spencer Fane - Receiver's Counsel Expenses						
Stretto	[13]	\$	5,634.00			
Medical records	[14]	\$	4,300.00			
Google drive monthly charge		\$	210.09			
Insurance-The Hartford	[15]	\$	110.01			
Total G&A		\$	283,860			
		١.				
Long term Storage- Haven Cryo, Estimated	[16]	\$	47,560			
Total Estimated Disbursements		\$	469,692			
	\$					
Final Estimated Bank balance			0			

Center for Reproductive Health Receiver's Waterfall As of July 31,2025

#### Notes:

[1] Consolidated balance of Receivership Entities Defendant bank accounts as of 4/30/24.

[2] Professional IT fees to Simplify IT for email and phone line set up.

[3] Insurance premium payment for general liability, property, and Receiver's E&O policies.

[4] United Healthcare employee benefit premium for health benefits through 4/30/24.

[5] Bank fees from Receivership Defendant's bank account at Fifth Third Bank.

[6] Contractor invoices reflect services incurred from 4/29/24 - 6/30/25

[7] Medpro provides hazardous waste disposal services. Receiver originally purchased two removal boxes (\$449 each), second box was cancelled, refund pending.

[8] Misc. G&A includes \$300 Insurance bond procured by Receiver and Secretary of State fee for UCC fillings \$17.39 and \$903.51 for 2022 IRS underpayment and Google drive monthly charges.

[9] Payment of initial deposit made from Receivership account directly to TFI.

[10] Facility vacated 10/31/24. On 2/21/25, Receiver and Healthpeak agreed to settle for \$138,272.22 to resolve its claim per email from David Houston, Counsel for landlord.

[11] Receiver fees include estimated costs of \$120,898.50 July 2025-August 2025.

[12] The projected Receiver's Counset's fees are revised to include an additional \$161,709 above the cap to complete required tasks contemplated through August 2025.

[13] Outstanding invoices for December for \$1,039.37, January for \$460.75, February \$1,348.65, March \$386.54, April 274.54 and May 274.54. Estimated \$550 for June and July and \$1300 for August.

Receiver anticiplates two final patient mailings being disbursed- one for medical records transfer and one for termination of receiveship.

[14] Medical records includes monthly charge to Artisan Medical Records for May, June, July and August.

[15] The CRH Business Owners policy is valid until 10/31/2025. Total balance owed is 842.02. \$229.82 paid in May 2025, \$161.01 paid in June, \$57.02 paid for July-August. \$161.02 due for September. E&O policy renewed June 25,2025 for \$8,565.60

 $\textbf{[16] Currently TFI has temporary ownership of 538 patients genetic material. Based on information provided on July 29,2025, and the state of the provided of the provided on July 29,2025, and the provided of the provide$ 

the estimated reamining patient genetic material will be 94 total patients \*\$120 per patient \*2 years. There will also be a one time bulk shipping fee of approximately \$25,000.