

ST. VINCENT MEDICAL CENTER
Los Angeles, California

MEMORANDUM

TO: Gary Eller, Director of Accounting
FROM: Sister Marjorie, Assistant Administrator
DATE: January 27, 1976
RE: CANIWELL ENDOWMENT EARNINGS

In the course of pursuing the appropriate utilization of the above, we have received authorization to use the current and future earnings of this endowment for the building fund.

All the documentation is on file in my office, including letters from:

Msgr. Benjamin Hawkes, Vicar General of the
Archdiocese of Los Angeles
David G. Johnson, Arthur Andersen and Company
James D. Devine, Musick, Peeler and Garrett

The earnings may be withdrawn as needed and available (in preference to funded depreciation) to meet the demands for capital expenditures, and should be recorded as income when this is done.

The endowment principle of \$10,000.00 will, of course, remain intact.

Sister Marjorie

SM:mw

cc: Vincent F. Guinan
Virgil Gaul

FILE

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Los Angeles, California

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cc: Vincent F. Guinan
Virgil Gaul

January 27, 1976

The Reverend Monsignor Benjamin G. Hawkes
Vicar General
Archdiocese of Los Angeles
1531 West Ninth Street
Los Angeles, California 90015

Re: Endowment from Archbishop Cantwell

Dear Monsignor Hawkes:

In keeping with your letter dated November 28, 1975, the accumulated income as well as future income from the \$10,000. endowment established by the late Archbishop John J. Cantwell will be applied to the hospital's building fund. The principal of the endowment will remain in tact.

We are grateful for this decision and the continuing concern of His Eminence for St. Vincent's. These funds will certainly be of assistance in maintaining the hospital facilities.

Please be assured that a free bed, or any partial assistance, will always be available on request in accordance with the terms of the endowment.

Sincerely in Christ,

Sister Marjorie
Assistant Administrator

SM:rw

MUSICK, PEELER & GARRETT

ATTORNEYS AT LAW
ONE WILSHIRE BOULEVARD
LOS ANGELES, CALIFORNIA 90017
TELEPHONE (213) 629-3322

ELVON MUSICK
1890-1968
LEROY A. GARRETT
1906-1983

CABLE "PEELGAR"
TELEX 67-7451
TELECOPIER
624-1375

OF COUNSEL
FRANCIS F. QUITNER
MELVIN D. WILSON

JOSEPH D. PEELER
JOHN M. ROBINSON
DAVID R. EVANS
JAMES E. LUDLAM
GERALD G. KELLY
JESSE R. O'MALLEY
BRUCE E. CLARK
BRUCE A. BEVAN, JR.
RALPH E. ERICKSON
CHARLES F. FORBES
THOMAS J. REILLY
RICHARD T. APEL
THOMAS M. COLLINS
DONALD J. DREW
RICHARD D. DEAR
LEONARD E. CASTRO
J. PATRICK WHALEY
MICHAEL W. CONLON
MICHAEL M. MURPHY
WILLIAM J. EMANUEL
EDWARD A. LANDRY
JOHN R. BROWNING
JOSEPH A. SAUNDERS

RONALD G. TRAYNER
HARRY R. STANG
ROGER B. BAYHILLER
THOMAS J. KELLEY, JR.
JAMES D. DEVINE
LARRY A. CURTIS
FREDERICK T. GUCKENBERGER
FRANK H. SMITH, JR.
LAWRENCE E. STICKNEY
GERALD A. COLLIER
JAMES B. BERTRIO
JAMES L. SEAL
ROBERT D. GIRARD
TERRENCE J. WALLOCK
JEFFREY A. BERMAN
ALFRED KLEIN
GARY F. OVERSTREET
MICHAEL W. BORDERS
WILLIAM S. MILLER
WILLIAM L. NEAL
BARBARA A. HINDIN
JERIEL C. SMITH
GEORGE R. HARTLEY

January 23, 1976

Sister Marjorie
Assistant Administrator
St. Vincent's Hospital
2131 West Third Street
Los Angeles, California 90057

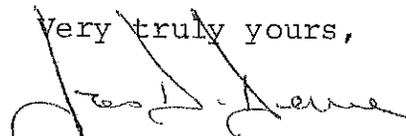
Re: Cantwell Endowment

Dear Sister Marjorie:

As we discussed by telephone yesterday, enclosed is a form of letter regarding the Cantwell endowment which I would recommend that you send on the hospital's stationery.

If you have any questions, please let me know.

Very truly yours,



James D. Devine
for MUSICK, PEELER & GARRETT

JDD:lm

Enclosure

CC: Charles F. Forbes (w/enclosure)

ok - as a practical consideration,
it is not really necessary or
appropriate to get a court
decision - especially as we
intend always to fulfill the
original intent on request.

DM

The Reverend Monsignor Benjamin G. Hawkes
Vicar General
Archdiocese of Los Angeles
1531 West Ninth Street
Los Angeles, California 90015

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These funds will assist in maintaining the hospital facilities. A free bed for a Priest will always be available on request in accordance with the terms of the endowment.

Sincerely in Christ,

Sister Marjorie
Assistant Administrator

December 30, 1975

Charles F. Fortes
Musick, Peeler and Carratt
One Wilshire Boulevard
Suite 2000
Los Angeles, California 90017

Re: Cantwell Endowment

Dear Mr. Fortes:

Enclosed are several documents relating to the above, which dates back to 1926. One of these documents is the response from our accounting firm.

We would appreciate your review of this material also, and your opinion on the legality of our using the funds (interest) as recommended by Monsignor Hawkes.

Thank you for your assistance.

Very truly yours,

Sister Marjorie
Assistant Administrator

SM:rw

Enclosure

ARTHUR ANDERSEN & CO.

1320 WEST THIRD STREET
LOS ANGELES, CALIFORNIA 90017

December 19, 1975

Sister Marjorie
Assistant Administrator
St. Vincent Medical Center
2131 West Third Street
Los Angeles, California 90057

Dear Sister Marjorie:

I have reviewed your letter of December 12 and the attached correspondence relating to the Cantwell Endowment. I see no problem from an accounting point of view in using the funds as indicated by Msgr. Hawkes.

However, I do believe that you should check this out with legal counsel, since I am not sure what the situation would be with regard to civil law.

Very truly yours,

ARTHUR ANDERSEN & CO.

David G. Johnson

By

David G. Johnson

FILE

December 12, 1975

Arthur Andersen and Company
1320 West Third Street
Los Angeles, California
90017

Attention: Dave Johnson

Re: Cantwell Endowment

Dear Dave:

Attached are copies of the following, for your review and opinion:

Correspondence and contract dated 1926, relating to the above endowment.

My letter to Msgr. Hawkes requesting direction on its use (November 11, 1975).

Msgr. Hawkes' letter to me stating the present wishes of Cardinal Manning.

We would appreciate your comments on the possibilities of using the funds as indicated by Msgr. Hawkes.

Best wishes to all for the Christmas season.

Sincerely,

Sister Marjorie
Assistant Administrator

SM:nw

Attachment



ARCHDIOCESE OF LOS ANGELES

1531 WEST NINTH STREET
LOS ANGELES, CALIFORNIA 90015

388-8101

November Twenty Eighth
1975

Sister Marjorie
Assistant Administrator
ST. VINCENT MEDICAL CENTER
2131 West Third Street
Los Angeles, California 90057

Dear Sister Marjorie:

This is to acknowledge your letter of November 11th concerning the \$10,000 Endowment given to St. Vincent's by the late Archbishop John J. Cantwell.

After discussing this with His Eminence, Cardinal Manning, we are of the opinion that St. Vincent's over the years has fulfilled the intent of this care fund. His Eminence would be perfectly agreeable if you were to decide to apply this against your current building fund.

With personal regards, I remain

Sincerely yours in Christ,

A handwritten signature in cursive script, reading "Benj. G. Hawkes".

Reverend Monsignor Benj. G. Hawkes
Vicar General

FILE

November 11, 1975

The Reverend Monsignor Benjamin G. Hawkes
1531 West Ninth Street
Los Angeles, California 90015

Re: Endowment from Archbishop Cantwell

Dear Monsignor Hawkes:

Enclosed are copies of two documents relating to a \$10,000.00 endowment given to St. Vincent's by the late Archbishop J. J. Cantwell.

This information was reviewed recently in an effort to update our documentation on charitable care funds, and we are concerned that the Chancery Office might not be aware that this is still available, since we have had no requests in recent years for its use.

We see no problem in meeting the restrictions as spelled out, but simply need some direction on how diocesan authority should be requested and obtained.

Since it is an endowment, only the interest earnings can be utilized. Although this will not be a substantial amount each year, there is an accumulated balance of nearly \$7,000.00 available, which could possibly be used to supplement the excellent health plan the Archdiocese offers. If so desired, it might be considered within the restrictions to apply this to outpatient services as well.

I will be happy to be of assistance in exploring this further with anyone whom you wish to designate.

Sincerely in Christ,

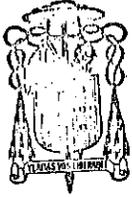
Sister Marjorie
Assistant Administrator

SM:mw

Enclosure

bcc: Sister Louise Marie

HA:ND
11/17/75



Archdiocese of Los Angeles and San Diego
100 West Second Street
Los Angeles, Cal.

December Twenty-Second
19 26.

Sister Mary Ann,
St. Vincent's Hospital,
Los Angeles, California.

Dear Sister Mary Ann:-

You will please find enclosed a check for Ten Thousand Dollars. The sending of this money is in accordance with my promise to you. It will doubtless be much more useful to you now than later on.

In sending you this money, it is to be understood that in the new hospital you will have a free-bed for a Priest. It is to be clearly understood that a free-bed does not include the medical attendance of a special physician, nor does it include nursing, apart from the general nursing that is given to every patient. The recipient of this free-bed will therefore, have to arrange for his own doctor apart from the regular medical attendance of your internes give, and will have to arrange for a private nurse.

I pray upon you and the community the blessing of a Happy Christmas.

Yours sincerely in Christ,

John Joseph
BISHOP
of

Los Angeles and San Diego.

John Joseph

Contract between The Right Reverend J. J. Cantwell, D. D.,
Bishop of Los Angeles and San Diego
and
St. Vincent's Hospital,
Los Angeles, California.

In consideration of the sum of \$10,000.00 as an Endowment
Fund received by

St. Vincent's Hospital,
Los Angeles, California

from

The Right Reverend J. J. Cantwell, D. D.,
Bishop of Los Angeles and San Diego,

St. Vincent's Hospital through its proper Officers agrees
to the following, to wit:

1. That said St, Vincent's Hospital maintain a
private room for one sick Priest of the Diocese;
2. That it furnish to any one Priest of the Diocese
occupying room, general nursing, board and the
services of the Resident Interne;
3. That the Endowment Fund will not cover the cost
of the services of a private Physician, extensive
Pathological tests, X-Ray Examinations or Surgical
Appliances;
4. That the exclusion of Mental, Contagious and
Tubercular Cases also apply to said room;
5. That admission to the hospital will depend upon
Diocesan authority.

Accepted and agreed to:

J. J. Cantwell
Bishop of Los Angeles and San Diego.

Richard P. ...
President of St. Vincent's Hospital,
Los Angeles, California.

Attest.