

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Florida Transportation Builders' Association in Liquidation
Statement of Affairs
As of December 31, 2010

	<u>Estimated Realizable Value</u>
ASSETS	
Pooled Cash Due from the Admin Fund	\$3,061,303.52
Accrued Interest Receivable	1,480.11
Reinsurance Recoverable	4,322,197.08
Allowance Reinsurance Recoverable	(2,040,721.00)
Advance to Guaranty Associations	<u>44,910,644.49</u>
Total Assets	<u><u>\$50,254,904.20</u></u>

LIABILITIES	
Administrative Claims (Class 1)	
- Guaranty Associations	5,578,240.46
Loss Claims (Class 2)	
- Guaranty Associations	73,721,112.83
Unearned Premium Claims	
under Non-assessable Policies (Class 3)	
- Other	566,807.42
Federal Government Claims (Class 4)	54,282.51
Employee Claims (Class 5)	1,011,916.84
General Creditor Claims (Class 6)	
- Other	431,523.79
State & Local Government Claims (Class 7)	30,887.09
Late Filed Claims (Class 8)	<u>38,801.22</u>
Total Liabilities	<u>\$81,433,572.16</u>

EQUITY	
Contributed Equity - State of Florida	503,244.81
Estate Equity	<u>(31,681,912.77)</u>
Excess (Deficiency) of Assets over Liabilities	<u>(\$31,178,667.96)</u>
Total Liabilities and Equity	<u><u>\$50,254,904.20</u></u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Florida Transportation Builders' Association in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through December 31, 2010

	Fiscal Year to Date	Since Date of Liquidation
CASH RECEIPTS		
Premium Collections	\$375.00	\$1,086,589.46
Assessment Recoveries	0.00	1,397.30
Reinsurance Recoveries	2,568,922.68	18,796,659.57
Agents' Balances Recoveries	0.00	34.75
Subrogation and Salvage Recoveries	0.00	531,895.55
Litigation Recoveries	0.00	1,318,647.45
SDTF Reimbursements	0.00	3,414,706.90
Tax Recoveries	0.00	1,283,502.89
Other Collections / Recoveries	2,907.15	1,298,125.05
Mortgage Principal Recovery	0.00	1,237,410.62
Mortgage Interest Income	0.00	242,668.84
Receipts Before Investment Activities	2,572,204.83	29,211,638.38
Interest and Dividend Receipts	18,526.22	4,555,399.91
Sale of Short Term Investment	0.00	3,695,706.53
Sale of Long Term Investment	0.00	11,120,315.91
Receipts From Investment Activities	18,526.22	19,371,422.35
Total Cash Receipts	2,590,731.05	48,583,060.73
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	2,560.38	2,965,219.18
Salaries and Fringe Benefits	4,241.09	1,619,442.10
Employee Welfare	933.14	36,832.01
Travel Expenses	637.10	16,556.84
Admin Expenses	1,112.45	1,175,518.50
Equipment and Furniture Expenses	3,975.42	214,782.11
Rent, Building and Equipment	15,790.40	474,991.25
Taxes	0.00	462.52
Disbursements	29,249.98	6,503,804.51
Distributions		
Secured Claims	0.00	92,083.88
Claims-Other	0.00	42,010.11
Early Access-Guaranty Associations	3,000,000.00	44,910,644.49
Total Distributed	3,000,000.00	45,044,738.48
Disbursements & Distributions Before Investment Activities	3,029,249.98	51,548,542.99
Financial Expenses	589.26	112,860.48
Disbursements for Investment Activities	589.26	112,860.48
Total Cash Disbursements & Distributions	3,029,839.24	51,661,403.47
Net Increase (Decrease) in Cash	(439,108.19)	(3,078,342.74)
Beginning Cash Balance:		
Beginning Cash	3,500,411.71	6,139,646.26
Adjustments to Beginning Cash	0.00	0.00
Adjusted Beginning Cash Balance	3,500,411.71	6,139,646.26

The accompanying notes & schedules are an integral part of these financial statements
UNAUDITED

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Florida Transportation Builders' Association in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through December 31, 2010**

	<u>Fiscal Year to Date</u>	<u>Since Date of Liquidation</u>
Ending Cash Balance	\$3,061,303.52	\$3,061,303.52

The accompanying notes & schedules are an integral part of these financial statements
UNAUDITED

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
FTBA Mutual, Inc. in Liquidation
Schedule of Accrued Interest Receivable
For the Six Months Months Ended December 31, 2010

Accrued Interest Receivable

Due from	Account	Balance 7/1/10	Accrued	Received	Balance 12/31/10
State Treasury	SPIA, 4-20-0-010000-00000	6,997.69	13,913.38	(19,430.96)	1,480.11

Totals:	6,997.69	13,913.38	(19,430.96)	1,480.11
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Florida Department of Financial Services, Division of Rehabilitation and Liquidation
FTBA Mutual, Inc. in Liquidation
Schedule of Reinsurance Recoverables - Net of Allowance
For the Six Months Ended December 31, 2010

Reinsurance Recoverables

Recovery Agent	Balance 07/01/2010	Billed	Recovered	Adjustments	Balance 12/31/2010
Ormond	5,849,243.32	1,338,520.36	(2,865,566.60)	0.00	4,322,197.08
Total	5,849,243.32	1,338,520.36	(2,865,566.60)	0.00	4,322,197.08

Allowance Reinsurance

Recovery Agent	Balance 07/01/2010	Increases	Decreases	Balance 12/31/2010
Ormond	(2,040,721.00)	0.00	0.00	(2,040,721.00)
Total	(2,040,721.00)	0.00	0.00	(2,040,721.00)

Reinsurance Recoverables - Net of Allowance

2,281,476.08

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
FTBA Mutual, Inc. in Liquidation
Schedule of Advance to Guaranty Associations
For the Six Months Months Ended December 31, 2010

Advance To Guaranty Associations

Description	Balance 7/1/10	Advanced	Adjustments	Balance 12/31/10
Florida Workers Compensation Insurance Guaranty Association	41,910,644.49	3,000,000.00	0.00	44,910,644.49

Totals: 41,910,644.49 3,000,000.00 0.00 44,910,644.49

Florida Department of Financial Services, Division of Rehabilitation and Liquidation

FTBA Mutual, Inc. in Liquidation Notes to Financial Statements

Dated December 31, 2010

1. **Estate Information.** FTBA Mutual, Inc. was a workers compensation company domiciled in Florida and placed in liquidation on January 3, 2000.
2. **Basis of Presentation.** The accompanying financial statements have been prepared on the liquidation basis of accounting using a fiscal year of July 1, 2010 through June 30, 2011. The assets are stated at their estimated realizable values, while the liabilities are stated at their ultimate (gross filed) amounts and are periodically adjusted as evaluated, adjudicated and/or paid. In addition, the statements do not provide accruals for future administrative costs to liquidate the estate or costs to pursue or litigate claims against others.
3. **Unaudited.** The accompanying financial statements have not been audited by an independent certified public accountant and no opinion is expressed on their compliance with generally accepted accounting principles.
4. **Statement Format Changes.** On July 1, 2001, the Receiver converted accounting systems, which resulted in the historical accounting data being presented differently in this set of financial statements than the previously prepared statements for this estate. Because the new system uses a more detailed chart-of-accounts and summarizes data into categories different than previously used, the 'Since Date of Liquidation' column of historical data on the 'Statement of Cash Receipts and Disbursements' may not correspond directly to previous statement presentations. Users of this "Liquidation to-date" information should solicit additional information from the Receiver before making assumptions about the data.
5. **Pooled Investments.** The majority of the invested assets of the estates are combined into two main pooled accounts: the Receiver's operating account held at the Bank of America and the Special Purpose Investment Account held at the State of Florida Treasury. Each estate's share of the pooled investments is presented on the accompanying financial statements as "Pooled Cash Due from the Admin Fund".
6. **Reinsurance.** Reinsurance receivables have resulted from losses that have been paid and billed to the reinsurer(s). The financial statements reflect the gross amount of the billed losses less an allowance for any receivable(s) currently considered to be uncollectible. The receivable amount may include paid losses that are ceded to one or more reinsurance contracts being collected on behalf of the Receiver by an intermediary.
7. **Advance to Guaranty Association(s).** Represents funds advanced to guaranty associations for the payment of covered claims and expenses. The guaranty association is obligated to promptly return any or all of these funds if the Receiver determines that repayment of claims of equal or superior priority is necessary.
8. **Claims.** Unless otherwise noted, the Statement of Affairs contains claim liabilities by priority class pursuant to 631.271, Florida Statutes. Unless otherwise stated, the claim liabilities reported are gross filed, unadjudicated, and have not been reduced by any early access payments from the Florida Receiver. Claims liability numbers are based upon information and documentation provided to the Receiver as of September 30, 2010.
 - The claims evaluation process has been completed. Class I and Class II claims are the only classes of claims evaluated. All other classes of claims were reported as gross filed.
 - The claims evaluation process has been completed.
 - The 1st Interim Claims Report was filed with the court on August 21, 2008. The objection deadline was September 30, 2008.
 - Four objections were filed with the courts. All four objections have been resolved.
 - The Final Claims Report has been submitted to Estate Management for audit and approval.
9. **Contributed Equity – State of Florida.** The Receiver will, from time to time, expend public funds to carry out certain duties during the course of liquidating an insurance company. The Division accounts for these expenditures as a contribution of equity by the State.
10. **Excess (Deficiency) of Assets over Liabilities.** The excess or (deficiency) represents the estimated realizable value of assets after deducting the current estimate of liabilities. This excess or (deficiency) does not take into consideration any estimates for future administrative costs to liquidate the estate or costs to pursue or litigate claims against others.