

**Florida Department of Financial Services, Division of Rehabilitation and
Liquidation
Gulfstream Property and Casualty Ins Co in Liquidation
Statement of Affairs
12/31/2021**

	Estimated Realizable Value
ASSETS	
Cash-Company Operating	(\$4,052,234.23)
Pooled Cash in SPIA Due from the Admin Fund	53,488,820.70
Short Term Investments	3,721,185.49
Accrued Interest Receivable	32,392.75
Reinsurance Recoverable	21,438.26
Other Assets	135,010.63
Total Assets	\$53,346,613.60
LIABILITIES	
Class 1 Administrative Claims	
Class 1 - Guaranty Associations	2,988,014.80
Class 2 Loss Claims	
Class 2 - Guaranty Associations	19,725,769.57
Class 2 - Other	7,968,618.95
Class 3 Unearned Premium Claims under Non-assessable Policies	
Class 3 - Other	45,000,000.00
Total Liabilities	\$75,682,403.32
EQUITY	
Contributed Equity - State of Florida	46,848.15
Estate Equity	(22,382,637.87)
Excess (Deficiency) of Assets over Liabilities	(\$22,335,789.72)
Total Liabilities and Equity	\$53,346,613.60

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

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

Gulfstream Property and Casualty Ins Co in Liquidation

Statement of Cash Receipts and Disbursements

From the Date of Liquidation through 12/31/2021

	<u>Fiscal Year to Date</u>	<u>Since Date of Liquidation</u>
CASH RECEIPTS		
Premium Collections	\$188,702.17	\$188,702.17
Reinsurance Recoveries	33,144,316.06	33,144,316.06
Agents' Balances Recoveries	368,012.34	368,012.34
Subrogation and Salvage Recoveries	234,336.13	234,336.13
Tax Recoveries	27.00	27.00
Other Collections / Recoveries	793,338.96	793,338.96
Sale of Real Property Inventory	<u>2,300,000.00</u>	<u>2,300,000.00</u>
Receipts Before Investment Activities	37,028,732.66	37,028,732.66
Interest and Dividend Receipts	179,526.24	179,526.24
Sale of Short Term Investment	<u>17,150,363.73</u>	<u>17,150,363.73</u>
Receipts From Investment Activities	<u>17,329,889.97</u>	<u>17,329,889.97</u>
Total Cash Receipts	<u><u>54,358,622.63</u></u>	<u><u>54,358,622.63</u></u>
CASH DISBURSEMENTS & DISTRIBUTIONS		
Professional Fees and Expenses	216,882.06	216,882.06
Salaries and Fringe Benefits	840,027.73	840,027.73
Employee Welfare	402.29	402.29
Travel Expenses	13,384.20	13,384.20
Admin Expenses	492,844.21	492,844.21
Equipment and Furniture Expenses	3,863.78	3,863.78
Rent, Building and Equipment	1,053.78	1,053.78
Taxes	<u>15,305.96</u>	<u>15,305.96</u>
Disbursements	1,583,764.01	1,583,764.01
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)	<u>0.00</u>	<u>0.00</u>
Total Distributed	0.00	0.00
Disbursements & Distributions Before Investment Activities	1,583,764.01	1,583,764.01
Financial Expenses	60,277.25	60,277.25
Purchase Short Term Investment	<u>158.02</u>	<u>158.02</u>
Disbursements for Investment Activities	<u>60,435.27</u>	<u>60,435.27</u>
Total Cash Disbursements & Distributions	<u><u>1,644,199.28</u></u>	<u><u>1,644,199.28</u></u>
Net Increase (Decrease) in Cash	<u><u>52,714,423.35</u></u>	<u><u>52,714,423.35</u></u>
Beginning Cash Balance:		
Beginning Cash	0.00	0.00
Adjustments to Beginning Cash	(1,646,874.25)	(1,646,874.25)
Cash from New Estates	<u>(1,630,962.63)</u>	<u>(1,630,962.63)</u>
Adjusted Beginning Cash Balance	<u><u>(3,277,836.88)</u></u>	<u><u>(3,277,836.88)</u></u>
Ending Cash Balance	<u><u>49,436,586.47</u></u>	<u><u>49,436,586.47</u></u>

**Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Gulfstream Property and Casualty Insurance Co., in Liquidation
Schedule of Cash**

For the Six Months Ended December 31, 2021

Cash - Company

Description	Balance	Adjustments		Balance
	7/28/21	Deposits/Transfers	Transfers/Voids	12/31/21
Hancock Whitney Bank -GSPCIC Operating-9120	2,717,926.12	8,236,688.08	(10,917,009.44)	37,604.76
Hancock Whitney Bank - GSPCIC Claims -9082	(15,363,547.37)	13,555,579.18	(27,557.02)	(1,835,525.21)
Hancock Whitney Bank -GSPCIC Premium Refunds -9074	4,185,912.49	950,816.66	(7,472,922.30)	(2,336,193.15)
Hancock Whitney Bank - GSSIC Operating -3075	31,654.92	415,000.00	(299,624.61)	147,030.31
Hancock Whitney Bank - GSSIC Claims 3597	(415,890.13)	350,739.19	0.00	(65,150.94)
Totals:	(8,843,943.97)	23,508,823.11	(18,717,113.37)	(4,052,234.23)

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Gulfstream Property and Casualty Insurance Co., in Liquidation
Schedule of Short Term Investments
For the Six Months Ended December 31, 2021

Money Market Accounts

Description	Balance 7/28/21	Adjustments/Interest	Transfers	Balance 12/31/21
Hancock Whitney GSPCIC	7,271,650.46	1,657.45	(5,500,000.00)	1,773,307.91
Hancock Whitney GSSIC	2,362,794.84	82.74	(415,000.00)	1,947,877.58
	<u>9,634,445.30</u>	<u>1,740.19</u>	<u>(5,915,000.00)</u>	<u>3,721,185.49</u>

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Gulfstream Property and Casualty Insurance Co., in Liquidation
Schedule of Accrued Interest Receivable
For the Six Months Ended December 31, 2021

Accrued Interest Receivable

Description		Balance 7/28/21	Accrued	Received	Balance 12/31/21
State Treasury	SPIA, 4-20-0-010000-00000	0.00	91,440.31	(59,047.56)	32,392.75
Totals:		0.00	91,440.31	(59,047.56)	32,392.75

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Gulfstream Property and Casualty Ins Co in Liquidation
Schedule of Reinsurance Recoverables - Net of Allowance
For Six Months Ended December 31, 2021

Reinsurance Recoverables

Recovery Agent	Balance 7/28/21	Billed	Recovered	Adjustments	Balance 12/31/2021
Receiver	0.00	33,165,754.32	(33,144,316.06)	0.00	21,438.26
Total	0.00	33,165,754.32	(33,144,316.06)	0.00	21,438.26

Allowance Reinsurance

Recovery Agent	Balance 7/28/21	Increases	Decreases	Balance 12/31/2021
Receiver	0.00	0.00	0.00	0.00
Total	0.00	0.00	0.00	0.00

Reinsurance Recoverables - Net of Allowance

21,438.26

Florida Department of Financial Services, Division of Rehabilitation and Liquidation
Gulfstream Property and Casualty Insurance Co., in Liquidation
Schedule of Other Assets
For the Six Months Ended December 31, 2021

Statutory Deposits

Description	Balance 7/28/21	Adjustments	Recovered	Balance 12/31/21
Florida	605,794.95	0.00	(605,794.95)	0.00
Louisiana	102,693.92	(958.48)	(101,735.44)	0.00
Massachusetts	101,953.00	(687.31)	(101,265.69)	0.00
South Carolina	136,236.62	(1,225.89)	0.00	135,010.73
Totals:	<u>238,189.62</u>	<u>(1,913.20)</u>	<u>(101,265.69)</u>	<u>135,010.73</u>

**Florida Department of Financial Services, Division of Rehabilitation
and Liquidation**
Gulfstream Property & Casualty Insurance Co. in Liquidation
Notes to Financial Statements

Dated December 31, 2021

1. **Estate Information.** Gulfstream P & C Insurance Company was a property and casualty organization domiciled in Florida placed in liquidation on July 28, 2021.
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, 2021 through June 30, 2022. 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.** 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. These investments consist of various accounts at Hancock Whitney Bank..
6. **Reinsurance.** Reinsurance receivables have resulted from losses that have been paid and billed to the reinsurer(s). The financial statements reflect the 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.
7. **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 December 31, 2021 or latest available, those that have been collected by the Receiver and those where the state has taken its deposit.
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.
 - Class 1, Class 2 and Class 3 claim liabilities are based upon Guaranty Association estimates and company reserves at the time of liquidation.
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.

**Florida Department of Financial Services, Division of Rehabilitation
and Liquidation
Gulfstream Property & Casualty Insurance Co. in Liquidation
Notes to Financial Statements**

Dated December 31, 2021

- 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.