

**IN THE CIRCUIT COURT OF THE SECOND JUDICIAL CIRCUIT,  
IN AND FOR LEON COUNTY, FLORIDA**

State of Florida, ex rel., the  
Department of Financial Services of  
the State of Florida,  
Relator,

v.

CASE NO.: 2014 CA 2762

Florida Healthcare Plus, Inc.  
Respondent. \_\_\_\_\_ /

**ORDER REQUIRING FLORIDA HEALTHCARE PLUS, INC., TO SHOW CAUSE  
WHY IT SHOULD NOT BE PLACED IN RECEIVERSHIP FOR PURPOSES OF  
LIQUIDATION, INJUNCTION, AND NOTICE OF AUTOMATIC STAY**

THIS CAUSE was considered on the Application of the State of Florida, Department of Financial Services' (hereinafter the "Department") for an Order Requiring Florida HealthCare Plus, Inc. ("Respondent" or "Company") to Show Cause Why It Should Not Be Placed in Receivership For Purposes of Liquidation, Injunction, and Notice of Automatic Stay. The Court, having considered the matter set forth in the Application and being otherwise fully advised in the premises, finds as follows:

1. The Department has made a prima facie showing that Respondent meets one or more of the following statutory grounds necessary for the initiation of delinquency proceedings:

A. Respondent is or is about to become insolvent.

B. Respondent has failed to comply with an order of the Office of Insurance Regulation ("OIR") to make good an impairment of capital or surplus or both;

C. Respondent is in such a condition or is using or has been subject to such methods or practices in the conduct of its business, as to render its further transaction of insurance presently or prospectively hazardous to policyholders, creditors, stockholders, or the public.

2. Respondent shall appear before the Honorable Judge Reynolds, Circuit Court Judge, in Room 301-D, Leon County Courthouse, Tallahassee, Florida, at 2:30pm on November 14, 2014, to show good cause if any, as to why the Florida Department of Financial Services should not be appointed Receiver of Respondent for the purposes of liquidation in accordance with Chapter 631, Part I, Florida Statutes. Respondent shall file its written response, along with any defenses it may have, to the Department's allegations no later than twenty (20) days after the service of this ORDER. Should the hearing date fall within thirty-five (35) days after the service of this ORDER, then Respondent's defenses are due fifteen (15) days prior to the hearing date set by this ORDER. Said response shall include a list of all witnesses; a summary of the testimony of each witness and dates when those witnesses will be available for deposition by the Department; and any and all evidence and copies of all documents to be presented on behalf of Respondent at the hearing.

3. Pursuant to sections 631.041(3) and 631.041(4), Florida Statutes, all persons, firms, corporations, associations and Respondent's affiliates as defined by section 631.011, Florida Statutes, and all other persons or entities within the jurisdiction of this Court, including but not limited to, Respondent and its officers, directors, stockholders, trustees, members, agents, and employees shall be enjoined and restrained from removing, destroying, or otherwise disposing of any documents, books, records, or assets of Respondent (or pertaining to Respondent); from doing, through acts of commission or omission, or permitting to be done any action which might waste or otherwise dispose of the books, records, and assets of, or directly or indirectly relating to the Respondent; from in any manner interfering with the Department or the conduct of these proceedings; from the removal, concealment or other disposition of the property, books, records, and accounts of, or directly or indirectly relating to, the Respondent;

and from the commencing or prosecuting of any actions against the Respondent, or the obtaining of preferences, judgments, writs of attachment or execution against Respondent or its property or assets. However, regulatory actions against Respondent by any regulatory body shall not be stayed or enjoined.

4. The Department is hereby authorized to conduct, at its discretion, an investigation authorized by section 631.391, Florida Statutes, of Respondent and its affiliates, to uncover and make fully available to the Court the true state of Respondent's financial affairs. In furtherance of this investigation, Respondent and its parent corporation(s), its subsidiaries and affiliates shall make all books, documents, accounts, records, and affairs, which either belong to or pertain to the Respondent, wherever located, available for full, free and unhindered inspection and examination by the Department during normal business hours (8:00 a.m. to 5:00 p.m.) Monday through Friday, from the date of this Order. This investigation shall include a full and complete examination of any and all reviews, compilations, audits or any other work of whatever nature performed by any accounting firm to include all work papers, on behalf of, related to or in any way connected with Respondent, its affiliates and/or Respondent's corporate structure and affiliations. Respondent and its affiliates are hereby ordered and enjoined to cooperate with the Department to the fullest extent required by section 631.391, Florida Statutes. Such cooperation shall include, but not be limited to, the taking of oral testimony under oath of Respondent's officers, directors, managers, trustees, agents, adjusters, employees, or independent contractors of Respondent, its affiliates, and any other person who possesses any executive authority over, or who exercises any control over, any segment of the affairs of Respondent in both their official, representative and individual capacities and the production of all documents that are calculated to disclose the true state of Respondent's affairs.

5. Any officer, director, manager, trustee, agent, accountants, adjuster, employee, or independent contractor of Respondent, and any other person who possesses any executive authority over, or who exercises any control over, any segment of the affairs of Respondent shall fully cooperate with the Department as required by section 631.391, Florida Statutes, and as set out in the preceding paragraph.

6. The failure of Respondent and its affiliates, and all other persons or entities within the jurisdiction of this Court, to cooperate with the Department's investigation(s) as required by section 631.391, Florida Statutes, or the failure to comply with this Order to Show Cause issued by this Court, shall result in the immediate entry of an order of liquidation.

7. Notice is hereby given that, pursuant to section 631.041(1), Florida Statutes, the filing of the Department's initial application herein operates as an automatic stay applicable to all persons and entities, other than the Receiver, which shall be permanent and survive the entry of the order, and which prohibits:

A. The commencement or continuation of judicial, administrative or other action proceeding against the insurer or against its assets or any part thereof;

B. The enforcement of a judgment against the insurer or an affiliate, provided that such affiliate is owned by or constitutes an asset of Respondent, obtained either before or after the commencement of the delinquency proceeding;

C. Any act to obtain possession of property of the insurer;

D. Any act to create, perfect or enforce a lien against property of the insurer, except a secured claim as defined in section 631.011(21), Florida Statutes.

E. Any action to collect, assess or recover a claim against the insurer, except claims as provided for under chapter 631; and

F. The set-off for offset of any debt owing to this insurer except offsets as provided in section 631.281, Florida Statutes.

G. All Sheriffs and all law enforcement officials of this state shall cooperate with and assist the Receiver in the implementation of this Order.

H. The Officers and Directors of Respondent shall comply with the provisions of section 641.39001(1), Florida Statutes, which prohibits an insolvent health maintenance organization ("HMO") from soliciting or accepting new or renewal HMO contracts or provider contracts.

**DONE and ORDERED** in Chambers at the Leon County Courthouse, Tallahassee, Leon County, Florida, this 21 day of October, 2014.



---

GEORGE S. REYNOLDS, III  
CIRCUIT JUDGE