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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 **ACCOUNTING FILING**

The Office of the Montana State Auditor, Commissioner of Securities and Insurance, by and through counsel, submits the following accounting of the estate of CareConcepts Insurance, Inc., a Risk Retention Group ("CareConcepts").

Pursuant to the Court's scheduling order dated August 8, 2016, the Liquidator shall file an accounting of the estate of CareConcepts at least annually, until termination of the liquidation. Michael FitzGibbons, Special Deputy Liquidator, has prepared the attached accounting based upon June 30, 2023 financials as Exhibit A.

Respectfully submitted this 13th day of September 2023.

TROY DOWNING
Commissioner of Securities and Insurance,
Montana State Auditor

_/s/ Chris McConnell_____________________
Chris McConnell
Attorney for the Liquidator

CareConcepts Insurance, Inc., a Risk Retention Group
Balance Sheet
December 31, 2022 and June 30, 2023

	December 31, 2022	June 30, 2023
Assets		
Cash and cash equivalents	705,902	1,801,949
Amounts recoverable from reinsurers	2,170,670	919,444
	2,876,572	**2,721,393**
Liabilities		
Loss reserves	7,750,151	7,733,951
Loss adjustment expense reserves	596,521	592,936
Other expenses	63,632	64,621
Taxes, licenses, and fees	12,424	12,927
Premium refund payable	302,545	302,545
Ceded premiums payable	234,228	104,577
Total liabilities	**8,959,500**	**8,811,557**
Capital and Surplus (Deficit)		
Common stock and contributed surplus	297,466	297,466
Surplus note	600,000	600,000
Unassigned funds	(6,980,394)	(6,987,630)
Total policyholders surplus (deficit)	**(6,082,928)**	**(6,090,164)**
	2,876,572	**2,721,393**

CareConcepts Insurance, Inc., a Risk Retention Group
Statement of Operations
Year Ended December 31, 2022 and Six Months Ended June 30, 2023

	Year Ended December 31, 2022	Six Months Ended June 30, 2023
Net premiums earned	-	-
Loss and LAE incurred	-	-
Other expenses	41,076	26,020
Net underwriting gain (loss)	(41,076)	(26,020)
Net investment income	12,089	18,784
Net realized capital gains (losses)	-	-
Income before taxes	**(28,987)**	**(7,236)**
Income taxes	-	-
Net income (loss)	**(28,987)**	**(7,236)**

CareConcepts Insurance, Inc., a Risk Retention Group
Cash Receipts and Disbursements
August 2016 to June 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	18,784	96,653
Sale of investments	1,705,318	-	-	-	-	-	-	-	1,705,318
Reinsurance collections	-	-	-	-	-	-	-	1,120,998	1,120,998
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**	**1,139,782**	**3,115,510**
Cash disbursements:									
Loss and loss adjustment expenses	7,000	90,856	117,081	97,755	38,841	24,651	513,334	19,785	909,303
Salary and employee benefits	7,258	21,631	32,525	16,352	20,908	21,950	24,572	4,918	150,115
Special Deputy Liquidator	42,368	117,993	41,892	23,275	22,229	21,597	29,694	11,675	310,722
Insurance	791	772	814	814	683	684	966	-	5,524
Professional fees	7,139	5,600	474	4,930	4,825	10,771	5,353	6,195	45,287
Rent, rent items and utilities	1,113	2,714	2,686	3,520	4,601	4,359	2,404	515	21,913
Offices supplies, postage and printing	1,888	2,562	3,128	2,062	2,848	2,640	4,250	434	19,812
EDP equipment, software and consulting	10,503	1,389	21,010	12,146	4,515	13,515	5,631	100	68,809
Purchase of investments	2,248	-	-	-	-	-	-	-	2,248
Other	698	-	-	-	4	41	90	113	946
Publication costs	7,743	-	-	-	-	-	-	-	7,743
	88,749	**243,517**	**219,610**	**160,854**	**99,453**	**100,208**	**586,294**	**43,735**	**1,542,421**
Net change in cash	**1,817,633**	**(240,368)**	**(206,350)**	**(132,014)**	**(89,279)**	**(98,404)**	**(574,175)**	**1,096,047**	**1,573,089**
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**	**1,801,949**	**1,801,949**

CareConcepts Insurance, Inc., a Risk Retention Group
Asset Listing
June 30, 2023

	June 30, 2023
Assets	
Cash and cash equivalents	1,801,949
Amounts recoverable from reinsurers - ceded reserves	919,444
	2,721,393