

Velva L. Price
District Clerk
Travis County
D-1-GN-18-001933
Adrian Rodriguez

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 NOVEMBER 30, 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 §§443.015(g) and 443.016(a), and presents to this Court its *Summary Statement of Expenses and Financial Report for the Period Ending November 30, 2020* for the Grand Court Order of Calanthe.

Attached is the Summary Statement of Expenses for the quarter ending November 30, 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 November 30, 2020.

Respectfully submitted,

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By: /s/ Rachel J. Stroud
Rachel J. Stroud
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Attorneys the Special Deputy Receiver

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been served on all interested parties in accordance with the Texas Rules of Civil Procedure and Tex. Ins. Code § 443.007(d) this 15th day of December, 2020.

Mr. Tom Collins, Special Master
Texas Department of Insurance
333 Guadalupe, Tower III, 5th Fl., MC-305-1D
Austin, Texas 78701
Email: specialmasterclerk@tdi.texas.gov

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Ms. Kathy Gartner
Mr. James Kennedy
Mr. David Wheelus
Texas Department of Insurance
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Ms. Sharon Williams
United States Department of Justice
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Via Email: sharon.williams@usdoj.gov

/s/ Rachel J. Stroud
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GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Statement of Expenses

For the Quarter Ending
11/30/20

	Sep	Oct	Nov	Total Quarter
SDR				
Resolution Oversight Corporation				
SDR	\$8,806.00	\$6,562.00	\$5,746.00	\$21,114.00
Estate Accountant	2,700.00	4,230.00	3,950.00	10,880.00
Estate Accountant Travel	0.00	30.00	0.00	30.00
Claims Adjuster	2,936.00	2,848.00	3,848.00	9,632.00
Clerical	3.50	38.50	98.00	140.00
Expenses	73.85	1,112.98	84.29	1,271.12
Total SDR Billing	14,519.35	14,821.48	13,726.29	43,067.12
SDR Subcontractors- Legal				
The Stroud Firm, PLLC				
Attorney	2,830.50	1,646.50	3,681.50	8,158.50
Paralegal	494.00	361.00	446.50	1,301.50
Expenses	29.40	26.70	0.00	56.10
Total Legal Subcontractors	3,353.90	2,034.20	4,128.00	9,516.10
SDR Subcontractors- Other				
Emkay Associates				
IT Representative	1,064.00	1,985.50	1,444.00	4,493.50
Expenses	44.00	44.00	44.00	132.00
Total Other SDR Subcontractors	1,108.00	2,029.50	1,488.00	4,625.50
Receivership Service Providers				
Non-Subcontractor Fees & Expenses	850.00	0.00	0.00	850.00
Other Expenses	151.50	148.00	175.06	474.56
Bank Fees				
Chase SDR operating account	64.17	87.41	56.40	207.98
Texas Treasury	20.35	19.79	0.00	40.14
Total Receivership Service Providers	1,086.02	255.20	231.46	1,572.68
Subtotal SDR, Subcontractor & Provider Expenses				
Subtotal SDR, Subcontractor & Provider Expenses	20,067.27	19,140.38	19,573.75	58,781.40
Liquidation Oversight Allocation				
RLO Allocation	0.00	0.00	0.00	0.00
Special Master's Fees	0.00	0.00	0.00	0.00
Total Liquidation Oversight & Special Master Expense	0.00	0.00	0.00	0.00
Total Expenses	\$20,067.27	\$19,140.38	\$19,573.75	\$58,781.40

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Statement of Net Assets

11/30/20

Line	11/30/20	
Cash		
1	Cash	
	Cash- Unrestricted	306,162
	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	
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	
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	
	Total Assets	596,162

NOTES

Ref No.

3 Net of a 100% valuation allowance.

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Changes in Net Assets

For the Quarter Ending
11/30/20

Line		Assets at 8/31/20	Assets at 11/30/20	Change
Cash				
1	Cash			
	Cash- Unrestricted	360,984	306,162	(54,822)
	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
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			
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	312	0	(312)
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	0	(300)
	Total Assets	651,596	596,162	(55,434)

GRAND COURT ORDER OF CALANTHE IN RECEIVERSHIP
Statement of Net Liabilities

11/30/20

Line		11/30/20
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	19,518
	Liquidation Oversight	
	Special Master's Fees	
5	Administrative Claims- Guaranty Associations	
	Administrative Expense Paid	122,694
	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	900,316
8	Loss Claims- Other	
	Other Loss Claims Paid	
	Other Loss Claims Reserves	
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	1,332,528
23	Total Equity (Deficit)/ Excess (Deficiency) of Assets over Liabilities	(736,366)
	Total Liabilities & Equity	596,162

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
11/30/20

Line		Liabs at 8/31/20	Liabs at 11/30/20	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	8,373	19,518	11,145
	Liquidation Oversight			0
	Special Master's Fees	60	0	(60)
5	Administrative Claims- Guaranty Associations			
	Administrative Expense Paid	0	122,694	122,694
	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	900,316	900,316
8	Loss Claims- Other			
	Other Loss Claims Paid			0
	Other Loss Claims Reserves	930,100	0	(930,100)
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	1,228,533	1,332,528	103,995
23	Total Equity (Deficit)/ Excess (Deficiency) of Assets over Liabilities	(576,937)	(736,366)	(159,429)
	Total Liabilities & Equity	651,596	596,162	(55,434)

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

For the Quarter Ending
11/30/20

	Qtr Ending Nov-20
Income	
Premium Receipts	337
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	337
Interest & Dividend Receipts, EA Interest	0
Cash Deposit Interest	50
Total Cash Receipts	387
Disbursements for Operations	
SDR Fees & Expenses	35,645
Subcontractor Legal Fees & Expenses	5,787
Subcontractor Other Fees & Expenses	3,135
Non-Subcontractor Fees & Expenses	1,700
Other Disbursements	1,369
RLO Fees & Expenses	60
Total Disbursements for Operations	47,696
Cash Distributions	
Loss Claims & LAE Expense Payments	7,513
Early Access Payments- GA	0
Refunds & Other Distributions	0
Total Cash Distributions	7,513
Total Cash Disbursements & Distributions	55,209
APF Loan Proceeds (Repayment)	0
Net Increase (Decrease) in Cash	(54,822)
Cash at Beginning of Period	650,984
Cash at End of Period	596,162