

Velva L. Price
District Clerk
Travis County
D-1-GN-18-001933
Irene Silva

NO. D-1-GN-18-001933

TEXAS DEPARTMENT OF INSURANCE §
VS. §
GRAND COURT ORDER OF CALANTHE §
IN THE DISTRICT COURT OF
TRAVIS COUNTY, TEXAS
250TH JUDICIAL DISTRICT

SPECIAL DEPUTY RECEIVER'S SUMMARY STATEMENT OF EXPENSES AND FINANCIAL REPORT FOR THE PERIOD ENDING FEBRUARY 29, 2020

COMES NOW, Resolution Oversight Corporation, Special Deputy Receiver under contract to the Permanent Receiver of the Grand Court Order of Calanthe, pursuant to TEX. INS. CODE ANN. §§443.015(g) and 443.016(a), and presents to this Court its *Summary Statement of Expenses and Financial Report for the Period Ending February 29, 2020* for the Grand Court Order of Calanthe.

Attached is the Summary Statement of Expenses for the quarter ending February 29, 2020. The Statement of Expenses includes the expenses of the Special Deputy Receiver, its approved sub-contractors, and an allocation of the expenses of the Texas Department of Insurance Rehabilitation & Liquidation Oversight. Also attached is the Financial Report for the quarter ending February 29, 2020.

Respectfully submitted,

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Austin, Texas 78734
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By: /s/ Rachel J. Stroud
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Attorneys the Special Deputy Receiver

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Statement of Expenses

For the Quarter Ending
2/29/20

	Dec	Jan	Feb	Total Quarter
SDR				
Resolution Oversight Corporation				
SDR	\$4,573.00	\$8,500.00	\$6,324.00	\$19,397.00
Estate Accountant	2,490.00	4,000.00	4,030.00	10,520.00
Estate Accountant Travel	0.00	60.00	30.00	90.00
Claims Adjuster	1,704.00	4,144.00	2,072.00	7,920.00
Clerical	3.50	84.00	45.50	133.00
Expenses	53.20	252.65	100.04	405.89
Total SDR Billing	8,823.70	17,040.65	12,601.54	38,465.89
SDR Subcontractors- Legal				
The Stroud Firm, PLLC				
Attorney	1,517.00	3,034.00	3,515.00	8,066.00
Paralegal	0.00	0.00	142.50	142.50
Expenses	0.00	0.00	0.00	0.00
Total Billing	1,517.00	3,034.00	3,657.50	8,208.50
Brian E. Riewe, PC				
Paralegal	76.00	0.00	0.00	76.00
Expenses	0.00	0.00	0.00	0.00
Total Billing	76.00	0.00	0.00	76.00
Total Legal Subcontractors	1,593.00	3,034.00	3,657.50	8,284.50
SDR Subcontractors- Other				
Emkay Associates				
IT Representative	513.00	142.50	864.50	1,520.00
Expenses	0.00	0.00	0.00	0.00
Total Other SDR Subcontractors	513.00	142.50	864.50	1,520.00
Receivership Service Providers				
Non-Subcontractor Fees & Expenses	850.00	850.00	850.00	2,550.00
Other Expenses	151.50	151.50	151.50	454.50
Bank Fees				
Chase SDR operating account	0.00	0.00	29.61	29.61
Texas Treasury	46.94	23.16	22.94	93.04
Total Receivership Service Providers	1,048.44	1,024.66	1,054.05	3,127.15
Subtotal SDR, Subcontractor & Provider Expenses				
Subtotal SDR, Subcontractor & Provider Expenses	11,978.14	21,241.81	18,177.59	51,397.54
Liquidation Oversight Allocation				
RLO Allocation	0.00	0.00	0.00	0.00
Special Master's Fees	0.00	100.00	40.00	140.00
Total Liquidation Oversight & Special Master Expense	0.00	100.00	40.00	140.00
Total Expenses	\$11,978.14	\$21,341.81	\$18,217.59	\$51,537.54

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Statement of Net Assets

2/29/20

Line		2/29/20
Cash		
1	Cash	
	Cash- Unrestricted	488,213
	APF Funds (Loan proceeds)	290,000
Investments		
2	Short-Term Investments	
3	Bonds	0
4	Stocks- Preferred & Common	
5	Investments in Subsidiaries, Controlled or Affiliated Entities	
6	Mortgage Loans	
7	Real Estate	0
8	Policy Loans	
9	Other Invested Assets	
Restricted Assets		
10	Statutory Deposits	
11	Funds held by or deposited with Reinsured Companies	
12	Restricted- Other	
Reinsurance Receivables		
13	Reinsurance Recoverables on Paid Losses & LAE (net of allowance)	
14	Reinsurance Recoverables on Unpaid Losses & LAE (net of allowance)	
15	Reinsurance Recoverables on UEP & Contingent Commissions	
Other Receivables		
16	Salvage & Subrogation Recoveries	
17	Premiums Due from Agents & Policyholders	178
18	Receivable from Parents, Subsidiaries & Affiliates	
19	Receivable from Guaranty Associations- Early Access Payments	
20	Other Receivables	
Other Assets		
21	FF&E	
22	Other Assets	
	EDP equipment	300
	Total Assets	778,691

NOTES

Ref No.

3, 7 Net of a 100% valuation allowance.

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Changes in Net Assets

For the Quarter Ending
2/29/20

Line		Assets at 11/30/19	Assets at 2/29/20	Change
Cash				
1	Cash			
	Cash- Unrestricted	554,339	488,213	(66,126)
	APF Funds (Loan proceeds)	290,000	290,000	0
Investments				
2	Short-Term Investments			0
3	Bonds	0	0	0
4	Stocks- Preferred & Common			0
5	Investments in Subsidiaries, Controlled or Affiliated Entities			0
6	Mortgage Loans			0
7	Real Estate	0	0	0
8	Policy Loans			0
9	Other Invested Assets			0
Restricted Assets				
10	Statutory Deposits			0
11	Funds held by or deposited with Reinsured Companies			0
12	Restricted- Other			0
Reinsurance Receivables				
13	Reinsurance Recoverables on Paid Losses & LAE (net of allowance)			0
14	Reinsurance Recoverables on Unpaid Losses & LAE (net of allowance)			0
15	Reinsurance Recoverables on UEP & Contingent Commissions			0
Other Receivables				
16	Salvage & Subrogation Recoveries			0
17	Premiums Due from Agents & Policyholders	1,651	178	(1,473)
18	Receivable from Parents, Subsidiaries & Affiliates			0
19	Receivable from Guaranty Associations- Early Access Payments			0
20	Other Receivables			0
Other Assets				
21	FF&E			0
22	Other Assets			
	EDP equipment	300	300	0
	Total Assets	846,290	778,691	(67,599)

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Statement of Net Liabilities

2/29/20

Line		2/29/20
1	Secured Claims	
2	APF Loan	290,000
3	Special Deposit Claims	
Administrative Claims- Class 1		
4	Administrative Claims- State/Receiver	
	Special Deputy Receiver, Subcontractors Fees & Expenses	18,125
	Liquidation Oversight	0
	Special Master's Fees	40
5	Administrative Claims- Guaranty Associations	
	Administrative Expense Paid	
	Administrative Expense Reserves	
6	LAE- Guaranty Associations	
	LAE Paid	
	LAE Reserves	
Policy Claims- Class 2		
7	Loss Claims- Guaranty Associations	
	Loss Claims Paid	
	Loss Claims Reserves	
8	Loss Claims- Other	
	Other Loss Claims Paid	
	Other Loss Claims Reserves	940,797
9	LAE- Other	
10	Unearned & Advance Premium Claims- GA	
11	Unearned & Advance Premium Claims- Other	
Other Liabilities		
12	Class 3 Claims	
13	Class 4 Claims	
14	Class 5 General Unsecured Creditor Claims	
15	Class 5 Reinsurance Related Unsecured Claims	
16	Class 6 Claims	
17	Class 7 Claims	
18	Class 8 Claims	
19	Class 9 Claims	
20	Class 10 Interest	
21	Class 11 Claims	
22	Other Liabilities	
	Total Liabilities	1,248,962
23	Total Equity (Deficit)/ Excess (Deficiency) of Assets over Liabilities	(470,271)
	Total Liabilities & Equity	778,691

NOTES

All amounts recorded based on determined claims unless otherwise specified
Ref. No.

Determinations have not been made on any of the liabilities reported,
except lines 2 and 4.

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Changes in Net Liabilities

For the Quarter Ending
2/29/20

Line		Liabs at 11/30/19	Liabs at 2/29/20	Change
1	Secured Claims			0
2	APF Loan	290,000	290,000	0
3	Special Deposit Claims			0
Administrative Claims- Class 1				
4	Administrative Claims- State/Receiver			
	Special Deputy Receiver, Subcontractors Fees & Expenses	23,247	18,125	(5,122)
	Liquidation Oversight			0
	Special Master's Fees	60	40	(20)
5	Administrative Claims- Guaranty Associations			
	Administrative Expense Paid			0
	Administrative Expense Reserves			0
6	LAE- Guaranty Associations			
	LAE Paid			0
	LAE Reserves			0
Policy Claims- Class 2				
7	Loss Claims- Guaranty Associations			
	Loss Claims Paid			0
	Loss Claims Reserves			0
8	Loss Claims- Other			
	Other Loss Claims Paid			0
	Other Loss Claims Reserves	959,954	940,797	(19,157)
9	LAE- Other			0
10	Unearned & Advance Premium Claims- GA			0
11	Unearned & Advance Premium Claims- Other			0
Other Liabilities				
12	Class 3 Claims			0
13	Class 4 Claims			0
14	Class 5 General Unsecured Creditor Claims			0
15	Class 5 Reinsurance Related Unsecured Claims			0
16	Class 6 Claims			0
17	Class 7 Claims			0
18	Class 8 Claims			0
19	Class 9 Claims			0
20	Class 10 Interest			0
21	Class 11 Claims			0
22	Other Liabilities			0
	Total Liabilities	1,273,261	1,248,962	(24,299)
23	Total Equity (Deficit)/ Excess (Deficiency) of Assets over Liabilities	(426,971)	(470,271)	(43,300)
	Total Liabilities & Equity	846,290	778,691	(67,599)

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Sources & Uses of Cash

For the Quarter Ending
2/29/20

	Qtr Ending Feb-20
Income	
Premium Receipts	4,427
Agents' Balances Received	0
Reinsurance Recoveries	0
Salvage & Subrogation Recoveries	0
Affiliates Recovery	0
Settlement/Litigation Recovery	0
Other Receipts	0
Sale of Real & Personal Property	0
Investment Sales/Receipts	0
Other Asset Receipts	0
Total Receipts from Assets/Receivables	4,427
Interest & Dividend Receipts, EA Interest	0
Cash Deposit Interest	2,841
Total Cash Receipts	7,268
Disbursements for Operations	
SDR Fees & Expenses	39,132
Subcontractor Legal Fees & Expenses	13,306
Subcontractor Other Fees & Expenses	912
Non-Subcontractor Fees & Expenses	2,550
Other Disbursements	620
RLO Fees & Expenses	160
Total Disbursements for Operations	56,680
Cash Distributions	
Loss Claims & LAE Expense Payments	16,714
Early Access Payments- GA	0
Refunds & Other Distributions	0
Total Cash Distributions	16,714
Total Cash Disbursements & Distributions	73,394
APF Loan Proceeds (Repayment)	
Net Increase (Decrease) in Cash	(66,126)
Cash at Beginning of Period	844,339
Cash at End of Period	778,213