

IN THE COURT OF COMMON PLEAS, FRANKLIN COUNTY, OHIO

Mary Jo Hudson, Ohio Superintendent of Insurance, in her Capacity as Liquidator of Credit General Insurance Company and Credit General Indemnity Company,
Plaintiff,
v.
Credit General Insurance Company, et al.,
Defendants.

Case No. 00 CVH 11-9867
Judge Beverly Pfeiffer

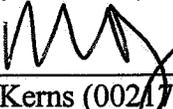
MOTION FOR THE APPROVAL OF LIQUIDATOR'S PERIODIC ACCOUNTINGS FOR THE PERIOD OF JULY 1, 2008 THROUGH DECEMBER 31, 2008

Plaintiff, Mary Jo Hudson in her capacity as Liquidator of Credit General Insurance Company ("CGIC"), moves this Court for an Order approving CGIC's Statement of Receipts and Disbursements of the Liquidator for the period July 1, 2008 through December 31, 2008, as set forth in the attached Exhibit A. The grounds in support of this Motion are set forth in the accompanying Memorandum in Support.

Respectfully submitted,

RICHARD CORDRAY
Attorney General of Ohio

By Outside Counsel:
KEGLER, BROWN, HILL & RITTER, CO. L.P.A.

By: 
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FILED
COMMON PLEAS COURT
FRANKLIN CO. OHIO
2009 JUL 24 PM 2:39
CLERK OF COURTS

MEMORANDUM IN SUPPORT

This motion is brought by the Liquidator requesting that this Court approve CGIC's Statement of Receipts and Disbursements of the Liquidator for the period of July 1, 2008 through December 31, 2008 (the "Statement"). The Statement is described and set forth in the attached Exhibit A.

By Order of this Court entered on January 5, 2001, the Ohio Superintendent of Insurance was appointed Liquidator of Credit General Insurance Company and was empowered, authorized and directed to liquidate all of the property and assets of CGIC in accordance with the laws of Ohio and under the continuing jurisdiction of this Court. As part of the liquidation and pursuant to the Order of Liquidation and Ohio Revised Code Chapter 3903, the Liquidator undertakes to collect all debts and moneys due to CGIC, and makes payment of necessary expenses. The Liquidation Order and O.R.C. 3903.21(A)(4) provides, in pertinent part, that the Liquidator may:

Pay reasonable compensation to persons appointed and defray from the funds or assets of the insurer all expenses of taking possession of, conserving, conducting, liquidating, disposing of or otherwise dealing with the business and property of the insurer.

Section 3903.42(A) of the Ohio Revised Code provides that the expenses of administration be given first priority in the distribution of assets.

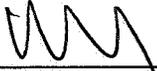
The Liquidator is also required by R.C. 3903.18(E) to periodically account to the Court, throughout the pendency of CGIC's liquidation proceedings, to be submitted in the form attached hereto as Exhibit A. Such accounting may assist the Court in monitoring the progress and status of the liquidation, and in particular, the receipts and disbursements in the CGIC proceedings.

WHEREFORE, for the reasons outlined above, the Liquidator respectfully requests the Court to approve CGIC's Statement of Receipts and Disbursements of the Liquidator for the periods of July 1, 2008 through December 31, 2008, as set forth in the attached Exhibit A.

Respectfully submitted,

RICHARD CORDRAY
Attorney General of Ohio

By Outside Counsel:
KEGLER, BROWN, HILL & RITTER, CO. L.P.A.

By:  _____

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*Attorneys for Mary Jo Hudson, in her capacity as Liquidator of
Credit General Insurance Company and Credit General
Indemnity Company*

CERTIFICATE OF SERVICE

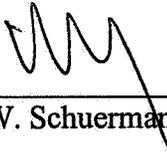
I hereby certify that a true and accurate copy of the foregoing Motion and Accompanying Memorandum was served via first class ordinary U.S. Mail, postage prepaid, this 24th day of July, 2009, upon all parties on the attached Service List:

Lynn Berg
Anchor Claims Management
P.O. Box 819045
Dallas, TX 75381-9045

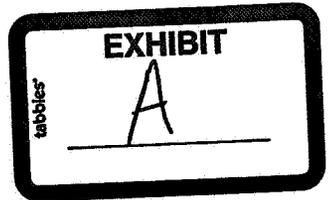
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Wayne D. Wilson
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Richard W. Schuermann, Jr. (0032546)



CREDIT GENERAL INSURANCE COMPANY, IN LIQUIDATION
LIQUIDATION DATE JANUARY 5, 2001
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
CUMULATIVE FROM JANUARY 5, 2001 TO DECEMBER 31, 2008

	Current Period 7/1/2008 TO 12/31/2008	Year to Date TO 12/31/2008	Cumulative From 1/5/2001
Beginning Cash & Invested Assets (Note 1)	46,408,893.64	41,593,095.40	18,679,219.65
Receipts:			
Interest Income (Note 2)	681,362.26	1,213,351.89	8,169,863.92
Premiums Collected (Note 3)	69,196.92	1,215,573.70	20,779,473.80
Recovery of Statutory Deposit	0.00	0.00	709,975.37
Production of Document Income	0.00	0.00	350.25
Reinsurance Recoveries (Note 4)	1,777,892.31	7,368,375.97	29,802,528.02
Salvage & Subrogation (Note 5)	1,200.00	41,411.97	4,148,632.66
Reimbursement of Paid Claims	0.00	5,170.14	1,288,517.96
Recovery from TPA'S	0.00	0.00	2,972,510.92
Recovery of IRS Tax Refunds	0.00	0.00	10,565,562.46
Recovery of Workers' Comp Deposits	0.00	0.00	85,582.77
Recovery of Cash Value of Surrendered Life Insurance Policies	0.00	0.00	1,039,301.92
Refund of General Operating Expenses	0.00	0.00	21,172.73
Refund of Payroll Taxes	0.00	0.00	1,798.90
Refund of Insurance Department Licenses & Fees	0.00	0.00	1,968.84
Uncashed and Voided Checks	0.00	0.00	216,231.90
Return of Bond Collateral	0.00	0.00	323.25
Recovery from Prudential Securities Inc.	0.00	0.00	185,906.28
Proceeds from Sale of ISO Stock	0.00	0.00	775,173.60
Insurance Recovery-Theft of Computers/Equipment	0.00	0.00	1,972.33
Recoveries from Settlement Agreements (Note 6)	3,000,000.00	3,000,000.00	8,743,725.80
Proceeds from the Sale of Assets (Note 7)	263.21	263.21	118,291.13
Refund of Premium Taxes & Assessments	0.00	0.00	234,452.73
Proceeds from Closed Accounts	0.00	0.00	272,325.61
Recovery from Directors and Officers (Note 8)	53,000.00	124,000.00	5,698,266.31
Proceeds from Closure of BCEBAT Ins. Co. - Prepaid Operating Expenses	0.00	11,133.23	11,133.23
Proceeds from Closure of PPC Ins. Co. - Prepaid Operating Expenses (Note 9)	76,255.04	76,255.04	76,255.04
Proceeds from Closure of ADIC Ins. Co. - Prepaid Operating Expenses (Note 10)	112,611.11	112,611.11	112,611.11
Proceeds from Closure of Colonial Ins. Co. - Prepaid Operating Expenses (Note 11)	26,891.90	26,891.90	26,891.90
Proceeds from Closure of Ohio General Ins. Co. - Prepaid Operating Expenses	0.00	0.00	38,192.35
Transfer of Funds from CGIC\PRS Trust to CGIC Operating Account	0.00	0.00	375,577.20
Recovery from LOC Drawdowns	0.00	0.00	2,195,789.89
Recovery of Preference Payments	0.00	0.00	2,509,427.57
Recovery of Unearned Commissions	0.00	125,000.00	1,163,013.29
Recoveries Under High Deductible Policies (Note 12)	150,000.00	425,000.00	560,072.04
Transfer of Funds from CGIC\Cash Collateral to CGIC Operating	0.00	0.00	17,417.22
Other Income (Note 13)	17,793.84	28,847.80	153,981.35
Total Receipts	5,966,466.59	13,773,885.96	103,074,271.65

CREDIT GENERAL INSURANCE COMPANY, IN LIQUIDATION
LIQUIDATION DATE JANUARY 5, 2001
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
CUMULATIVE FROM JANUARY 5, 2001 TO DECEMBER 31, 2008

	Current Period 7/1/2008 TO 12/31/2008	Year to Date TO 12/31/2008	Cumulative From 1/5/2001
Disbursements:			
Transfer of Funds to TTC escrow account	0.00	0.00	25,224.25
Transfer of Funds to CGIC\PRS Trust account	0.00	0.00	350,973.90
Transfer of PRS Portion of IRS Tax Refund	0.00	0.00	4,615,787.07
Transfer of CGIN Portion of IRS Tax Refund	0.00	0.00	451,321.41
Transfer of CGIN Portion of Premium Settlement Recoveries	0.00	221,011.75	221,011.75
Release of Ancillary Deposits to various states IGA (Note 27)	100,000.00	100,000.00	100,000.00
Reinsurance Payment	0.00	0.00	5,000.00
Transfer of Funds to CGIC Cash Collateral	0.00	5,184.46	36,264.69
Reinsurance Ceded-AmTrust	0.00	0.00	2,326,068.04
Compensation			
Salaries (Note 14)	712,389.90	1,430,000.88	12,115,165.15
Employee Benefits (Note 15)	84,148.32	152,456.13	1,045,898.38
Payroll & Other Taxes (Note 16)	48,456.23	102,801.38	769,590.27
Professional Fees			
Legal Fees (Note 17)	416,679.99	872,277.05	16,131,598.37
Consulting Fees and Other Outside Contracts (Note 18)	958,866.57	1,996,862.28	28,339,290.59
Ohio Dept of Insurance-Examiner Fees	0.00	0.00	172,035.72
Accounting Fees (Note 19)	6,822.39	14,952.95	304,195.53
Other Expenses of Administration of Company and its Property:			
Rent & Rent Items (Note 20)	144,661.74	269,516.25	1,842,378.25
Equipment Expense (Note 21)	3,714.88	7,360.84	158,616.64
Travel & Travel Items (Note 22)	5,768.82	13,233.87	777,109.74
Postage, Freight, Internet, and Telephone (Note 23)	55,529.91	67,721.66	432,714.84
Office Supply Expense (Note 24)	8,530.05	16,206.00	126,453.29
Data Processing (Note 25)	16,562.88	39,249.07	346,040.55
Draft Clearing - Cleared Commercial Claims Checks	0.00	0.00	497,058.52
Security Deposit Expense	0.00	0.00	1,733.34
Banking and Investment Expense (Note 26)	1,573.17	2,050.67	61,762.26
Commissions and Brokers Direct	0.00	0.00	298,437.18
Third Party Administrators	0.00	0.00	1,161.63
Return of Funds Received in Error	0.00	0.00	409,620.57
Settlement Expense	0.00	0.00	185,657.16
Moving and Relocation Expense (Note 28)	7,128.25	149,292.12	149,292.12
Other Expenses (Note 29)	120,409.13	236,743.85	2,759,599.34
All Other Disbursements:			
Net Purchases (Proceeds) in Ancillary Security Deposits (Note 30)	(15,733.20)	(7,445.70)	268,028.64
Total Disbursements	2,675,509.03	5,689,475.51	75,325,089.19
Net Decrease in Impaired Assets			
Net Decrease in Impaired Assets	0.00	0.00	(662,114.85)
Increase in Encumbered Cash Accounts (Note 31)	8,512.45	30,857.80	1,628,194.52
Recovery of Special Deposits	0.00	0.00	2,446,123.86
Security Amortization for the Period	(266,121.13)	(266,121.13)	(398,363.12)
Ending Cash & Invested Assets (Note 1)	49,442,242.52	49,442,242.52	49,442,242.52

See Schedule A for Analysis of Increase in Cash and Invested Assets (Unencumbered)

**CREDIT GENERAL INSURANCE COMPANY, IN LIQUIDATION
LIQUIDATION DATE JANUARY 5, 2001
ANALYSIS OF INCREASE IN CASH AND INVESTED ASSETS (UNENCUMBERED)
FOR THE PERIOD JULY 1, 2008 THROUGH DECEMBER 31, 2008**

SCHEDULE A

Beginning Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 07/01/08	53,615,624.07
Net Increase in Cash and Invested Assets (Unencumbered)	3,024,836.43
Net Increase in Cash and Invested Assets (Encumbered)	8,512.45
Net decrease in Non Cash Assets (Encumbered)	<u>(29,267.38)</u>
Ending Cash (Unencumbered) and Non Cash (Encumbered) Assets as of 12/31/08	<u>56,619,705.57</u>

Credit General Insurance Company, In Liquidation
 Liquidation Date: January 5, 2001
 Notes to Statement of Cash Receipts and Disbursements
 From 7/01/08 to 12/31/08

Unencumbered Cash & Invested Assets	Ending Balance 6/30/2008	Ending Balance 12/31/2008
Note 1 Cash and Invested Assets		
Unencumbered Cash & Invested Assets		
Cash	77,048.46	186,292.67
Repurchase Agreements/Money Market Funds	44,702,000.00	47,617,553.05
Bonds at Amortized Value	0.00	0.00
Talcott Notch-Other Structured Securities	1.06	1.06
Common Stock	120.00	120.00
Short Term Investments	10,042.05	10,081.02
Total Unencumbered Cash & Invested Assets	44,789,211.57	47,814,048.00
Encumbered Cash Assets	1,619,682.07	1,628,194.52
Total Cash & Invested Assets (Note 1)	46,408,893.64	49,442,242.52
Encumbered Non Cash Assets:		
Statutory Deposits (A)	7,206,730.43	7,177,463.05
Total Cash and Invested Assets and Non Cash Assets	53,615,624.07	56,619,705.57

Note A These assets are held by various state insurance departments as statutory deposits for the benefit of creditors in their states. It is uncertain whether all or any portion of such assets will be returned to the Liquidator.

State	Cusip # Description	Where Deposited	PAR Value (06/30/08)		PAR Value (12/31/08)	
ID	912828HD5 (CD converted to Security 10/08)	Wells Fargo	294,871.44		285,000.00	
ID	CDA013068(Formerly CDA009486)	Wells Fargo	3,989.51		4,020.14	
GA	Money Market - Matured Proceeds	Wachovia Bank, N.A.	42,788.52	B	43,361.95	B
GA	912827S86-Matured Proceeds	Wachovia Bank, N.A.	60,000.00	B	60,000.00	B
GA	912828BE9-Matured Proceeds	Wachovia Bank, N.A.	40,000.00	B	40,000.00	B
MA	912828BU3-Matured Proceeds (not replaced as of 12/31/08)	State Street Bank	340,000.00	B	340,000.00	B
MA	912828CF5-Matured Proceeds (not replaced as of 12/31/08)	State Street Bank	100,000.00	B	100,000.00	B
MA	912828DN7-Matured Proceeds (not replaced as of 12/31/08)	State Street Bank	750,000.00	B	750,000.00	B
AR	912828CE8- Various Matured Proceeds Put Into 1 Security	Bank of America	510,000.00	B	510,000.00	B
DOL	912828HF0 (Formerly 912828EH9)	Federal Reserve Bank	820,000.00		820,000.00	
DOL	912828HF0 (Formerly 912828EH9)	Federal Reserve Bank	200,000.00		200,000.00	
MA	912828EF3-Matured Proceeds (not replaced as of 12/31/08)	State Street Bank	500,000.00		500,000.00	
MA	912828EP1-Matured Proceeds (not replaced as of 12/31/08)	State Street Bank	420,000.00		420,000.00	
LA	912828BT6-Matured Proceeds (not replaced as of 12/31/08)	Hibernia Trust	70,000.00		70,000.00	
MA	575827EL0-Matured Proceeds (not replaced as of 12/31/08)	State Street Bank	755,000.00		755,000.00	
ME	912828HD5	Key Trust Co./ McDonalds Invest.	200,000.00		200,000.00	
CA	CD - Matured Proceeds	Bank of America	40,000.00	B	40,000.00	B
CA	CD - Matured Proceeds	Bank of America	25,000.00	B	25,000.00	B
FL	341422JT1 - Matured Proceeds	First Union Nat'l. Bank	115,000.00	B	115,000.00	B
FL	912827W65 - Matured Proceeds	First Union Nat'l. Bank	110,000.00	B	110,000.00	B
NC	Money Market - Matured Proceeds	Wachovia Bank, N.A.	655,356.59	B	655,356.59	B
AZ	912827V66 - Matured Proceeds	BNY Western Trust Co.	110,000.00	B	110,000.00	B
AZ	912827G6 - Matured Proceeds	BNY Western Trust Co.	50,000.00	B	50,000.00	B
NM	Money Market - Matured Proceeds	The Bank of Santa Fe Trust	85,000.00	B	65,000.00	B
NM	Money Market - Matured Proceeds	The Bank of Santa Fe Trust	200,000.00	B	200,000.00	B
VA	921827V66 - Matured Proceeds	Sun Trust	210,000.00	B	210,000.00	B
VA	912827L83- Matured Proceeds	SunTrust	25,000.00	B	25,000.00	B
OR	912827G6 - Matured Proceeds	US National Bank	-	C	-	C
NM	912827L83 - Matured Proceeds	The Bank of Santa Fe Trust	70,000.00	B	70,000.00	B
OK	679087AG1 - Matured Proceeds	Bank One	305,000.00	B	305,000.00	B
DE	Money Market - Matured Proceeds	Mellon Bank	119,724.37	B	119,724.37	B
SC	912827L83- Matured Proceeds	Wachovia Bank, N.A.	-	C	-	C
NV	912828CD0 (Formerly 912828AL4)	National City Bank	-	D	-	D
SC	912828AB6 - Matured Proceeds	Wachovia Bank, N.A.	-	C	-	C
MI	912827V66 - Matured Proceeds	Bank One, Michigan	-	C	-	C
			7,206,730.43		7,177,463.05	

Note B The various named Ancillaries kept the matured proceeds and have not reinvested them to our knowledge. They will stay in the account at their matured values until otherwise notified by the corresponding Ancillary office.

Note C The Michigan P & C Guaranty Association submitted a final accounting of the \$500,000 security deposit. On 6/13/06, \$348,948.54 was returned to the OH Liquidator. The remaining funds were used by MI to reimburse IGA Paid Losses, LAE and Administrative costs.

The South Carolina P & C Insurance Guaranty Association submitted a final accounting for the \$250,000 ancillary security deposit that was being held. The entire sum was used by SC to reimburse Ancillary and IGA Paid Losses, LAE and Administrative costs.

The Oregon P & C Insurance Guaranty Association submitted a final accounting for the \$330,000 ancillary security deposit that was being held. The entire sum was used by OR to reimburse Ancillary and IGA Paid Losses, LAE and Administrative costs.

Note D Liquidator held matured NV funds of \$100,000 in short term repurchase investments. The NV IGA requested the return and release of these funds in the prior period, the Liquidator returned and released the matured funds of \$100,000 to the Nevada IGA on 9/18/08.

Credit General Insurance Company, In Liquidation
 Liquidation Date: January 5, 2001
 Notes to Statement of Cash Receipts and Disbursements
 From 7/01/08 to 12/31/08

Note 2	<u>Interest Income</u>	1,026,617.50
	Interest on Bonds	(349,794.31)
	Interest Paid on Bonds	(161,073.32)
	Amortized Premium on Bonds	50,768.61
	Interest on Repurchase Agreements	102,770.76
	Interest on Bonds Held as Statutory Deposit	38.97
	Int-Other Invested Assets	12,034.05
	Interest on Money Market	<u>681,362.26</u>
Note 3	<u>Premiums Collected</u>	<u>69,196.92</u>
	Receipt of Uncollected Premium	<u>69,196.92</u>
Note 4	<u>Reinsurance Recoveries</u>	281,631.50
	Federal Insurance /AUL Reinsurance Management	250,000.00
	Scandanavian Reinsurance Commutation - Letter of Credit# 972016 Drawdown	127,276.19
	CNA Reinsurance Co.	282,528.04
	Federal Ins. Co.	156,000.00
	Mapfre Reinsurance Co.	1,142.70
	Medical Reinsurance Co. - QBE/Trean Re Corp	290,530.79
	Medical Reinsurance Co. - PMA Re: Trean Corp	388,783.09
	Odyssey Re/ Trean Corp	<u>1,777,892.31</u>
Note 5	<u>Salvage & Subrogation</u>	1,200.00
	Salvage & Subrogation	<u>1,200.00</u>
Note 6	<u>Recovery from Settlement Agreements</u>	3,000,000.00
	Grant Thornton Settlement (2 of 3 Payments)	<u>3,000,000.00</u>
Note 7	<u>Proceeds from the Sale of Assets</u>	73.18
	Proceeds from the sale of fully depreciated Filing Cabinets	90.03
	Cassel & Assoc. - Auction proceeds from sale of Office Furniture	100.00
	Sale of File Cabinet from Annex	<u>263.21</u>
Note 8	<u>Recovery from Directors and Officers</u>	53,000.00
	Greg Fazekash	<u>53,000.00</u>
Note 9	<u>Proceeds from Closure of Personal Physician Care Ins. Co. - Prepaid Operating Expenses</u>	6,330.20
	PPC Insurance Co. - Hold Back Expenses - Salaries Liq./Rehab	45,309.98
	PPC Insurance Co. - Hold Back Expenses - Storage and Destruction Exp	5,167.08
	PPC Insurance Co. - Hold Back Expenses - Rent on Leased Properties	7,703.19
	PPC Insurance Co. - Hold Back Expenses - Legal Expenses - Fees Attorney General Contracted	4,172.45
	PPC Insurance Co. - Hold Back Expenses - Tax Preparation Fees	1,000.00
	PPC Insurance Co. - Hold Back Expenses - Tax - Prompt Assessment	3,212.54
	PPC Insurance Co. - Hold Back Expenses - Audit Fees	3,359.60
	PPC Insurance Co. - Hold Back Expenses - General Operating Expenses	<u>76,255.04</u>
Note 10	<u>Proceeds from Closure of ADIC Ins. Co. - Prepaid Operating Expenses</u>	5,000.00
	LMI/ADIC Operating Account - Hold Back Expenses - Salaries Other & ODI Billings	89,498.36
	LMI/ADIC Operating Account - Hold Back Expenses - Rent on Leased Properties	3,165.00
	LMI/ADIC Operating Account - Hold Back Expenses - Tax Prompt Assessment	14,947.75
	LMI/ADIC Operating Account - Hold Back Expenses - General Operating Expenses	<u>112,611.11</u>

Credit General Insurance Company, in Liquidation
 Liquidation Date: January 5, 2001
 Notes to Statement of Cash Receipts and Disbursements
 From 7/01/08 to 12/31/08

Note 11	<u>Proceeds from Closure of Colonial Ins. Co. - Prepaid Operating Expenses</u>	
	Colonial Insurance Co. - Hold Back Expenses - Legal Fees	8,124.00
	Colonial Insurance Co. - Hold Back Expenses - Tax Preparation Fees	2,500.00
	Colonial Insurance Co. - Hold Back Expenses - Tax Prompt Assessment	1,575.00
	Colonial Insurance Co. - Hold Back Expenses - Audit Fees	12,850.00
	Colonial Insurance Co. - Hold Back Expenses - General Operating Expenses	1,842.90
		<u>26,891.90</u>
Note 12	<u>Recoveries Under High Deductible Policies</u>	
	Odyssey Resource Management	150,000.00
		<u>150,000.00</u>
Note 13	<u>Other Income</u>	
	Production of Document Income	325.00
	Intercompany Income-Equipment Income	13,975.86
	Clarendon National - Prepay for Shipping Cost	883.40
	Intercompany Reimbursement of Expenses from Prior Period	2,609.58
		<u>17,793.84</u>
Note 14	<u>Salaries</u>	
	Chief Deputy Liquidator Salary	34,809.65
	Deputy Liquidator Salaries (includes \$172.18 incurred on behalf of OGIC)	88,742.63 *
	Employee Salaries	576,947.61
	Salaries - Other	11,890.01
		<u>712,389.90</u>
*In 12/07 OGIC remitted \$7,625.38 to Credit General to cover pre-paid operating expenses.		
Note 15	<u>Employee Benefits</u>	
	Salaries 401K Employer Contribution	14,080.03
	Employee Insurance Benefits	56,192.91
	Employee Related Expenses - Other	13,623.76
	SimplexGrinnell - Employee Security Badges and Supplies	251.62
		<u>84,148.32</u>
Note 16	<u>Payroll & Other Taxes</u>	
	Workers Compensation Insurance	1,790.39
	State Unemployment Tax	97.40
	Federal Unemployment Tax	55.68
	FICA Tax	46,512.76
		<u>48,456.23</u>
Note 17	<u>Legal Fees</u>	
	<u>Attorney General Contracted Legal Fees</u>	
	Dinsmore & Shohl LLP	176,190.00
	Kegler Brown Hill & Ritter (Includes \$105.00 incurred on behalf of PPC)	160,174.00 *
	Porter Wright Morris & Arthur (Includes \$1,162.50 incurred on behalf of OGIC)	1,162.50 *
	Tribler Orpett & Meyer PC	49,017.50
	Subtotal Attorney General Contracted Legal Fees	<u>386,544.00</u>
	<u>Attorney General Contracted Legal Expenses</u>	
	Dinsmore & Shohl LLP	1,096.11
	Kegler Brown Hill & Ritter (Includes \$10.25 incurred on behalf of PPC)	5,645.66 *
	Porter Wright Morris & Arthur (Includes \$26.98 incurred on behalf of OGIC)	26.98 *
	Tribler Orpett & Meyer PC	1,879.10
	Subtotal Attorney General Contracted Legal Expenses	<u>8,647.85</u>

*In 12/08, PPC remitted \$7,703.19 to Credit General to cover Legal Fees and Expenses, and in 12/07, OGIC remitted \$11,451.37 to cover Legal Fees.

Credit General Insurance Company, in Liquidation
 Liquidation Date: January 5, 2001
 Notes to Statement of Cash Receipts and Disbursements
 From 7/01/08 to 12/31/08

Non-Attorney General Contracted Legal Fees

Butler Rubin Saltarelli and Boyd LPA	8,638.00
Bass Berry and Sims - Third Party Legal Counsel thru Kegler Brown Hill & Ritter	373.00
Rice and Brontisky - Third Party Legal Counsel thru Kegler Brown Hill & Ritter	875.00
Subtotal Non-Attorney General Contracted Legal Fees	9,886.00

Non-Attorney General Contracted Legal Expenses

Butler Rubin Saltarelli and Boyd LPA	32.56
Bass Berry and Sims - Third Party Legal Counsel thru Kegler Brown Hill & Ritter	657.98
Mound Cotton Wollan and Greengrass - Production of Documents	10,871.60
Rice and Brontisky - Third Party Legal Counsel thru Kegler Brown Hill & Ritter	40.00
Subtotal Non-Attorney General Contracted Legal Expenses	11,602.14

Total Attorney General/Non-Attorney General Contracted Legal Fees and Expenses

416,679.99

Note 18 Consulting Fees and Other Outside Contracts

ADP - Payroll Processing	1,256.79
Dinsmore & Shohl LLP - Monthly Extranet Services	11,356.00
Glenn Cornett - Claims Consultant	24,612.50
Jamie Mason - Accounting Consultant	34,506.69
Kathleen McCain - Consultant	178,464.60
Kim Burnside - POC Admin. Consultant	361.94
LS Consulting LLC - Accounting Consultants	246,906.00
Madison Consulting Group - Actuarial Consultants	54,962.33
Orkin Pest Control	187.90
Paragon Reinsurance Risk - Reinsurance Consultant	302,721.07
Professional Mailing and Marketing - Payment for Preparing Final Bar Notice Mailings	9,679.55
Rasp Consulting - IT Consultant	6,947.35
Litigation Consultants	11,317.76
Thomas P Clarke - Claims Consultant	56,404.28
Teksystems - IT Consultants	19,181.81
	958,866.57

Note 19 Accounting Fees

Schneider Downs & Co., Inc.	6,822.39 *
	6,822.39

*Includes \$2,637.46 in Accounting Fees incurred on behalf of B&C, and \$1,547.46 in Accounting Fees incurred on behalf of OGIC, both estates are closed. In 12/07 OGIC remitted a total of \$9,506.06 in pre-paid Tax, Prompt Assessment and Audit fees to CGIC, B&C remitted \$5,400 in prepaid Audit and Accounting fees in 6/08.

Note 20 Rent & Rent Items

Rent on Leased Properties	93,369.26
Rent -Other	30,435.46
Utilities - Gas/Electric	5,720.96
Trash and Recycling	503.20
Janitorial Service	4,939.40
Furniture Fixture & Equipment Rent	5,490.36
Storage and Destruction Fees	4,203.10 *
	144,661.74

* Includes \$3,331.28 in B&C storage and destruction fees, \$622.02 in OGIC storage and destruction fees, and \$249.80 in PPC storage and destruction fees. B&C paid CGIC pre-paid storage and destruction fees of \$5,309.67 in 6/08. OGIC paid \$609.54 in 12/07, and PPC paid \$50,477.06 in 12/08. There were also charges of \$6.39 for B&C in Rent Other expenses.

Credit General Insurance Company, In Liquidation
 Liquidation Date: January 5, 2001
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Note 21	<u>Equipment Expense-(Includes Furniture and Fixtures Expense)</u>	
	ADT Security Services (Includes keycard activity)	71.51
	Custom Air	400.73
	Gordon Flesch Co Inc - Copier Maintenance	3,242.64
		<u>3,714.88</u>
Note 22	<u>Travel & Travel Items</u>	
	Liquidation Employees - Travel & Accommodations (Includes \$7.55 incurred on behalf of PPC)	5,474.93 *
	Liquidation Employees - Meals	293.89
		<u>5,768.82</u>
*PPC remitted \$3,334.60 to CGIC to cover any General Operating Expenses not included in original Holdback expense calculations.		
Note 23	<u>Postage, Freight, Internet, and Telephone</u>	
	Postage	3,582.93 *
	Professional Mailing and Marketing - Mailing Cost for Final Bar Notice	43,575.09
	Express & Freight	1,085.20
	Thompson West - Internet Legal Research	1,275.18
	Telephone and Fax	4,668.79
	Internet	1,342.72
		<u>55,529.91</u>
*Includes \$1.62 in Postage expenses incurred on behalf of B&C, \$12.48 in Postage expenses incurred on behalf of Colonial Ins. Co. (Colonial) and \$12.59 in Postage expenses incurred on behalf of PPC. In 12/08, Colonial remitted \$1,842.90 to CGIC to cover pre-paid General Operating Expenses, and PPC remitted \$3,359.60 to CGIC to cover pre-paid general operating expenses.		
Note 24	<u>Office Supply Expense</u>	
	Office Expense	8,530.05
		<u>8,530.05</u>
Note 25	<u>Data Processing</u>	
	Computer Maintenance	129.37
	Computer Supplies	1,869.51
	Computer Software Lease	14,423.69
	Microman Inc - Software Purchase and Labor	140.31
		<u>16,562.88</u>
Note 26	<u>Banking and Investment Expense</u>	
	Various Custodial Fees	1,573.17
		<u>1,573.17</u>
Note 27	<u>Release of Ancillary Deposit to IGA</u>	
	Release of Nevada ancillary deposit to Nevada IGA	100,000.00
		<u>100,000.00</u>
Note 28	<u>Moving and Relocation Expense</u>	
	Advance Technology - Phone System Components	1,863.75
	Simplex Grinnell - Security System	4,552.52
	Commercial Works Inc. - Moving Specialist	711.98
		<u>7,128.25</u>

Credit General Insurance Company, in Liquidation
 Liquidation Date: January 5, 2001
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Note 29	<u>Other Expenses</u>	
	Computer Hardware - Printer Hardware/Software Purchase	3,820.10
	Collection Agency Fees - Premiums and Unearned Commissions	37,529.04
	Training & Seminars	777.29
	Insurance - Building Liability	1,569.93
	Professional and D&O/EPLIC Liability Insurance	32,860.43
	Registration and Dues	103.62
	Furniture & Equipment - Non Capitalized Purchases	974.62
	Books & Periodicals	203.35
	Contract Printing	682.95
	Collection & Bank Charges	3.68
	401K Plan Expenses	288.90
	Moving Expense - Pan-L-Tek	185.00
	Temporary Help	37,913.45
	Copying Project - Key Evidence	3,082.50
	Finkelstein Kern Steinber - Court Filing Cost	350.00
	Miscellaneous Expenses	64.27
		<hr/>
		120,409.13

All Other Disbursements

Note 30	<u>Net Proceeds/Purchases in Ancillary Security Deposits</u>	
	Net Change in Replacement Cost of Matured ID Ancillary Security	(20,170.70)
	Net Change in Replacement Cost of Matured ME Ancillary Security	4,437.50
		<hr/>
		(15,733.20)

Note 31	<u>Encumbered Cash Accounts (Cumulative)</u>	
	Cash Collateral:	
	Reliance Insurance Collateral Account - Subrogation Recoveries	17,784.74
	Reliance Insurance Collateral Account - Bonds Issued	16,416.04
	Unified Staffing & Associates LOC Drawdown	29,520.09
	Distribution Services LOC Drawdown	16,855.49
	F.A.C.E Associates Inc. - Unused Bond Funds received 6/2/08	5,209.62
	Total in Cash Collateral Account	<hr/>
		85,785.99
	TTC Cash Collateral	1,233,273.02
	Oregon Special Deposits Proceeds	309,135.51
		<hr/>
		1,628,194.52