

**Florida Department of Financial Services, Division of Rehabilitation and  
Liquidation  
Universal Health Care Inc in Liquidation  
Statement of Affairs  
3/31/2021**

	<u>Estimated Realizable Value</u>
<b>ASSETS</b>	
SPIA-Restricted	\$214,714.03
Pooled Cash in SPIA Due from the Admin Fund	40,165,837.77
Pooled Cash in SPIA Reserved for Distributions	345,992.72
Accrued Interest Receivable	25,952.14
Total Assets	<u>\$40,752,496.66</u>
<b>LIABILITIES</b>	
Secured Claims	241,793.15
Distribution Liability	345,992.72
Class 2 Loss Claims	
Class 2 - Other	40,571,515.55
Class 5 Employee Claims	841,000.00
Class 6 General Creditor Claims	
Class 6 - Other	2,743,914.52
Class 7 State & Local Government Claims	154,423.23
Class 8 Late Filed Claims	1,483,845.80
Class 9 Surplus Notes/Unearned Premium Claims under Assessable Policies	
Class 9 - Other	1,244,793.61
Class 11 Shareholder Claims	1.00
Total Liabilities	<u>\$47,627,279.58</u>
<b>EQUITY</b>	
Contributed Equity - State of Florida	458,237.44
Estate Equity	(7,333,020.36)
Excess (Deficiency) of Assets over Liabilities	<u>(\$6,874,782.92)</u>
Total Liabilities and Equity	<u>\$40,752,496.66</u>

**Florida Department of Financial Services, Division of Rehabilitation and  
Liquidation**

**Universal Health Care Inc in Liquidation  
Statement of Cash Receipts and Disbursements  
From the Date of Liquidation through 3/31/2021**

	Fiscal Year to Date	Since Date of Liquidation
<b>CASH RECEIPTS</b>		
Premium Collections	\$0.00	\$16,251,728.97
Reinsurance Recoveries	0.00	57,104.06
Subrogation and Salvage Recoveries	0.00	1,648,859.04
Litigation Recoveries	0.00	1,904,653.69
Tax Recoveries	0.00	3,700.00
Other Collections / Recoveries	(112,439.98)	9,549,921.30
Sale of Personal Property Inventory	0.00	65,698.91
Sale of Real Property Inventory	0.00	11,230,000.00
Receipts Before Investment Activities	(112,439.98)	40,711,665.97
Interest and Dividend Receipts	639,574.82	5,611,568.74
Sale of Short Term Investment	0.00	8,015,091.19
Receipts From Investment Activities	639,574.82	13,626,659.93
<b>Total Cash Receipts</b>	<b>527,134.84</b>	<b>54,338,325.90</b>
<b>CASH DISBURSEMENTS &amp; DISTRIBUTIONS</b>		
Professional Fees and Expenses	7,900.04	4,138,529.13
Salaries and Fringe Benefits	73,935.93	4,209,173.10
Employee Welfare	3,972.26	26,687.19
Travel Expenses	60.33	74,621.23
Admin Expenses	489.57	3,188,283.04
Equipment and Furniture Expenses	7,451.69	203,449.50
Rent, Building and Equipment	16,072.26	460,494.31
Taxes	0.00	157,928.98
Litigation Settlement Payments	0.00	22,750.00
Disbursements	109,882.08	12,481,916.48
Distributions		
Secured Claims	(70,227.84)	5,314,889.87
Administrative Claims (Class 1)	0.00	5,363.32
Loss Claims (Class 2)	0.00	0.00
Employee Claims (Class 5)	0.00	0.00
General Creditors Claims (Class 6)	0.00	0.00
Government Claims (Class 7)	0.00	0.00
Late Filed Claims (Class 8)	0.00	0.00
Surplus Notes/Unearned Premium-Assessable Policies Claims (Class 9)	0.00	0.00
Shareholder Claims	0.00	0.00
Claims-Other	0.00	0.00
Total Distributed	(70,227.84)	5,320,253.19
Disbursements & Distributions Before Investment Activities	39,654.24	17,802,169.67
Financial Expenses	38,870.13	346,509.22
Purchase Short Term Investment	0.00	2.86
Disbursements for Investment Activities	38,870.13	346,512.08
<b>Total Cash Disbursements &amp; Distributions</b>	<b>78,524.37</b>	<b>18,148,681.75</b>
<b>Net Increase (Decrease) in Cash</b>	<b>448,610.47</b>	<b>36,189,644.15</b>
<b>Beginning Cash Balance:</b>		
Beginning Cash	40,277,934.05	9,409,150.42
Adjustments to Beginning Cash	0.00	(4,872,250.05)
<b>Adjusted Beginning Cash Balance</b>	<b>40,277,934.05</b>	<b>4,536,900.37</b>

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

**Florida Department of Financial Services, Division of Rehabilitation and  
Liquidation  
Universal Health Care Inc in Liquidation  
Statement of Cash Receipts and Disbursements  
From the Date of Liquidation through 3/31/2021**

	<u>Fiscal Year to Date</u>	<u>Since Date of Liquidation</u>
<b>Ending Cash Balance</b>	<u><b>40,726,544.52</b></u>	<u><b>40,726,544.52</b></u>

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Universal Health Care, Inc. in Liquidation**  
**Schedule of Investments - Restricted**  
**For the Nine Months Ended March 31, 2021**

**Special Purpose Investment Account - Restricted**

Description			Balance 7/1/20	Deposits Transfers	Interest	Distributions Reissues	Balance 3/31/21
Funds transferred from the Florida Dept. of Elder Affairs restricted insolvency protection account at Fifth Third Bank.	*	SPIA 42001200	201,620.61	0.00	3,003.32	0.00	204,623.93
Funds transferred from the Florida Agency for Health Care Administration restricted insolvency protection account at Bank United	*	SPIA 42001300	9,942.00	0.00	148.10	0.00	10,090.10
Totals:			<u>211,562.61</u>	<u>0.00</u>	<u>3,151.42</u>	<u>0.00</u>	<u>214,714.03</u>

\* Beginning balances adjusted due to prior periods of manual interest adjustments.  
Reconciled to actual cash balances.

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Universal Health Care, Inc. in Liquidation**  
**Schedule of Accrued Interest Receivable**  
**For the Nine Months Ended March 31, 2021**

**Accrued Interest Receivable**

<b>Description</b>		<b>Balance 7/1/20</b>	<b>Accrued</b>	<b>Received</b>	<b>Balance 3/31/21</b>
State Treasury	SPIA, 4-20-0-010000-00000	69,629.31	556,221.31	(599,898.48)	25,952.14
Totals:		<u>69,629.31</u>	<u>556,221.31</u>	<u>(599,898.48)</u>	<u>25,952.14</u>

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Universal Health Care, Inc. in Liquidation**  
**Schedule of Secured Claims**  
**For the Nine Months Ended March 31, 2021**

**Secured Claims Against the Estate**

<u>Description</u>	<u>Balance 7/1/20</u>	<u>Adjustments/ Payments</u>	<u>Interest</u>	<u>Balance 3/31/21</u>
Funds transferred from the Florida Dept. of Elder Affairs restricted insolvency protection account at Fifth Third Bank. *	201,620.61	0.00	3,003.32	204,623.93
Pinellas County Tax Collector	9,211.90	0.00	0.00	9,211.90
Funds transferred from the Florida Agency for Health Care Administration restricted insolvency protection account at Bank United *	27,809.22	0.00	148.10	27,957.32
Totals:	<u>238,641.73</u>	<u>0.00</u>	<u>3,151.42</u>	<u>241,793.15</u>

\* Beginning balances adjusted due to prior periods of manual interest adjustments.  
Reconciled to actual cash balances

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation**  
**Universal Health Care, Inc. in Liquidation**  
**Schedule of Distribution Liability**  
For the Nine Months Ended March 31, 2021

**Distribution Liability**

<b>Description</b>	<b>Balance 7/1/19</b>	<b>Adjustments</b>	<b>Balance 3/31/21</b>
Unreleased/unissued distribution amounts	0.00	345,992.72	345,992.72
Totals:	<u>0.00</u>	<u>345,992.72</u>	<u>345,992.72</u>

**Florida Department of Financial Services, Division of Rehabilitation  
and Liquidation**  
**Universal Health Care Inc. in Liquidation**  
**Notes to Financial Statements**  
**Dated March 31, 2021**

1. **Estate Information.** Universal Health Care Inc. is a health insurer, based in Tampa, FL and was placed in rehabilitation on March 21, 2013. It was subsequently placed in liquidation on April 1, 2013.
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, 2020 through June 30, 2021. 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 Wells Fargo 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.
5. **Special Purpose Investment Account (SPIA) – Restricted.** Includes funds transferred to the Receiver from restricted insolvency protection bank accounts as the result of agreements with the Florida Department of Elder Affairs and the Florida Agency for Health Care Administration. The funds were deposited into separate restricted SPIA accounts and will be treated as Special Deposits per the terms of the agreement at the time of distribution.
6. **Secured Claim.** Consists of funds transferred to the Receiver from restricted insolvency protection bank accounts as the result of agreements with the Florida Department of Elder Affairs and the Florida Agency for Health Care Administration. The funds were deposited into separate restricted SPIA accounts and will be treated as Special Deposits per the terms of the agreement at the time of distribution. Secured Claims also includes a secured claim from the Pinellas County Tax Collector.
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 the most current available information and documentation provided to the Receiver from both internal and external sources.
  - The First Interim Claims Report was approved on June 20, 2016. The deadline to file an objection was August 15, 2016. Two hundred thirty-nine objections were filed; 238 have been resolved and 1 remains pending on appeal with the First District Court of Appeal of Florida with a claimed value of \$4,067,325.36 and an allowed value of \$130,406.06.
  - The Second Interim Claims Report was approved on November 6, 2018. The deadline to file an objection was January 11, 2019. Thirty-one objections were filed; 17 remain pending with an estimated claimed value of \$14,159,301.60.
  - A 100% Claims distribution for certain Secured claimants was authorized on November 20, 2019.

**Florida Department of Financial Services, Division of Rehabilitation  
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Universal Health Care Inc. in Liquidation  
Notes to Financial Statements  
Dated March 31, 2021**

9. **Interest Distributions.** For companies placed into receivership on or after July 1, 2012, Section 631.271, Florida Statutes authorizes the payment of interest on claims in Classes 1-9 prior to making any payment on shareholder claims. At this time, the Receiver does not anticipate having sufficient assets in this estate to pay all claims for Classes 1-9. Accordingly, this statement does not reflect an interest reserve for Classes 1-9 allowed claims.
10. **Federal Priority.** The federal government has taken the position that 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 also taken the position that it is not subject to state insurance liquidation claim's proceedings deadlines. To establish finality, shield itself from potential liability, and ultimately discharge the estate, the Receiver will request a federal release from the U.S. Department of Justice.
11. **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.
12. **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.