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Special Deputy Receiver of
Bright Healthcare Insurance Company of Texas**

CERTIFICATE OF SERVICE

I certify that on March 15, 2024, a true and correct copy of this SPECIAL DEPUTY RECEIVER'S QUARTERLY FINANCIAL REPORT AND SUMMARY STATEMENT OF EXPENSES (NOVEMBER 29, 2023 TO FEBRUARY 29, 2024) was served pursuant to the Order of Reference, Texas Rules of Civil Procedure, TEX. INS. CODE ANN. SEC. 443.007(d) and the Court's order on electronic service on the following by email, except as specifically otherwise noted.

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/s/ Greg Pierce

Gregory A. Pierce

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**Bright Healthcare Insurance Company of Texas
Statement of Expenses**

**For Period Ending
02/29/24**

	Total Feb	Total Quarter
SDR		
Cantilo & Bennett, LLP		
Primary Responsible	31,564.00	109,798.00
Primary Responsible - Travel	0.00	3,120.00
SDR Administration Partner/Attorney	3,432.00	32,032.00
SDR Administration Partner/Attorney - Travel	0.00	780.00
SDR Administration Partner/Attorney	130.00	3,328.00
SDR Administration	540.00	3,340.00
SDR Administration	11,420.00	18,960.00
Receivership Specialist	170.50	170.50
Information Technology	200.00	700.00
Expenses	266.08	3,424.12
Total SDR Billing	47,722.58	175,652.62
SDR Subcontractors - Legal		
Fuller Law Group		
Attorney	23,265.00	85,415.00
Attorney - Travel	0.00	2,750.00
Expenses	167.00	4,214.04
Total Billing	23,432.00	92,379.04
Greg Pierce-Attorney at Law		
Attorney	15,125.00	64,900.00
Expenses	4.24	100.80
Total Billing	15,129.24	65,000.80
Inquest Resources		
Partner & Paralegal I	25.50	1,555.50
Partner & Paralegal/Receivership Specialist I	952.00	4,343.50
Partner & Paralegal/Receivership Specialist I - T	0.00	1,049.75
Receivership Specialist II	60.50	385.00
Expenses	101.30	4,833.94
Total Billing	1,139.30	12,167.69
Total Legal Subcontractors	39,700.54	169,547.53
SDR Subcontractors - Other		
Tharp & Associates		
Accountant-Principal/Reinsurance	17,500.00	77,187.50
Accountant-Principal/Reinsurance-Travel	0.00	1,500.00
Corporate Controller/Accountant	2,486.25	8,628.75
Accountant	4,218.75	11,406.25
Expenses	59.37	1,319.12
Total Billing	24,264.37	100,041.62

Petrosewicz & Co., Inc.		
Accountant-Principal	180.00	1,120.00
Accountant	12.50	12.50
Expenses	0.00	0.00
Total Billing	192.50	1,132.50
EMKAY Associates, Inc		
Claims Manager & Consultant	0.00	42.00
Claims Management & IT Consulting	13,114.50	35,437.50
Claims Management & IT Consulting	0.00	68.00
Expenses	0.00	0.00
Total Billing	13,114.50	35,547.50
Milford Consulting, L.L.C.		
Receivership Specialist I, Claims Consultant	8,482.50	13,318.50
Receivership Specialist III	104.00	1,001.00
Expenses	0.00	0.00
Total Billing	8,586.50	14,319.50
Jennan Enterprises, LLC		
IT Consultant	3,600.00	12,150.00
Expenses	0.00	0.00
Total Billing	3,600.00	12,150.00
Total Other SDR Subcontractors	49,757.87	163,191.12
Receivership Service Providers		
Magic Couriers, Inc.	0.00	2,555.00
Network 1 Consulting-Secure Cloud Storage	712.00	2,962.00
Total Other	712.00	5,517.00
Sub-Total SDR, Subcontractor & Provider Expenses		
Sub-Total SDR, Subcontractor & Provider Ex	137,892.99	513,908.27
Liquidation Oversight Allocation		
RLO Allocation	14,034.78	31,060.20
Special Master's Fees	148.33	228.33
Total RLO & SM Expense	14,183.11	31,288.53
Total Expenses	152,076.10	545,196.80

Bright Healthcare Insurance Company of Texas
Statement of Net Assets

For the Period Ending
02/29/24

Line		02/29/24
Cash		
1	Cash	
	Cash - Unrestricted	62,324,145
	APF Funds (Loan proceeds)	
Investments		
2	Short-Term Investments	
3	Bonds	
4	Stocks - Preferred & Common	
5	Investments in Subsidiaries, Controlled or Affiliated Entities	
6	Mortgage Loans	
7	Real Estate	
8	Policy Loans	
9	Other Invested Assets	
Restricted Assets		
10	Statutory Deposits	
11	Funds held by or deposited with Reinsured Companies	
12	Restricted - Other	
Reinsurance Receivable		
13	Reinsurance Recoverables on Paid Losses & LAE (net of allowance)	0
14	Reinsurance Recoverables on Unpaid Losses & LAE (net of allowance)	
15	Reinsurance Recoverables on UEP & Contingent Commissions	
Other Receivables		
16	Salvage & Subrogation Recoveries	
17	Premiums Due from Agents & Policyholders	
18	Receivable from Parents, Subsidiaries & Affiliates	0
19	Receivable from Guaranty Associations - Early Access Payments	
20	Other Receivables	
	RX Rebates Receivable	0
	Other Receivables	0
Other Assets		
21	FF&E	
22	Other Assets	
	Deferred Tax Asset	0
	Total Assets	62,324,145

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Bright Healthcare Insurance Company of Texas
Statement of Net Liabilities

For Period Ending
02/29/24

Line

02/29/24

1	Secured Claims	
2	APF Loan	
3	Special Deposit Claims	
Administrative Claims - Class 1		
4	Administrative Claims - State/Receiver	
	Special Deputy Receiver, Subcontractors Fees & Expenses	137,893
	Liquidation Oversight	14,035
	Special Master's Fees	148
5	Administrative Claims - Guaranty Assns	
	Administrative Expense Paid	
	Administrative Expense Reserves	
6	LAE - Guaranty Assns	
	LAE Paid	
	LAE Reserves	
Policy Claims - Class 2		
7	Loss Claims - Guaranty Assns	
	Loss Claims Paid	
	Loss Claims Reserves	
8	Loss Claims - Other	
	Other Loss Claims Paid	
	Other Loss Claims Reserves	4,494,281
9	LAE - Other	
10	Unearned & Advance Premium Claims - GA	
11	Unearned & Advance Premium Claims - Other	840,591
Other Liabilities		
12	Class 3 Claims	91,203,223
13	Class 4 Claims	
14	Class 5 General Unsecured Creditor Claims	300,021
15	Class 5 Reinsurance Related Unsecured Claims	
16	Class 6 Claims	
17	Class 7 Claims	
18	Class 8 Claims	
19	Class 9 Claims	
20	Class 10 Interest	
21	Class 11 Claims	
22	Other Liabilities	
	<i>Detail Item if any</i>	
	<i>Detail Item if any</i>	
	Total Liabilities	96,990,192
23	Total Equity/(Deficit) Excess (Deficiency) of Assets over Liabilities	(34,666,047)
	Total Liabilities & Equity	62,324,145

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Bright Healthcare Insurance Company of Texas
Changes in Net Liabilities

For the Quarter Ending
2/29/2024

Line		11/30/23	02/29/24	Change
1	Secured Claims			0
2	APF Loan			0
3	Special Deposit Claims			0
Administrative Claims - Class 1				
4	Administrative Claims - State/Receiver			0
	Special Deputy Receiver, Subcontractors Fees & Expenses	35,930	137,893	101,963
	Liquidation Oversight	-	14,035	14,035
	Special Master's Fees			0
5	Administrative Claims - Guaranty Assns			0
	Administrative Expense Paid			0
	Administrative Expense Reserves			0
6	LAE - Guaranty Assns			0
	LAE Paid			0
	LAE Reserves			0
Policy Claims - Class 2				
7	Loss Claims - Guaranty Assns			0
	Loss Claims Paid			0
	Loss Claims Reserves			0
8	Loss Claims - Other			0
	Other Loss Claims Paid			0
	Other Loss Claims Reserves	3,283,174	4,494,281	1,211,107
9	LAE - Other			0
10	Unearned & Advance Premium Claims - GA			0
11	Unearned & Advance Premium Claims - Other	990,625	840,591	(150,034)
Other Liabilities				
12	Class 3 Claims	91,203,223	91,203,223	0
13	Class 4 Claims			0
14	Class 5 General Unsecured Creditor Claims	298,785	300,021	1,236
15	Class 5 Reinsurance Related Unsecured Claims			0
16	Class 6 Claims			0
17	Class 7 Claims			0
18	Class 8 Claims			0
19	Class 9 Claims			0
20	Class 10 Interest			0
21	Class 11 Claims			0
22	Other Liabilities			0
	Detail Item if any			0
	Detail Item if any			0
	Total Liabilities	95,811,737	96,990,044	1,178,307
23	Total Equity/(Deficit) Excess (Deficiency) of Assets over Liabilities	(35,237,200)	(34,666,047)	571,152
	Total Liabilities & Equity	60,574,537	62,323,996	1,749,459

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Bright Healthcare Insurance Company of Texas
Sources & Uses of Cash

For Period Ending
02/29/24

	Qtr Ending Feb-2024
Income	
Premium Receipts	486
Agents' Balances Received	-
Reinsurance Recoveries	-
Salvage & Subrogation Recoveries	-
Affiliates Recovery	-
Settlement/Litigation Recovery	-
Other Receipts	1,215,384
Sale of Real & Personal Property	-
Investment Sales/Receipts	-
Other Asset Receipts	10,900
Total Receipts from Assets/Receivables	1,226,770
Interest & Dividend Receipts, EA Interest	-
Cash Deposit Interest	954,302
Total Cash Receipts	2,181,072
Disbursements	
SDR Fees & Expenses	146,141
Subcontractor Legal Fees & Expenses	142,403
Subcontractor Other Fees & Expenses	117,700
Non-Subcontractor Fees & Expenses	4,805
Other Expenses	2,753
RLO Fees & Expenses	17,105
Total Disbursements for Operations	430,907
Loss Claims & LAE Expense Payments	-
Early Access Payments - GA	-
Refunds & Other Distributions	-
Total Cash Distributions	-
Total Cash Disbursements & Distributions	430,907
Net Increase(Decrease) in Cash	1,750,165
Cash at Beginning of Period	60,573,979
Cash at End of Period	62,324,144

Automated Certificate of eService

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Greg Pierce on behalf of Greg Pierce

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Status as of 3/18/2024 6:47 AM CST

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