Florida Department of Financial Services, Division of Rehabilitation and Liquidation

Windhaven Insurance Company in Liquidation

Statement of Affairs

9/30/2023

	Estimated Realizable Value
ASSETS	
Pooled Cash in SPIA Due from the Admin Fund	$10,535,182.29
Short Term Investments-Restricted	26,243,523.10
Allowance - Short Term Investments	(26,243,523.10)
Accrued Interest Receivable	19,933.56
Advance to Guaranty Associations	27,536,437.00
Total Assets	$38,091,552.85
LIABILITIES	
Class 1 Administrative Claims	
Class 1 - Guaranty Associations	15,828,688.59
Class 2 Loss Claims	
Class 2 - Guaranty Associations	38,881,015.73
Class 2 - Other	9,511,972.81
Class 3 Unearned Premium Claims under Non-assessable Policies	
Class 3 - Guaranty Associations	727,253.38
Class 3 - Other	1,408,325.85
Class 5 Employee Claims	38,176.74
Class 6 General Creditor Claims	
Class 6 - Other	64,439,534.00
Class 7 State & Local Government Claims	661.14
Class 8 Late Filed Claims	2,110,480.83
Class 9 Surplus Notes/Unearned Premium Claims under Assessable Policies	
Class 9 - Other	7,900,000.00
Class 11 Shareholder Claims	10.00
Total Liabilities	$140,846,119.07
EQUITY	
Contributed Equity - State of Florida	271,718.18
Estate Equity	(103,026,284.40)
Excess (Deficiency) of Assets over Liabilities	($102,754,566.22)
Total Liabilities and Equity	$38,091,552.85

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

UNAUDITED

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Windhaven Insurance Company in Liquidation
Statement of Cash Receipts and Disbursements
From the Date of Liquidation through 9/30/2023

	Fiscal Year to Date	Since Date of Liquidation
CASH RECEIPTS		
Premium Collections	$0.00	$2,341,997.91
Reinsurance Recoveries	0.00	11,724,316.79
Subrogation and Salvage Recoveries	128,463.26	3,311,286.36
Litigation Recoveries	0.00	1,480,920.00
Tax Recoveries	0.00	2,434,345.88
Other Collections / Recoveries	16.54	846,371.04
Sale of Personal Property Inventory	0.00	102.50
Sale of Real Property Inventory	0.00	11,950,000.00
Receipts Before Investment Activities	128,479.80	34,089,340.48
Interest and Dividend Receipts	68,927.28	1,115,539.15
Sale of Short Term Investment	0.00	106,148.80
Receipts From Investment Activities	68,927.28	1,221,687.95
Total Cash Receipts	197,407.08	35,311,028.43
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	75,358.12	2,265,761.69
Salaries and Fringe Benefits	55,047.66	3,683,381.98
Employee Welfare	(26.04)	7,483.49
Travel Expenses	142.63	47,669.61
Admin Expenses	273.21	2,859,651.26
Equipment and Furniture Expenses	17,626.90	208,301.39
Rent, Building and Equipment	485.34	5,721.25
Taxes	0.00	95,939.13
Disbursements	148,907.82	9,173,909.80
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
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
Early Access-Guaranty Associations	0.00	27,536,437.00
Total Distributed	0.00	27,536,437.00
Disbursements & Distributions Before Investment Activities	148,907.82	36,710,346.80
Financial Expenses	2,938.99	99,084.05
Disbursements for Investment Activities	2,938.99	99,084.05
Total Cash Disbursements & Distributions	**151,846.81**	**36,809,430.85**
Net Increase (Decrease) in Cash	**45,560.27**	**(1,498,402.42)**
Beginning Cash Balance:		
Beginning Cash	10,489,622.02	(13,640,524.78)
Adjustments to Beginning Cash	0.00	25,674,109.49
Adjusted Beginning Cash Balance	**10,489,622.02**	**12,033,584.71**
Ending Cash Balance	**10,535,182.29**	**10,535,182.29**

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

UNAUDITED

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Windhaven Insurance Company
Schedule of Short Term Investments - Restricted
For the Three Months Ended September 30, 2023

Short Term Investments - Restricted

Description	Balance 7/1/23	Adjustments	Balance 9/30/23
GL Trust #0200	18,840,888.33	693,515.97	19,534,404.30
GL Trust #0400	6,470,929.77	238,189.03	6,709,118.80
	25,311,818.10	931,705.00	26,243,523.10

Allowance - Short Term Investments - Restricted

Description	Balance 7/1/23	Adjustments	Balance 9/30/23
GL Trust #0200	(18,840,888.33)	(693,515.97)	(19,534,404.30)
GL Trust #0400	(6,470,929.77)	(238,189.03)	(6,709,118.80)
	(25,311,818.10)	(931,705.00)	(26,243,523.10)

Total Short Term Investments - Net of Allowances	**0.00**

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Windhaven Insurance Company
Schedule of Accrued Interest Receivable
For the Three Months Ended September 30, 2023

Accrued Interest Receivable

Description		Balance 7/1/23	Accrued	Received	Balance 9/30/23
State Treasury	SPIA, 4-20-0-010000-00000	17,480.58	68,176.55	(65,723.57)	19,933.56
	Totals:	17,480.58	68,176.55	(65,723.57)	19,933.56

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Windhaven Insurance Company
Schedule of Advance to Guaranty Association
For the Three Months Ended September 30, 2023

Advance to Guaranty Associations

Description	Balance 7/1/23	Advanced	Recovered	Balance 9/30/23
Florida Insurance Guaranty Association	27,536,437.00	0.00	0.00	27,536,437.00
Totals:	27,536,437.00	0.00	0.00	27,536,437.00

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Windhaven Insurance Company in Liquidation
Notes to Financial Statements
Dated September 30, 2023

1. **Estate Information**. Windhaven Insurance Company was a property and casualty organization domiciled in Florida placed in liquidation on January 6, 2020.

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, 2023 through June 30, 2024. 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".

5. **Short Term Investments – Restricted.** Trust funds relate to Greenlight Re & Greenlight Re-Ireland; In the event of default, Receiver may draw upon the trust funds. Greenlight Re and Greenlight Re-Ireland have funded claims as presented in the normal course of business and any remaining balances after all agreements terminate will revert back to Greenlight Re and/or Greenlight Re-Ireland.

6. **Advance to Guaranty Association(s).** Represents funds advanced to guaranty associations for the payment of covered claims and expenses. The guaranty association is obligated to promptly return any or all of these funds if the Receiver determines that repayment of claims of equal or superior priority is necessary.

7. **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 and Class 3 claim liabilities are based upon Guaranty Association payments and estimates.
    - All other liabilities are based on Guaranty Association payments, estimates and Filed Proof of Claims forms.

8. **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.

9. **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.

10. **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.

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Windhaven Insurance Company in Liquidation
Notes to Financial Statements
Dated September 30, 2023

11. **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.