

CHRIS MCCONNELL

Legal Counsel

Commissioner of Securities and Insurance,

Office of the Montana State Auditor

840 Helena Ave.

Helena, MT 59601

Phone: (406) 444-2040

Email: christopher.mcconnell@mt.gov

E-Service: CSI.LegalService@mt.gov*Counsel for the Liquidator***MONTANA FIRST JUDICIAL DISTRICT COURT
LEWIS AND CLARK COUNTY**IN THE MATTER OF THE LIQUIDATION
OF CARECONCEPTS INSURANCE, INC.,
A RISK RETENTION GROUP,

Respondent.

CASE NO. ADV-2016-640

**LIQUIDATOR'S FINAL CLOSING
ACCOUNTING**

Troy Downing, the Montana State Auditor, Commissioner of Securities and Insurance, in his role as the court-ordered Liquidator of CareConcepts Insurance Inc., a Risk-Retention Group ("CareConcepts"), by and through the undersigned counsel, files this Final Closing Accounting to the Court pursuant to the Court's "Order for Payment of Administrative Expenses, Payment to Class 2 Policyholder Claimants, Closure of the Estate and Discharge of the Liquidator" filed on November 9, 2023.

The final actual accounting is attached as Exhibit A, and the final statement of cash receipts and disbursements is attached as Exhibit B. As reflected in Exhibit A, the Liquidator distributed \$49,376 more to Class 2 Claimants than was estimated in the closing application. The final total distribution to Class 2 claimants amounted to 43%, set forth as follows:

Approved Class 2 Claims: \$7,219,303

Class 2 distributions: \$3,118,544

Payout %: 43%

This matter is now closed.

Respectfully submitted this 31st day of January 2024.

TROY DOWNING
Commissioner of Securities and Insurance,
Montana State Auditor

/s/ Chris McConnell
Chris McConnell
Attorney for the Liquidator

CERTIFICATE OF SERVICE

The undersigned hereby certifies that on January 31, 2024, a true and correct copy of the foregoing Liquidator's Final Closing Accounting was served upon the following by regular and electronic mail:

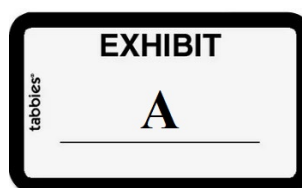
Michael J. FitzGibbons
FitzGibbons and Company, Inc.
8701 E. Vista Bonita Dr., Suite 200
Scottsdale, AZ 85255
mjf@fitzgibbonsco.com

/s/Tiffany Hoffman
Tiffany Hoffman
Paralegal, Montana State Auditor

CareConcepts Insurance, Inc., a Risk Retention Group, in Liquidation

Final Actual Accounting

	Proforma			Actual			Variance		
	Estimated Balance Sheet	Distribution	Final Balance Sheet	Estimated Balance Sheet	Distribution	Final Balance Sheet	Estimated Balance Sheet	Distribution	Final Balance Sheet
Assets									
Cash & Equivalents	2,641,610	2,641,610	-	2,655,270	2,655,270	-	13,660	13,660	-
Total assets	2,641,610	2,641,610	-	2,655,270	2,655,270	-	13,660	13,660	-
Liabilities									
Class 1:									
Accrued administrative expenses	7,890	7,890	-	9,689	9,689	-	1,799	1,799	-
Projected administrative expenses	84,336	84,336	-	46,822	46,822	-	(37,514)	(37,514)	-
Total Class 1	92,226	92,226	-	56,511	56,511	-	(35,715)	(35,715)	-
Class 2:									
Unpaid Claims	6,699,518	2,549,384	4,150,134	6,699,518	2,598,759	4,100,759	-	49,376	(49,376)
Unfiled and Subordinate Claims:									
Unpaid Claims	1,627,370		1,627,370	1,627,370		1,627,370	-	-	-
Accrued Expenses, Other	372,365		372,365	372,365		372,365	-	-	-
Total liabilities	8,791,479	2,641,610	6,149,869	8,755,764	2,655,270	6,100,494	(35,715)	13,660	(49,376)
Total surplus (deficit)	(6,149,869)	-	(6,149,869)	(6,100,494)	-	(6,100,494)	49,376	-	49,376
Total liabilities and surplus (deficit)	2,641,610	2,641,610	-	2,655,270	2,655,270	-	13,660	13,660	-



CareConcepts Insurance, Inc., a Risk Retention Group, in Liquidation
Cash Receipts and Disbursements
August 2016 to November 30, 2023

	August to Dec. 2016	2017	2018	2019	2020	2021	2022	2023	ITD Total
Cash receipts:									
Investment income	8,523	3,149	13,260	28,840	10,174	1,805	12,119	68,645	146,514
Reinsurance collections	-	-	-	-	-	-	-	1,935,264	1,935,264
Sale of investments	1,705,318	-	-	-	-	-	-	-	1,705,318
Income tax recoveries	91,541	-	-	-	-	-	-	-	91,541
Letter of credit	100,000	-	-	-	-	-	-	-	100,000
Other	1,000	-	-	-	-	-	-	-	1,000
	1,906,382	3,149	13,260	28,840	10,174	1,805	12,119	2,003,909	3,979,637
Cash disbursements:									
Loss and loss adjustment expenses	7,000	90,856	117,081	97,755	38,841	24,651	513,334	2,618,544	3,508,062
Salary and employee benefits	7,258	21,631	32,525	16,352	20,908	21,950	24,572	8,802	153,999
Special Deputy Liquidator	42,368	117,993	41,892	23,275	22,229	21,597	29,694	60,355	359,402
Insurance	791	772	814	814	683	684	966	889	6,413
Professional fees	7,139	5,600	474	4,930	4,825	10,771	5,353	14,195	53,287
Rent, rent items and utilities	1,113	2,714	2,686	3,520	4,601	4,359	2,404	1,561	22,959
Offices supplies, postage and printing	1,888	2,562	3,128	2,062	2,848	2,640	4,250	2,006	21,384
EDP equipment, software and consulting	10,503	1,389	21,010	12,146	4,515	13,515	5,631	3,224	71,933
Purchase of investments	2,248	-	-	-	-	-	-	-	2,248
Other	698	-	-	-	4	41	90	235	1,068
Publication costs	7,743	-	-	-	-	-	-	-	7,743
	88,749	243,517	219,610	160,854	99,453	100,208	586,294	2,709,811	4,208,496
Net change in cash	1,817,633	(240,368)	(206,350)	(132,014)	(89,279)	(98,404)	(574,175)	(705,902)	(228,859)
Cash and cash equivalents - beginning of period	228,859	2,046,492	1,806,124	1,599,774	1,467,760	1,378,480	1,280,077	705,902	228,859
Cash and cash equivalents - end of period	2,046,492	1,806,124	1,599,774	1,467,760	1,378,480	1,280,077	705,902	-	-

