

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Universal Health Care in Liquidation
Statement of Affairs
As of September 30, 2013

	<u>Estimated Realizable Value</u>
ASSETS	
Cash-Restricted	\$5,463,330.49
Pooled Cash Due from the Admin Fund	14,733,441.41
Accrued Interest Receivable	9,374.89
Accounts Receivable	31,794,100.37
Allowance - Accounts Receivables	(31,794,100.37)
Marshaled Inventory	11,375,000.00
Fixed Assets	<u>10,000.00</u>
Total Assets	<u><u>\$31,591,146.79</u></u>
LIABILITIES	
Claims Not Prioritized	56,742,369.00
Total Liabilities	<u>\$56,742,369.00</u>
EQUITY	
Contributed Equity - State of Florida	51,199.32
Estate Equity	<u>(25,202,421.53)</u>
Excess (Deficiency) of Assets over Liabilities	<u>(\$25,151,222.21)</u>
Total Liabilities and Equity	<u><u>\$31,591,146.79</u></u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Universal Health Care in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through September 30, 2013

	Fiscal Year to Date	Since Date of Liquidation
CASH RECEIPTS		
Premium Collections	\$12,597.29	\$20,625.59
Reinsurance Recoveries	57,104.06	57,104.06
Subrogation and Salvage Recoveries	434,537.00	434,537.00
Tax Recoveries	3,700.00	3,700.00
Other Collections / Recoveries	91,095.13	2,851,608.15
Sale of Personal Property Inventory	65,000.00	65,698.91
Sale of Real Property Inventory	730,000.00	730,000.00
Receipts Before Investment Activities	1,394,033.48	4,163,273.71
Interest and Dividend Receipts	35,393.04	71,951.25
Sale of Short Term Investment	0.00	8,015,091.19
Receipts From Investment Activities	35,393.04	8,087,042.44
Total Cash Receipts	1,429,426.52	12,250,316.15
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	160,783.26	192,324.39
Salaries and Fringe Benefits	320,768.56	868,166.48
Employee Welfare	254.43	779.06
Travel Expenses	18,942.16	52,214.74
Admin Expenses	125,982.33	823,767.05
Equipment and Furniture Expenses	43,731.20	56,043.72
Rent, Building and Equipment	8,221.90	20,426.60
Taxes	0.00	0.06
Disbursements	678,683.84	2,013,722.10
Disbursements & Distributions Before Investment Activities	678,683.84	2,013,722.10
Financial Expenses	7,974.00	35,248.04
Purchase Short Term Investment	0.00	2.86
Disbursements for Investment Activities	7,974.00	35,250.90
Total Cash Disbursements & Distributions	686,657.84	2,048,973.00
Net Increase (Decrease) in Cash	742,768.68	10,201,343.15
Beginning Cash Balance:		
Beginning Cash	18,982,617.03	9,409,150.42
Adjustments to Beginning Cash	471,386.19	586,278.33
Adjusted Beginning Cash Balance	19,454,003.22	9,995,428.75
Ending Cash Balance	20,196,771.90	20,196,771.90

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Universal Health Care, Inc.
Schedule of Cash - Restricted
For the Three Months Ended September 30, 2013

Cash - Restricted

Description		Balance 7/1/13	Interest	Adjustments	Balance 9/30/13
Bank United	Medicaid Savings	4,253,982.50	3,743.18	0.00	4,257,725.68
Fifth-Third Bank	Diversion Savings	1,205,331.50	273.31	0.00	1,205,604.81
Totals:		5,459,314.00		0.00	5,463,330.49

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Universal Health Care, Inc.
Schedule of Accrued Interest Receivable
For the Three Months Ended September 30, 2013

Accrued Interest Receivable

Description		Balance 7/1/13	Accrued	Received	Balance 9/30/13
State Treasury	SPIA, 4-20-0-010000-00000	13,870.99	29,448.24	(33,944.34)	9,374.89
Totals:		<u>13,870.99</u>	<u>29,448.24</u>	<u>(33,944.34)</u>	<u>9,374.89</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Universal Health Care, Inc.
Schedule of Accounts Receivable
For the Three Months Ended September 30, 2013

Premium Receivable

Description	Balance 7/1/13	Adjustments	Balance 9/30/13
Accrued CMS Retro Premium	21,158,548.72	0.00	21,158,548.72
Totals:	<u>21,158,548.72</u>	<u>0.00</u>	<u>21,158,548.72</u>

Other Collections - Recovery Receivable

Description	Balance 7/1/13	Adjustments	Balance 9/30/13
Due from AMC	2,087,081.12	0.00	2,087,081.12
Due from UHCIC	(462,884.55)	0.00	(462,884.55)
Due from UHC HMO Texas	33.08	0.00	33.08
Due from UNCNV	(42.00)	0.00	(42.00)
Due from UHCG-TAX	9,011,364.00	0.00	9,011,364.00
Totals:	<u>10,635,551.65</u>	<u>0.00</u>	<u>10,635,551.65</u>

Total Receivables: 31,794,100.37

Allowance - Premium Receivable

Description	Balance @ Liquidation 7/1/13	Adjustments	Balance 9/30/13
100% Reserve for CMS Retro Premium	(21,158,548.72)	0.00	(21,158,548.72)
Totals:	<u>(21,158,548.72)</u>	<u>-</u>	<u>(21,158,548.72)</u>

Allowance - Other Collections - Recovery Receivable

Description	Balance @ Liquidation 7/1/13	Adjustments	Balance 9/30/13
100% Reserve for Parents, Affiliates	(10,635,551.65)	0.00	(10,635,551.65)
Totals:	<u>(10,635,551.65)</u>	<u>0.00</u>	<u>(10,635,551.65)</u>

Total Allowances: (31,794,100.37)

Net Receivables: -

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Universal Health Care, Inc.
Schedule of Marshaled Inventory
For the Three Months Ended September 30, 2013

Marshaled Inventory

Description	Balance 7/1/13	Adjustments	Balance 9/30/13
Home Office: 100 Central Avenue, Suite 200, St. Petersburg, FL 33701	11,375,000.00	0.00	11,375,000.00
Condominium: 175 1st Street, S, Unit 2808, St. Petersburg, FL 33701	SOLD 730,000.00	(730,000.00)	0.00
Totals:	<u>12,105,000.00</u>	<u>(730,000.00)</u>	<u>11,375,000.00</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Universal Health Care, Inc.
Schedule of Fixed Assets
For the Three Months Ended September 30, 2013

Fixed Assets

<u>Description</u>	<u>Balance</u> <u>7/1/13</u>	<u>Adjustments</u>	<u>Balance</u> <u>9/30/13</u>
Furniture	10,000.00	0.00	10,000.00
Totals:	<u>10,000.00</u>	<u>0.00</u>	<u>10,000.00</u>

**Florida Department of Financial Services, Division of Rehabilitation
and Liquidation**
Universal Health Care Inc. in Liquidation
Notes to Financial Statements
Dated September 30, 2013

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, 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".
6. **Cash - Restricted.** Consists of funds currently held in the company bank accounts at Bank United and Fifth Third Bank pursuant to agreements the company had with the Florida Department of Elder Affairs and the Florida Agency for Health Care Administration.
7. **Accounts Receivable.** Receivables are shown with allowance provisions for uncollectible amounts unless otherwise indicated.
8. **Marshaled Inventory.** Represents real property and is valued pursuant to the most recent appraisals.
9. **Fixed Assets.** Estimated value of personal property such as office furniture and equipment.
10. **Claims.** Unless otherwise noted, the Statement of Affairs contains claim liability by priority class pursuant to 631.271, Florida Statutes. Unless otherwise stated, the claim liabilities are gross filed, unadjudicated, and have not been reduced by any early access payments from the Florida Receiver or offset by any special deposits. Claim liability numbers are based upon information and documentation provided to the Receiver as of March 21, 2013.
 - Proof of claim forms have not been mailed.
 - Claim liabilities are based upon company estimates as of month ending February 28, 2013.
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.