

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Senior Citizens Mutual Insurance Co. in Liquidation**  
**Statement of Affairs**  
**As of March 31, 2009**

	<u>Estimated Realizable Value</u>
<b>ASSETS</b>	
Pooled Cash Due from the Admin Fund	\$3,372,987.71
Short Term Investments-Restricted	1,992,284.50
Accrued Interest Receivable	7,130.37
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Total Assets	<u><u>\$5,372,402.58</u></u>

<b>LIABILITIES</b>	
Secured Claims	1,992,284.50
Administrative Claims (Class 1)	
- Guaranty Associations	3,590.19
Loss Claims (Class 2)	
- Guaranty Associations	570.60
- Other	1,751.11
Unearned Premium Claims under Non-assessable Policies (Class 3)	
- Guaranty Associations	63,018.00
- Other	136,716.95
Federal Government Claims (Class 4)	3,729.06
Employee Claims (Class 5)	1,971,642.53
General Creditor Claims (Class 6)	
- Other	9,695,653.42
State & Local Government Claims (Class 7)	21,841.85
Shareholder Claims (Class 10)	15,601.75
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Total Liabilities	\$13,906,399.96

<b>EQUITY</b>	
Contributed Equity - State of Florida	35,583.19
Estate Equity	(8,569,580.57)
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Excess (Deficiency) of Assets over Liabilities	(\$8,533,997.38)
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Total Liabilities and Equity	<u><u>\$5,372,402.58</u></u>

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Senior Citizens Mutual Insurance Co. in Liquidation**  
**Statement of Cash Receipts and Disbursements**  
**From the Date of Liquidation through March 31, 2009**

	Fiscal Year to Date	Since Date of Liquidation
<b>CASH RECEIPTS</b>		
Premium Collections	\$0.00	\$4,304.91
Agents' Balances Recoveries	0.00	2,940.54
Litigation Recoveries	1,000.00	1,000.00
Tax Recoveries	0.00	18,781.10
Other Collections / Recoveries	110.48	22,000.02
Sale of Personal Property Inventory	1.92	35,951.92
Receipts Before Investment Activities	1,112.40	84,978.49
Interest and Dividend Receipts	71,503.97	527,455.84
Sale of Short Term Investment	0.00	2,877,393.40
Sale of Long Term Investment	0.00	340,622.24
Receipts From Investment Activities	71,503.97	3,745,471.48
<b>Total Cash Receipts</b>	<b>72,616.37</b>	<b>3,830,449.97</b>
<b>CASH DISBURSEMENTS &amp; DISTRIBUTIONS</b>		
Professional Fees and Expenses	12,583.70	200,121.16
Salaries and Fringe Benefits	67,816.57	565,761.75
Employee Welfare	66.54	961.93
Travel Expenses	59.81	16,104.31
Admin Expenses	277.35	15,252.75
Equipment and Furniture Expenses	426.72	3,571.64
Rent, Building and Equipment	2,394.91	24,578.09
Taxes	0.00	0.68
Disbursements	83,625.60	826,352.31
Disbursements & Distributions Before Investment Activities	83,625.60	826,352.31
Financial Expenses	3,140.07	14,654.51
Purchase Short Term Investment	0.00	343,032.42
Disbursements for Investment Activities	3,140.07	357,686.93
<b>Total Cash Disbursements &amp; Distributions</b>	<b>86,765.67</b>	<b>1,184,039.24</b>
<b>Net Increase (Decrease) in Cash</b>	<b>(14,149.30)</b>	<b>2,646,410.73</b>
<b>Beginning Cash Balance:</b>		
Beginning Cash	3,387,137.01	689,374.04
Adjustments to Beginning Cash	0.00	37,202.94
<b>Adjusted Beginning Cash Balance</b>	<b>3,387,137.01</b>	<b>726,576.98</b>
<b>Ending Cash Balance</b>	<b>3,372,987.71</b>	<b>3,372,987.71</b>

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

**UNAUDITED**

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Senior Citizens Mutual Insurance Co. in Liquidation**  
**Schedule of Short Term Investments**  
**For the Nine Months Ended March 31, 2009**

**Short Term Investments-Restricted**

<b>Description</b>	<b>Balance 7/1/08</b>	<b>Amortized Interest</b>	<b>Sales/ Reclassifications</b>	<b>Balance 3/31/09</b>
PESLIC - Funds Held in Money Market	1,697,651.13	0.00	(624,939.63)	1,072,711.50
Swiss Re - Funds Held in Money Market	1,914,466.00	0.00	(994,893.00)	919,573.00
Totals:	<u>3,612,117.13</u>	<u>0.00</u>	<u>(1,619,832.63)</u>	<u>1,992,284.50</u>

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Senior Citizens Mutual Insurance Co. in Liquidation**  
**Schedule of Accrued Interest Receivable**  
**For the Nine Months Ended March 31, 2009**

**Accrued Interest Receivable**

<b>Description</b>		<b>Balance 7/1/08</b>	<b>Accrued</b>	<b>Received</b>	<b>Balance 3/31/09</b>
State Treasury	SPIA, 4-20-0-010000-00000	9,811.58	75,050.65	(77,731.86)	7,130.37
<b>Totals:</b>		<u>9,811.58</u>	<u>75,050.65</u>	<u>(77,731.86)</u>	<u>7,130.37</u>

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Senior Citizens Mutual Insurance Co. in Liquidation**  
**Schedule of Secured Claims**  
**For the Nine Months Ended March 31, 2009**

**Secured Claims Against Estate**

<b>Description</b>	<b>Balance 7/1/08</b>	<b>Received</b>	<b>Interest</b>	<b>Adjustments</b>	<b>Balance 3/31/09</b>
PESLIC - Funds Held in Money Market	1,697,651.13	0.00	0.00	(624,939.63)	1,072,711.50
Swiss Re - Funds Held in Money Market	1,914,466.00	0.00	0.00	(994,893.00)	919,573.00
<b>Totals:</b>	<b>3,612,117.13</b>	<b>0.00</b>	<b>0.00</b>	<b>(1,619,832.63)</b>	<b>1,992,284.50</b>

**Florida Department of Financial Services, Division of Rehabilitation  
and Liquidation  
Senior Citizens Mutual  
Insurance Co. in Liquidation  
Notes to Financial Statements**

**Dated March 31, 2009**

1. **Estate Information.** Senior Citizens Mutual Insurance Co. was a company domiciled in Florida and placed in liquidation on June 1, 2005.
2. **Basis of Presentation.** The accompanying financial statements have been prepared on the liquidation basis of accounting using a fiscal year of July 1, 2008 through June 30, 2009. 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. **Short Term Investments - Restricted.** The investments are stated at fair value, which approximates market value. Market values are those provided by the depository trust institution in possession of the securities at the balance sheet date or through brokerage institutions. Where market values are not readily determinable, market value represents management's best estimate of the investments' fair value. These investments represent funds held by reinsurance companies as collateral pursuant to contract.
7. **Secured Claims.** The secured claims consist of funds held by reinsurance companies as collateral for reinsurance contracts.
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 December 31, 2008.
  - Proof of claim forms have been mailed to all known claimants.
9. **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.
10. **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.