



COMMONWEALTH OF PENNSYLVANIA
INSURANCE DEPARTMENT
Office of Chief Counsel
Capitol Associates Building
901 North 7th Street
Harrisburg, PA 17102

Governor's Office
of General Counsel

Phone (717) 787-6009
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November 15, 2006

Daniel Schuckers
Prothonotary
Commonwealth Court
628 South Office Building
Harrisburg, PA 17120-0001

RE: M. Diane Koken, Insurance Commissioner of the Commonwealth of
Pennsylvania v. Legion Insurance Company,
No. 183 M.D. 2002

Dear Mr. Schuckers:

Enclosed for filing please find the original and two hard copies of the Liquidator's Supplement to her Submission of Liquidator's Petition for Approval of Administrative Expenses Paid for the Period January 1, 2006 Through June 30, 2006.

As directed by the Court's Order we are also enclosing copies of the documents on a computer disk.

Thank you for your courtesies in filing the documents.

Very truly yours,

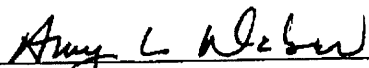
Amy L. Weber
Special Funds Counsel

ALW:mm
Enclosure

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COMMONWEALTH COURT
OF PENNSYLVANIA
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CERTIFICATION

I, Amy L. Weber, Special Funds Counsel, of the Office of General Counsel, assigned to the Office of Liquidations, Rehabilitations and Special Funds, of the Pennsylvania Insurance Department, am duly authorized to make this Certification for and on behalf of M. Diane Koken, Insurance Commissioner of the Commonwealth of Pennsylvania, in her official capacity as Statutory Liquidator ("Liquidator") of Legion Insurance Company. I am responsible for reviewing the invoices and documents received from outside counsel supporting the legal fees and expenses for the period January 1, 2006 to June 30, 2006 and I certify that these legal fees and expenses are reasonable and necessary. I also have reviewed the combined Expense Analysis for Legion Insurance Company (In Liquidation) and Villanova Insurance Company (In Liquidation) and certify that the legal fees and expenses stated therein have been reflected accurately. I understand that this Certification is made subject to the penalties of 18 Pa. C.S. § 4904 relating to unsworn falsification to authorities.



Amy L. Weber
Special Funds Counsel

Dated: 11/15/06

EXHIBIT
A

Legion Insurance Company (In Liquidation)
 Villanova Insurance Company (In Liquidation)
 Legal Expenses and Fees and Professional Services Paid
 January 2006 - June 2006

Classification	VENDOR NAME	Services provided	January	February	March	April	May	June	2006 Total
Professional Services	ALLIANCE CONSULTING	Data Management Consultant	60,000		96,500	12,020	50,600	57,025	284,125
	AMPER, POLITZNER & MATTIS, P.C.	Audit Services					4,080	2,210	18,290
	BONNIE RUMIEGA & ASSOC	Collections Agency Counsel		4,158				6,787	4,158
	CLAIMS MANAGEMENT GROUP LIMITED	London Claims Accounting Services	73,487	82,432		67,311	67,055	213	270,285
	CSC/FSC-MYND CORP.	Data Processing and Outsourcing	152	609	120	2,987			3,791
	GLASSBERG & POLLAK	Collections Agency Counsel	10,014	1,120		1,120			11,134
	GOLDMAN & WARSHAW	Collections Agency Counsel	1,050	4,200	1,754	75			7,079
	GR CONSULTING, LLC	Claims Processing Support				4,052			4,052
	H2L2 LLP	Office Planning	60,900	102,650	102,650	102,650	102,650	12,269	471,100
	HELIXUK LIMITED	London Reinsurance Collection Intermediary							1,800
	HEWITT ASSOCIATES LLC	Human Resources & Technical Consulting				1,900			1,900
	HINMAR, HOWARD & KATTELL	Collections Agency Counsel		702	(227)	2,294		1,250	1,250
	EMPLOYEE	Payroll Processing Implementation Services	2,850	28,145	21,650	22,370	16,825		88,769
	JAY APPLEBAUM	Collections Agency Counsel			1,126				1,126
	JEFFERSON WELLS INTERNATIONAL INC.	Audit Services & Contractor financial support							5,285
	JOHN DOHERTY	Collections Agency Counsel		612				5,435	5,435
	KARL HOWE & ASSOCIATES	Collections Agency Counsel					1,345		1,345
	KAZLOW & KAZLOW	Collections Agency Counsel						2,006	2,006
	LAMONT, HANLEY & ASSOC, INC	Collections Agency							4,109
	MICKAY, SIMPSON & LAWLER	Collections Agency Counsel		110		3,999			12,250
	MICHAEL TRUSKOL	Human Resources Consulting		12,250					50,000
	PHILIP MASIN	Broker for Sale of FRMS	50,000						183,360
	REINSURANCE SOLUTIONS INTL	Reinsurance Technical Support	48,620		60,540				
	RELIANCE INS CO (IN LIQUIDATION)	Shared Resource for Monitoring Reinsurers	32,476			33,978			66,454
	RIGHT MANAGEMENT CONSULTANTS	Solvency			26,000				1,708
	SCHLESINGER & SCHLESINGER	Human Resources Consulting		958					319,701
	SMART & ASSOCIATES, LLP	Reinsurance Agency Counsel		342,505	215,483	27,774	137,958		1,042,431
	TROUT & ASSOCIATES, LTD.	Reinsurance Technical Support & Contract		1,273			2,758		4,031
	VERIS CONSULTING	Reinsurance Services		70,703	15,256	18,749	53,000	38,180	275,175
	WILLIAMS & SHEED	Collections Agency	81,286	4,303	(135)	(431)	938	1,871	8,538
	Aggregate Amount for Total Vendor Payments Under \$1,000	Audit Services	416,348	634,672	555,894	289,135	436,986	527,862	2,870,627
	Professional Services Total	General Professional Fees	790,546	736,439	1,625,331	483,574	1,103,225	744,594	5,483,710
	Total Legal Expenses and Fees and Professional Services Paid		46,204	244,015	(585,046)	(5,759)	(39,721)	561	(339,742)
	Change in accrual and other non-cash transactions		838,750	980,458	1,040,285	487,816	1,063,504	746,155	5,153,988
	Total Legal Expenses and Fees and Professional Services Incurred								

* All expenses above are gross before any allocation between Legion Insurance Company (In Liquidation) and Villanova Insurance Company (In Liquidation).
 Credit amounts may represent adjustments to accruals, negative expenses and classification adjustments.