

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Senior Citizens Mutual Insurance Co. in Liquidation
Statement of Affairs
As of September 30, 2015

	<u>Estimated Realizable Value</u>
ASSETS	
Pooled Cash Due from the Admin Fund	\$2,261,976.13
Pooled Cash Reserved for Unclaimed Property	1,445.00
Accrued Interest Receivable	<u>2,431.96</u>
Total Assets	<u><u>\$2,265,853.09</u></u>
LIABILITIES	
Unclaimed Property	1,445.00
Shareholder Claims	2.00
Total Liabilities	<u>\$1,447.00</u>
EQUITY	
Contributed Equity - State of Florida	57,214.81
Estate Equity	<u>2,207,191.28</u>
Excess (Deficiency) of Assets over Liabilities	<u>\$2,264,406.09</u>
Total Liabilities and Equity	<u><u>\$2,265,853.09</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 September 30, 2015

	Fiscal Year to Date	Since Date of Liquidation
CASH RECEIPTS		
Premium Collections	\$0.00	\$4,304.91
Reinsurance Recoveries	0.00	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	13.85	22,878.45
Sale of Personal Property Inventory	0.00	35,951.92
Receipts Before Investment Activities	13.85	169,606.94
Interest and Dividend Receipts	7,612.41	956,002.59
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	7,612.41	4,174,018.23
Total Cash Receipts	7,626.26	4,343,625.17
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	253.88	229,650.20
Salaries and Fringe Benefits	28,973.85	950,826.65
Employee Welfare	16.72	1,601.03
Travel Expenses	10.02	16,528.23
Admin Expenses	38.64	17,311.45
Equipment and Furniture Expenses	738.81	8,146.88
Rent, Building and Equipment	671.88	43,504.89
Taxes	0.01	4.55
Disbursements	30,703.81	1,267,573.88
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)	0.00	234.23
General Creditors Claims (Class 6)	0.00	1,048,065.67
Government Claims (Class 7)	0.00	9,540.00
Total Distributed	0.00	1,155,506.66
Disbursements & Distributions Before Investment Activities	30,703.81	2,423,080.54
Financial Expenses	725.91	40,668.06
Purchase Short Term Investment	0.00	343,032.42
Disbursements for Investment Activities	725.91	383,700.48
Total Cash Disbursements & Distributions	31,429.72	2,806,781.02
Net Increase (Decrease) in Cash	(23,803.46)	1,536,844.15
Beginning Cash Balance:		
Beginning Cash	2,287,224.59	689,374.04
Adjustments to Beginning Cash	0.00	37,202.94
Adjusted Beginning Cash Balance	2,287,224.59	726,576.98
Ending Cash Balance	2,263,421.13	2,263,421.13

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 Accrued Interest Receivable
For the Three Months Ended September 30, 2015

Accrued Interest Receivable

Description		Balance 7/1/15	Accrued	Received	Balance 9/30/15
State Treasury	SPIA, 4-20-0-010000-00000	1,914.20	7,426.96	(6,909.20)	2,431.96
Totals:		<u>1,914.20</u>	<u>7,426.96</u>	<u>(6,909.20)</u>	<u>2,431.96</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Senior Citizens Mutual Insurance Co. in Liquidation
Schedule of Unclaimed Property
For the Three Months Ended September 30, 2015

Unclaimed Property

Description	Balance 7/1/15	Adjustments	Balance 9/30/15
Unreleased/unissued/outstanding distribution amounts to be sent to various states' unclaimed property sections.	1,445.00	0.00	1,445.00
Totals:	1,445.00	0.00	1,445.00

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

Dated September 30, 2015

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, 2015 through June 30, 2016. 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. **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 Unclaimed Property" is a segregated amount of Pooled Cash that represents the remaining amount of Pooled Cash reserved for voided checks after a distribution account is closed and reconciled for outstanding checks. These amounts will be set to the Bureau of Unclaimed Property upon court authorization.
5. **Unclaimed Property.** The Unclaimed Property funds consist of claim distribution funds for claimants who could not be located. The funds are due to the Unclaimed Property sections of various states.
6. **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 the most current available information and documentation provided to the Receiver from both internal and external sources.
 - All claims have been adjudicated and are reported net of authorized distributions.
 - A 100% claims distribution for Class 1, Class 2 and Class 3 claims was authorized on December 21, 2012.
 - A 100% claims distribution for Class 4, Class 6 and Class 7 claims was authorized on September 11, 2013.
 - There are two pending Class 10 shareholder filed claims with unknown values at this time.
7. **Federal Priority.** Pursuant to 31 U.S.C.A. § 3713, a federal government claim must be paid first, when a debtor to the United States is insolvent. The federal government has taken the position that it is not subject to state insurance liquidation proceeding's claims filing deadlines. To establish finality, shield itself from potential liability, and ultimately discharge the estate, the Receiver requested a federal release from the U.S. Department of Justice (DOJ). The federal release was subject to the approval of the receivership court. The U.S. DOJ release for this estate was approved by court order on February 26, 2013.
8. **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.
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.