

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

In Re: Healthcare Providers Insurance :
Exchange, In Liquidation : No. 1 HPI 2017

In re: Liquidator's Application for Approval of Report and Recommendations on Healthcare Providers Insurance Exchange Claims Undisputed and Resolved from January 12, 2018 to December 31, 2018

MEMORANDUM and ORDER

Presently before the Court is the Liquidator's Application for Approval of Report and Recommendation on Healthcare Providers Insurance Exchange (HPIX) Claims Undisputed and Resolved from January 12, 2018 to December 31, 2018 (Application).¹ Specifically, the Liquidator seeks approval of her resolution of 50 undisputed claims against the HPIX estate. There were no resolved claims during the reporting period. No responses were filed to the Application.

Pursuant to Pa. R.A.P. 3784(a) and Section 545(a) of the Insurance Department Act of 1921 (Act),² 40 P.S. § 221.45(a), the Liquidator is required to present to the Court a report of the claims against the HPIX estate along with her recommendations. The report should include the name and address of each claimant, the particulars of the claim, the priority classification assigned, the amount allowed, if any, and whether the claim is resolved. Pa. R.A.P. 3784(a); Section 545(a) of the

¹ In a January 12, 2018 Order, the Court placed HPIX into liquidation.

² Act of May 17, 1921, P.L. 789. Section 545(a), part of Article V of the Act, was added by the Act of December 14, 1977, P.L. 280.

Act. Prior to making her recommendations, the Liquidator is statutorily charged with reviewing all claims filed and making further investigation if necessary. Section 545(a) of the Act.

The Liquidator's required report is comprised of two parts, which are attached to the Application as Exhibits A and B. According to the Liquidator, Exhibit A addresses claims against the HPIX estate that were determined and finalized without objections ("Undisputed Claims"), and the objection period for the included claims has since expired. Exhibit A details 50 Undisputed Claims, with an associated total allowed amount of \$1,043,159.47.

The second part of the report, Exhibit B, addresses "Resolved Claims," which generally include "claims that were determined and finalized because no exceptions were taken to a referee's recommended decision, a recommended decision was sustained by the Court or the parties agreed to a settlement." Application ¶ 6. There were no Resolved Claims during the calendar year 2018.

In support of her recommendation, the Liquidator avers that "[i]n fulfilling her statutory requirements, [she] carefully reviewed all documentation submitted by the claimants in support of the claims and independently determined the merit, classification and value of each claim, as required by Article V." Application ¶ 8. The Liquidator further represents that

the classification and amounts she has determined for the reported claims are appropriate, fair and equitable and consistent with the relevant provisions of Article V. The Liquidator further believes that the approval of the claims listed in the attached Report is in the best interest of the HPIX estate claimants and other creditors.

Id. ¶ 9.

Considering these averments, the absence of any response to the Application, and the Liquidator's statutory authorization to "comport, compromise or in any other manner negotiate the amount for which claims will be recommended to the court," *see* Section 545(a) of the Act, the Court will grant the Application and approve and allow the undisputed claims as directed in the following order.

AND NOW, this 25th day of February, 2019, the Liquidator's Application is **GRANTED** as follows:

1. The claims listed in the Undisputed and Resolved Claims Report (Report), comprised of Exhibits A and B, covering the period of January 1, 2018 to December 31, 2018, are approved and allowed both as to classification and amount listed;
2. The Report is incorporated herein by reference;
3. The Claimants listed in the Report or their lawful assignees shall receive a distribution in accordance with Section 544 of the Act, added by the Act of December 14, 1977, P.L. 280, 40 P.S. § 221.44, at the time and in the manner approved by this Court.



P. Kevin Brobson, Judge

Certified from the Record

FEB 25 2019

And Order Exit