

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Senior Citizens Mutual Insurance Co. in Liquidation
Statement of Affairs
As of December 31, 2013

	<u>Estimated Realizable Value</u>
ASSETS	
Cash-Distribution	\$112.01
Pooled Cash Due from the Admin Fund	2,423,469.07
Pooled Cash Reserved for Distributions	1,445.00
Accrued Interest Receivable	<u>1,660.42</u>
Total Assets	<u><u>\$2,426,686.50</u></u>
LIABILITIES	
Distribution Liability	1,445.00
Shareholder Claims (Class 11)	1.00
Total Liabilities	<u>\$1,446.00</u>
EQUITY	
Contributed Equity - State of Florida	54,351.55
Estate Equity	<u>2,370,888.95</u>
Excess (Deficiency) of Assets over Liabilities	<u>\$2,425,240.50</u>
Total Liabilities and Equity	<u><u>\$2,426,686.50</u></u>

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
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through December 31, 2013

	Fiscal Year to Date	Since Date of Liquidation
CASH RECEIPTS		
Premium Collections	\$0.00	\$4,304.91
Reinsurance Recoveries	5,000.00	5,000.00
Agents' Balances Recoveries	0.00	2,940.54
Litigation Recoveries	0.00	79,750.02
Tax Recoveries	0.00	18,781.10
Other Collections / Recoveries	0.53	22,721.68
Sale of Personal Property Inventory	0.00	35,951.92
Receipts Before Investment Activities	5,000.53	169,450.17
Interest and Dividend Receipts	14,763.61	895,921.82
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	14,763.61	4,113,937.46
Total Cash Receipts	19,764.14	4,283,387.63
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	374.58	228,747.60
Salaries and Fringe Benefits	35,998.89	742,916.39
Employee Welfare	50.64	1,430.59
Travel Expenses	21.34	16,486.40
Admin Expenses	112.79	16,814.70
Equipment and Furniture Expenses	549.94	6,617.66
Rent, Building and Equipment	1,816.79	38,265.78
Taxes	0.11	3.00
Disbursements	38,925.08	1,051,282.12
Distributions		
Administrative Claims (Class 1)	0.00	3,995.73
Loss Claims (Class 2)	0.00	2,312.85
Unearned Premium-Non-Assessable Policies Claims (Class 3)	0.00	91,358.18
Federal Government Claims (Class 4)	234.23	234.23
General Creditors Claims (Class 6)	1,048,065.67	1,048,065.67
Government Claims (Class 7)	9,540.00	9,540.00
Total Distributed	1,057,839.90	1,155,506.66
Disbursements & Distributions Before Investment Activities	1,096,764.98	2,206,788.78
Financial Expenses	2,119.43	35,117.33
Purchase Short Term Investment	0.00	343,032.42
Disbursements for Investment Activities	2,119.43	378,149.75
Total Cash Disbursements & Distributions	1,098,884.41	2,584,938.53
Net Increase (Decrease) in Cash	(1,079,120.27)	1,698,449.10
Beginning Cash Balance:		
Beginning Cash	3,504,146.35	689,374.04
Adjustments to Beginning Cash	0.00	37,202.94
Adjusted Beginning Cash Balance	3,504,146.35	726,576.98
Ending Cash Balance	2,425,026.08	2,425,026.08

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Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Senior Citizens Mutual Insurance Co. in Liquidation
Schedule of Cash - Distribution
For the Six Months Ended December 31, 2013

Cash Distribution

Description	Balance 7/1/13	Funding/Voids	Interest	Distributions/Reissues	Balance 12/31/13
Distribution - Bank of America	0.00	1,057,839.90	112.01	(1,057,839.90)	112.01
Totals:	<u>0.00</u>	<u>1,057,839.90</u>	<u>112.01</u>	<u>(1,057,839.90)</u>	<u>112.01</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 Six Months Ended December 31, 2013

Accrued Interest Receivable

Description		Balance 7/1/13	Accrued	Received	Balance 12/31/13
State Treasury	SPIA, 4-20-0-010000-00000	3,860.99	12,834.17	(15,034.74)	1,660.42
Totals:		<u>3,860.99</u>	<u>12,834.17</u>	<u>(15,034.74)</u>	<u>1,660.42</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Senior Citizens Mutual Insurance Co. in Liquidation
Schedule of Distribution Liability
For the Six Months Ended December 31, 2013

Distribution Liability

Description	Balance 7/1/13	Adjustments	Balance 12/31/13
Unreleased/unissued distributions amounts	0.00	1,445.00	1,445.00
Totals:	<u>0.00</u>	<u>1,445.00</u>	<u>1,445.00</u>

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

Dated December 31, 2013

1. **Estate Information.** Senior Citizens Mutual Insurance Co. was a property and casualty company domiciled in Florida and placed in liquidation on June 1, 2005.
2. **Basis of Presentation.** The accompanying financial statements have been prepared on a modified cash basis of accounting using a fiscal year of July 1, 2013 through June 30, 2014. The assets are stated at their estimated realizable values, while the liabilities are stated at their gross filed amounts and are periodically adjusted as evaluated, adjudicated and/or paid. Interest is accrued and reinsurance receivables are only posted when billed to reinsurers. In addition, the statements do not provide accruals for all future administrative expenses 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".

"Pooled Cash Reserved for Distributions" is a segregated amount of Pooled Cash that represents the remaining amount of Pooled Cash reserved for a court authorized distribution(s) that has not been released or reissued.
6. **Cash – Distribution.** Represents interest earned on the distribution account.
7. **Distribution Liability.** Represents the remaining liability for a court authorized distribution(s) that has not been released because the Receiver does not have a good mailing address for the claimant or does not have a completed W9 from the claimant
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, un-adjudicated, and have not been reduced by any early access payments from the Florida Receiver. Claim liability numbers are based upon information and documentation provided to the Receiver as of September 30, 2013.
 - All claims except Class XI shareholder claims have been adjudicated and are reported net of authorized distributions.
 - A 100% claims distribution for Class I, Class II and Class III claims was authorized on December 21, 2012.
 - A 100% claims distribution for Class IV, Class VI and Class VII claims was authorized on September 11, 2013.
 - Pursuant to Section 631.271(1) (k), Florida Statutes 2012, all shareholder claims are now classified as Class XI claims. The Receiver's interpretation of the applicable statutes may be subject to judicial review.
 - There is one pending Class XI shareholder filed claim with an unknown value at this time.

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Notes to Financial Statements**

Dated December 31, 2013

9. **Interest Distribution.** Section 631.271, Florida Statutes was revised in 2012 to expressly authorize the payment of interest to all other claimants prior to the payment of any shareholder claims. This estate is impacted by this statutory revision. The receiver's proposed interpretation of this law is under consideration in the Receivership court.
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.
11. **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.