Florida Department of Financial Services, Division of Rehabilitation and Liquidation

United Property & Casualty Ins Co in Liquidation

Statement of Affairs

6/30/2026

	Estimated Realizable Value
ASSETS	
SPIA-Restricted	$227,762.95
Pooled Cash in SPIA Due from the Admin Fund	91,773,015.32
Short-Term Investments	240,765.91
Short-Term Investments-Restricted	158,485.83
Accrued Interest Receivable	271,630.50
Reinsurance Recoverable	32,120,768.60
Accounts Receivable	34,973,325.71
Allowance - Accounts Receivables	(34,973,325.71)
Other Assets	3,691,080.22
Advance to Guaranty Associations	301,657,478.58
Fl Hurricane Cat Fund Payments to Guaranty Assoc.	214,701,529.10
Total Assets	$644,842,517.01
LIABILITIES	
Secured Claims	227,762.95
Class 1 Administrative Claims	
Class 1 - Guaranty Associations	152,719,678.40
Class 2 Loss Claims	
Class 2 - Guaranty Associations	826,858,670.35
Class 2 - Other	140,174.32
Class 3 Unearned Premium Claims under Non-assessable Policies	
Class 3 - Guaranty Associations	68,245,539.93
Class 3 - Other	616,736.69
Class 6 General Creditor Claims	
Class 6 - Other	93,431,988.05
Class 7 State & Local Government Claims	1,672,781.41
Class 8 Late Filed Claims	4,162,330.08
Class 9 Surplus Notes/Unearned Premium Claims under Assessable Policies	
Class 9 - Other	4,143,055.07
Total Liabilities	$1,152,218,717.25
EQUITY	
Contributed Equity - State of Florida	828,261.16
Estate Equity	(508,204,461.40)
Excess (Deficiency) of Assets over Liabilities	($507,376,200.24)
Total Liabilities and Equity	$644,842,517.01

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Ins Co in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through 6/30/2026

	Fiscal Year to Date	Since Date of Liquidation
CASH RECEIPTS		
Premium Collections	$0.00	$2,626,612.37
Reinsurance Recoveries	59,489,430.46	192,086,358.16
Agents' Balances Recoveries	0.00	186,079.00
Subrogation and Salvage Recoveries	416,884.08	2,546,641.68
Litigation Recoveries	0.00	498.00
Tax Recoveries	0.00	17,604,345.69
Other Collections / Recoveries	953,209.64	13,602,584.80
Mortgage Interest Income	0.00	314,002.90
Receipts Before Investment Activities	60,859,524.18	228,967,122.60
Interest and Dividend Receipts	5,212,182.35	21,114,169.43
Sale of Short Term Investment	588,397.97	39,103,805.29
Sale of Long Term Investment	0.00	9,219,165.39
Receipts From Investment Activities	5,800,580.32	69,437,140.11
Total Cash Receipts	66,660,104.50	298,404,262.71
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	1,533,395.64	8,309,227.44
Salaries and Fringe Benefits	1,396,293.09	6,389,345.87
Employee Welfare	6,112.83	13,003.35
Travel Expenses	7,474.13	53,929.48
Admin Expenses	32,210.81	2,604,067.99
Equipment and Furniture Expenses	270,319.40	777,417.50
Rent, Building and Equipment	45,677.32	80,493.72
Taxes	5,449.04	9,007.03
Disbursements	3,296,932.26	18,236,492.38
Distributions		
Administrative Claims (Class 1)	0.00	0.00
Loss Claims (Class 2)	0.00	0.00
Unearned Premium-Non-Assessable Policies Claims (Class 3)	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
Claims-Other	0.00	0.00
Early Access-Guaranty Associations	96,488,327.00	301,357,476.00
Total Distributed	96,488,327.00	301,357,476.00
Disbursements & Distributions Before Investment Activities	99,785,259.26	319,593,968.38
Financial Expenses	133,097.25	678,828.88
Purchase Short Term Investment	176,688.00	1,142,676.82
Disbursements for Investment Activities	309,785.25	1,821,505.70
Total Cash Disbursements & Distributions	**100,095,044.51**	**321,415,474.08**
Net Increase (Decrease) in Cash	**(33,434,940.01)**	**(23,011,211.37)**
Beginning Cash Balance:		
Beginning Cash	125,435,718.28	51,358,180.47
Adjustments to Beginning Cash	0.00	63,653,809.17
Adjusted Beginning Cash Balance	**125,435,718.28**	**115,011,989.64**

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Ins Co in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through 6/30/2026

	Fiscal Year to Date	Since Date of Liquidation
Ending Cash Balance	92,000,778.27	92,000,778.27

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

UNAUDITED

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Insurance Co in Liquidation
Schedule of SPIA - Restricted
For the Twelve Months Ended June 30, 2026

SPIA - Other Reinsurance

Description	Account	Balance 7/1/25	Adjustments/Deposits	Interest	Trransfers/Distributions	Balance 6/30/26
ACIC & IIC	SPIA 42001100	218,591.27	0.00	9,171.68	0.00	227,762.95
	Total:	218,591.27	0.00	9,171.68	0.00	227,762.95

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Insurance Co in Liquidation
Schedule of Short Term Investments
For the Twelve Months Ended June 30, 2026

Money Market Accounts

Description	Balance 7/1/25	Adjustments/ Fees	Interest or Dividends	Purchases/ Transfers	Balance 6/30/26
WCMA Cash @ ML	64,377.91	15,200.00	161,188.00	0.00	240,765.91
	64,377.91	15,200.00	161,188.00	0.00	240,765.91

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Insurance Co in Liquidation
Schedule of Short Term Investments Restricted
For the Twelve Months Ended June 30, 2026

Short Term Investments Restricted

Description	Balance 7/1/25	Adjustments/ Fees	Interest or Dividends	Withdrawls or Transfers	Balance 6/30/26
Field Pro Trusts	145,739.22	12,746.61	0.00	0.00	158,485.83
	145,739.22	12,746.61	0.00	0.00	158,485.83

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Insurance Co in Liquidation
Schedule of Accrued Interest Receivable
For the Twelve Months Ended June 30, 2026

Accrued Interest Receivable

Description		Balance 7/1/25	Accrued	Received	Balance 6/30/26
State Treasury	SPIA, 4-20-0-010000-00000	429,895.22	4,526,725.07	(4,684,989.79)	271,630.50
	Totals:	429,895.22	4,526,725.07	(4,684,989.79)	271,630.50

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Ins Co in Liquidation
Schedule of Reinsurance Recoverables - Net of Allowance
For Twelve Months Ended June 30, 2026

Reinsurance Recoverables

Recovery Agent	Balance 7/1/25	Billed	Recovered	Adjustments	Balance 6/30/26
Receiver	32,120,768.60	73,531,867.18	(73,682,849.90)	150,982.72	32,120,768.60
Total	32,120,768.60	73,531,867.18	(73,682,849.90)	150,982.72	32,120,768.60

Allowance Reinsurance

Recovery Agent	Balance 7/1/25	Increases	Decreases	Balance 6/30/2026
Receiver	0.00	0.00	0.00	0.00
Total	0.00	0.00	0.00	0.00

Reinsurance Recoverables - Net of Allowance	**32,120,768.60**

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Insurance Co in Liquidation
Schedule of Accounts Receivable
For the Twelve Months Ended June 30, 2026

Other Collections - Recovery/Receivable

Description	Balance 7/1/25	Adjustments	Payments Received	Balance 6/30/26
Federal Income Tax Receivable	30,998,796.38	0.00	0.00	30,998,796.38
Premium tax	3,955,557.43	0.00	0.00	3,955,557.43
Other Securities - Clearwater Analytics	18,971.90	0.00	0.00	18,971.90
Totals:	3,974,529.33	0.00	0.00	34,973,325.71

Allowance - Other Receivables

Description	Balance 7/1/25	Adjustments	Payments Received	Balance 6/30/26
FITRR Allowance	(30,998,796.38)	0.00	0.00	(30,998,796.38)
Premium Tax Allowance	(3,955,557.43)	0.00	0.00	(3,955,557.43)
Other Securities Allowance	(18,971.90)	0.00	0.00	(18,971.90)
Totals:	(34,973,325.71)	0.00	0.00	(34,973,325.71)

Total Accounts Receivable - Net of Allowances	**0.00**

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Insurance Co in Liquidation
Schedule of Other Assets
For the Twelve Months Ended June 30, 2026

Statutory Deposits

Description	Balance 7/1/25	Adjustments	Recovered	Balance 6/30/26
Louisana: Regions Bank	100,000.00	0.00	(100,000.00)	0.00
South Carolina: Regions Bank	969,840.00	0.00	0.00	969,840.00
Viriginia: Principal	289,089.00	10,911.00	(300,000.00)	0.00
Massachusetts	100,000.00	0.00	0.00	100,000.00
Totals:	1,458,929.00	10,911.00	(400,000.00)	1,069,840.00

Other Investments

Description	Balance 7/1/25	Adjustments	distributions Recovered	Balance 6/30/26
Kayne Senior Credit Fund II LP	106,063.00	(14,124.00)	0.00	91,939.00
Kayne Senior Credit Fund III LP	765,303.00	(28,340.00)	(14,099.00)	722,864.00
Blackstone Alternatives Solution 2015 Trust (Held at ML)	357,451.98	(69,259.05)	0.00	288,192.93
GSO Rescue Finance Fund (Held at ML)	309,039.78	(127,664.14)	0.00	181,375.64
DCR Mortgage Partners X LP	1,869,614.00	3,720.49	(569,232.97)	1,304,101.52
DCR Mortgage Partners X- Non collateral Loan	32,767.13	0.00	0.00	32,767.13
Totals:	3,440,238.89	(235,666.70)	(583,331.97)	2,621,240.22

Total Other Assets:	3,691,080.22

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
United Property & Casualty Insurance Co in Liquidation
Schedule of Advance to Guaranty Association
For the Twelve Months Ended June 30, 2026

Advance to Guaranty Associations

Description	Balance 7/1/25	Advanced	Recovered	Balance 6/30/26
Florida (FIGA)	106,041,368.00	91,419,018.00	0.00	197,460,386.00
Connecticut (CIGA)	630,736.00	73,182.00	0.00	703,918.00
Georgia (GIIP)	478,839.00	0.00	0.00	478,839.00
Hawaii (HIGA)	33,078.00	0.00	0.00	33,078.00
Louisiana (LAIGA)	54,358,781.00	3,788,661.00	0.00	58,147,442.00
Massachusetts (MIIF)	2,024,399.00	492,544.00	0.00	2,516,943.00
New Jersey (NJPLIGA)	2,646,295.00	0.00	0.00	2,646,295.00
New York (NYPCF)	11,829,221.00	116,148.00	0.00	11,945,369.00
North Carolina (NCIGA) (1)	5,400,782.58	0.00	0.00	5,400,782.58
Rhode Island (RIIGA)	1,419,426.00	598,774.00	0.00	2,018,200.00
South Carolina (SCPCIGA)	8,602,013.00	0.00	0.00	8,602,013.00
Texas (TPCIGA)	11,704,213.00	0.00	0.00	11,704,213.00
Totals:	205,169,151.58	96,488,327.00	0.00	301,657,478.58

(1) The North Carolina statutory deposit of $300,002.58 was released to the North Carolina Guaranty Association on 3/31/2023 and reclassified on the Receiver's financial statement as early access.

Florida Hurricane Catastrophe Fund Payments to Guaranty Associations

Description	Balance 7/1/25	Advanced	Recovered	Balance 6/30/26
Florida Hurricane Catastrophe Fund	214,701,529.10	0.00	0.00	214,701,529.10
Totals:	214,701,529.10	0.00	0.00	214,701,529.10

Florida Department of Financial Services, Division of Rehabilitation and Liquidation

United Property & Casualty Insurance Co in Liquidation

Schedule of Secured Claims

For the Twelve Months Ended June 30, 2026

Secured Claims - Other

Description	Balance 7/1/25	Adjustments/Deposits	Interest	Trransfers/Distributions	Balance 6/30/26
ACIC & IIC SPIA	218,591.27	0.00	9,171.68	0.00	227,762.95
Total:	218,591.27	0.00	9,171.68	0.00	227,762.95

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

UNAUDITED

Florida Department of Financial Services, Division of Rehabilitation and Liquidation

United Property & Casualty Insurance Co in Liquidation

Notes to Financial Statements

Dated June 30, 2026

1. **Estate Information**. United Property & Casualty Insurance Company (UPCIC) was a property and casualty organization domiciled in Florida placed in liquidation on February 27, 2023.
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, 2025 through June 30, 2026. 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 <u>not</u> 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. Future developments in accounting, business, contract, legal, tax and other matters may result in subsequent updates to one or more categories of this insolvent insurer's assets and/or liabilities that differs from the calculations presented in these unaudited financial statements.
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".
5. **Special Purpose Investment Account (SPIA) – Restricted**. Represents funds wired to the Receiver by Gallagher Re pending reconciliation.
6. **Short-Term Investments.** The investments are stated at fair value, which approximates market value. Market values are those provided by the depository trust institution or brokerage institution in possession of the securities at the balance sheet date.
7. **Reinsurance**. Reinsurance receivables have resulted from losses that have been paid and billed to the reinsurer(s). The financial statements reflect the estimated gross amount of the billed losses less an allowance for any receivable(s) where there is an uncertainty regarding collectability. The receivable amount may include paid losses that are ceded to one or more reinsurance contracts being collected on behalf of the Receiver by an intermediary or the Receiver's staff.
8. **Accounts Receivable.** These account receivables consist of Premium Tax Receivable, Federal Income Tax Receivable and Other Securities (due to investment activity in transit) receivable.
9. **Allowance – Accounts Receivable.** An estimate of uncollectible amounts for certain assets.
10. **Other Assets.** These assets consist of states' statutory deposits held at various financial institutions. The Schedule of Other Assets reflects the value of these deposits at June 30, 2026 or latest available, those that have been collected by the Receiver and those where the state has taken its deposit. These also consists of several investments held by UPCIC at the time of liquidation currently under review for liquidity.
11. **Advance to Guaranty Association(s).** Represents funds advanced to guaranty associations for the payment of covered claims and expenses. These funds are advanced by (1) the Receiver pursuant to an Early Access Agreement (2) a state entity holding a statutory/special deposit to a guaranty association in the state or (3) the Florida Hurricane Catastrophe Fund to the Florida Insurance Guaranty Association. A guaranty association subject to an Early Access Agreement is obligated to promptly return any of these funds if the Receiver determines that repayment of claims of equal or superior priority is necessary.
12. **Florida Hurricane Catastrophe Fund (FHCF) Advance to Guaranty Association (FIGA).** Represents funds advanced directly from FHCF to FIGA for the payment of covered claims and expenses pursuant to Chapter 215, Florida Statutes.
13. **Secured Claims.** This secured claim represents funds wired to the Receiver by a Reinsurer being held in a segregated account pending reconciliation.

Florida Department of Financial Services, Division of Rehabilitation and Liquidation

United Property & Casualty Insurance Co in Liquidation

Notes to Financial Statements

Dated June 30, 2026

14. **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.

    - Class 1, Class 2, and Class 3 claim liabilities are based on Guaranty Association payments, estimates, and Filed Proof of Claims forms.

    - All other classes are based on Filed Proof of Claims forms.

    - Filed Proof of Claims forms are currently being processed and all liabilities are subject to change.

15. **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.

16. **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.

17. **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.

18. **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 <u>not</u> take into consideration any estimates for future administrative costs to liquidate the estate or costs to pursue or litigate claims against others.