## Congress of the United States Washington, DC 20515

December 11, 2014

The Honorable Kamala D. Harris Attorney General, California Department of Justice Office of the Attorney General 1300 I Street Sacramento, CA 95814

Dear Attorney General Harris:

We the undersigned members of the California Democratic Congressional Delegation respectfully urge the Office of the Attorney General to reject the sale of six hospitals in the Daughters of Charity Health System to Prime Healthcare Services. With six hospitals throughout California, all of our constituents have a public health and cost-shift stake in what happens with this proposed acquisition. It is our belief that under Prime, patient care and healthcare worker rights will suffer at these hospitals.

Our biggest concern is Prime's history of unfair business practices that have resulted in civil and criminal investigations by government agencies for allegedly overbilling Medicare as well as violations of patient confidentiality. The National Labor Relations Board has issued charges against Prime for such illegal practices as unilaterally cutting employee health insurance plans, interrogating and intimidating employees who are supportive of their union, bad faith bargaining and bribing employees to vote to decertify the union. Class action and wage and hour violation lawsuits have been filed against Prime at 11 of their 15 California hospitals.

We would also note that California today needs more safety net hospitals than ever, given that over 2 million Californians have signed up for expanded Medi-Cal under the Affordable Care Act. This growing Medi-Cal need is incompatible with Prime's business model of minimizing the amount of care it delivers to low-income patients.

In closing, we do not believe an acquisition of Daughters of Charity hospitals by Prime is in the best interests of patients or healthcare workers in California. Given Prime's troubled past and regulatory problems, and its incompatibility with the historic safety net mission of Daughters of Charity, we urge you to protect the rights of patients and healthcare workers by rejecting this proposed sale.

Sincerely,

Zoe Lotgren Member of Congress Mike Honda Member of Congress

Vichael W. Honda

Mike Thompson Sam Farr Member of Congress Member of Congress Mark Takano Janice Hahn Member of Congress Member of Congress Lucille Roybal-Allard Anna G. Eshoo Member of Congress Member of Congress Xavier Becerra Maxine Waters Member of Congress Member of Congress ardenal Tony Cardenas Jackie Speier Member of Congress Member of Congress Barbara Lee Member of Congress Member of Congress George Miller Doris Matsui Member of Congress Member of Congress Van Lowerthal an Vargas Alan Lowenthal Member of Congress Member of Congress