IN THE COMMONWEALTH COURT OF PENNSYLVANIA

IN RE: Healthcare Providers Insurance :

Exchange, In Liquidation

No. 1 HPI 2017

APPLICATION FOR APPROVAL OF REPORT AND RECOMMENDATIONS ON HEALTHCARE PROVIDERS INSURANCE EXCHANGE CLAIMS UNDISPUTED AND RESOLVED FROM JANUARY 12, 2018 TO DECEMBER 31, 2018

Applicant, Jessica K. Altman, Insurance Commissioner of the Commonwealth of Pennsylvania, in her official capacity as the Statutory Liquidator ("Liquidator") of Healthcare Providers Insurance Exchange ("HPIX"), pursuant to Pa.R.A.P. 3784(a) and 40 P.S. § 221.45, respectfully applies to this Court for an Order approving her Report and Recommendations on Healthcare Providers Insurance Exchange Claims Undisputed and Resolved from January 12, 2018 to December 31, 2018. In support of her Application, the Liquidator avers the following:

BACKGROUND

1. Then Acting Insurance Commissioner, Jessica K. Altman, and her successor in office, was appointed Statutory Liquidator of HPIX pursuant to this Court's Order dated January 12, 2018 ("Liquidation Order"). Ms. Altman has since been confirmed and is now the Insurance Commissioner.

- 2. The Liquidation Order provided that, "in addition to the notice requirements of Section 524 of Article V, ¹ 40 P.S. § 221.24, regarding the expediency and manner of the Liquidator's notice, as well as the requirement that claimants be notified that they are required to file their claims with the Liquidator along with proper proofs thereof as mandated by Section 538 of Article V, 40 P.S. § 221.38, and keep the Liquidator informed of any change in address, the Liquidator shall publish notice in newspapers of general circulation where HPIX has its principal places of business that: (a) explains the procedure by which claims against the estate of HPIX may be submitted to the Liquidator; (b) provides the address of the Liquidator's office for the submission of claims; and (c) notifies the public of the right to present a claim, or claims, to the Liquidator." See Liquidation Order, ¶ 7. By February 2, 2018, the Liquidator provided Notice of the Liquidation Order and a Q&A document that, *inter alia*, informed all interested parties to download a Proof of Claim ("POC") form from the Insurance Department's website, or call for a copy of the POC form.
- 3. 40 P.S. § 221.45 requires the Liquidator to present to the Court a report of the claims against the insurer with recommendations, including the name and address of each claimant, the particulars of the claim, and the amount of the claim finally recommended, if any. Pa.R.A.P. 3784(a) further refines 40 P.S. § 221.45, and requires the Liquidator to present to the Court a report of the claims the insurer's estate that have been resolved, with recommendations, including the information required by 40 P.S. § 221.45, as well as the priority class, and whether the claim

¹See The Insurance Department Act of 1921, Act of May 17, 1921, P.L. 789, as amended, 40 P.S. §§ 221.1 – 221.63. (This footnote is added here, and is not contained in the text of the Liquidation Order that is being quoted in paragraph 2).

determination was finalized because no objection was filed, 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.

REPORT AND RECOMMENDATIONS ON CLAIMS UNDISPUTED AND RESOLVED AS OF DECEMBER 31, 2018

- 4. The Liquidator's Report and Recommendations on Healthcare Providers Insurance Exchange Claims Undisputed and Resolved from January 12, 2018 to December 31, 2018, is comprised of two parts and attached hereto as Exhibits A and B (collectively referred to as "Report"). The claims are sorted alphabetically, within each class, by the claimant's last name or company name. The amount claimed by the claimant, *inter alia*, is also included in the Report.²
- 5. The first part of the Report, which addresses claims that were determined and finalized without objection, and are referred to as "Undisputed Claims", reflects Notices of Determinations ("NODs") issued by the Liquidator for which the objection period expired on or before December 31, 2018. In this Report, the Liquidator respectfully submits her recommendations for a total of 50 Undisputed Claims with an allowed amount of \$1,043,159.47, in accordance with Pa.R.A.P. 3784(a) and 40 P.S. § 221.45, for this Court's approval. The list of Undisputed Claims is attached hereto as Exhibit A.
- 6. The second part of the Report, which addresses 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, and are referred to as "Resolved Claims", is a list of the disputed claims to which objections were filed and resolved on

²If the claimant did not indicate a specific claim amount on the Proof of Claim, the claimed amount is noted as \$0.

or before December 31, 2018. There were no Resolved Claims during the reporting period, as reflected in Exhibit B attached hereto.

- 7. As set forth in Exhibits A and B, the Liquidator respectfully submits her recommendations for a total of 50 claims with a total allowed amount of \$1,043,159.47 in accordance with Pa.R.A.P. 3784(a) and 40 P.S. § 221.45 for this Court's approval.
- 8. In fulfilling her statutory requirements, the Liquidator 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. See 40 P.S. §§ 221.37, 221.38, 221.44, 221.45.
- 9. Given the discretion afforded the Liquidator pursuant to 40 P.S. § 221.45(a) to "comport, compromise, or in any other manner negotiate the amount for which claims will be recommended to the court," the Liquidator believes 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 interests of the HPIX estate claimants and other creditors.
- 10. Pursuant to Pa.R.A.P. 3784(a) and 40 P.S. § 221.45(b), the Liquidator respectfully requests that this Court approve the classification and allowed amount of the claims listed in the Report and allow the claimants listed in the Report or their lawful assignees to receive a distribution in accordance with 40 P.S. § 221.44 at the time and in the manner as approved ty this court.

WHEREFORE, the Liquidator respectfully requests that this Court grant her Application and approve and allow the claims as listed in the Report attached as Exhibits A and B, enter an

Order in the form attached hereto, and grant such other relief as the Court shall determine appropriate and just.

Respectfully submitted,

PRESTON M. BUCKMAN (I.D. #57570)

Insurance Department Counsel

Office of Liquidations, Rehabilitations

& Special Funds

Governor's Office of General Counsel

Capital Associates Building

901 North 7th Street

Harrisburg, PA 17102

(717) 886-2080

Attorney for Jessica K. Altman, Insurance Commissioner of the Commonwealth of Pennsylvania, in her capacity as Statutory Liquidator of Healthcare Providers Insurance Exchange, In Liquidation

Dated:

EXHIBIT A

HEALTHCARE PROVIDERS INSURANCE EXCHANGE

50 Amount Claimed: 1,106,315.13 Amount A
50 Amount Claimed:

HEALTHCARE PROVIDERS INSURANCE EXCHANGE

Name	Address	# 00d	POC Received Dt	Claim Numbers	Class to	Class Total Claimed Am	Total Allowed Amt Claim Particulars
ZAIDI, SYED	ZAIDI, SYED 729 GROVE AVE STE 4 SOLITHAMPFON PA 18966	4711	03/05/2018 5011566-01	£ .	В	0.00	00 P&(
ADR OPTIONS	ADR OPTIONS STE 1100 TWO COMMERCE SQUARE 2001 MARKET ST PHII ADEI PHIA DA 19103	6110	04/07/2018		ш	3,958.00	3,788.00 GEN CRED
ADVANCED ENT	ADVANCED ENT 620 NORTH BROAD ST WOODBLIKY, NJ 08096	6138	07/02/2018		ш	7,900.00	7,900.00 GEN CRED
ALPERT, JEFFREY	ALPERT, JEFFREY PO BOX 289 SUPPLY NC 28462	71	07/31/2018	ANA-ARI NENENENNA KA KARANTA DARINGAN DARINGAN DARINGAN DARINGAN KARANTA DARINGAN KARA	ш	25,000.00	25,000.00 GEN CRED
BUCKLEY, THEROUX, KLINE, & PETRASKE	BUCKLEY, THEROUX, KLINE, & PETRASKE 707 STATE ROAD 2ND FL PRINCETON NI DRSAD PRINCETON NI DRSAD	6103	03/23/2018 3130033B-05	130033B-05	ш	4,848.00	4,202.56 PRE-LIQUIDATION DEFENSE COSTS
CEC ASSOCIATES INC	CEC ASSOCIATES INC PO BOX 987 1220 VALLEY FORGE RD UNIT 9 VALIEY FORGE PA 1948?	6118	04/25/2018	and an analysis and the control of t	Щ	330.00	330.00 GEN CRED
CENTER FOR FORENSIC ECONOMIC STUDIES	CENTER FOR FORENSIC ECONOMIC STUDIES 1608 WALNUT ST STE 801 PHILADELPHIA, PA 19103	6083	03/16/2018		ш	10,176.75	2,587.50 GEN CRED
CUMMINGS, WENDY	CUMMINGS , WENDY 49 CROSS LANE COS. COB. CT. 06802	6105	03/23/2018		ш	150.00	150.00 GEN CRED
ESTRADA, FERNANDO	ESTRADA, FERNANDO 334 KEVIN DR RFTHI FHEM, PA 18017	6077	02/15/2018		ш	30,000.00	30,000.00 GEN CRED
EVAN D OBRIEN MD PC	EVAN D OBRIEN MD PC 1225 N BROAD ST STE 3 WOODBURY. NJ DRO96	6147	07/30/2018		ш	37,600.00	37,600.00 GEN CRED
FILOSA, ROBERT	FILOSA, ROBERT 381 PRIMROSE DR UPPER GWYNEDD. PA 19446	6133	06/05/2018		ш	20,000.00	20,000.00 GEN CRED
FORENSIC RESOLUTIONS INC	FORENSIC RESOLUTIONS INC 222 HADDON AVE STE 302 WESTMONT. NI DRI OR.	6106	03/23/2018		ш	1,640.00	1,640.00 GEN CRED
FRANK KERN MD PC	FRANK KERN MD PC 2201 BAYSHORE AVE BRIGANTINF. NJ DR203	6122	05/18/2018		Ш	8,000.00	8,000.00 GEN CRED
GOLKOW LITIGATION SERVICES	GOLKOW LITIGATION SERVICES 1650 MARKET STREET STE 5150 PHII ACHEI PHIA PA 19103	6112	04/07/2018		ш	459.70	459.70 GEN CRED
GROSSMAN, HEAVEY, & HALPIN PC	GROSSMAN, HEAVEY, & HALPIN PC 1608 HWY 88 SUITE 200 RRICK, NI 08724	6080	03/12/2018 3	03/12/2018 3140026A, 5011481-01	ш	9,314.08	7,513.28 PRE-LIQUIDATION DEFENSE COSTS
INTERNATIONAL SURETIES, LTD	INTENNATIONAL SURETIES, LTD 701 POYDRAS STREET SUITE 420 NEW ORLEANS, LA 70139	6123	05/18/2018		ш	3,482.00	3,482.00 GEN CRED

HEALTHCARE PROVIDERS INSURANCE EXCHANGE

KLINE, MATTHEW KLINE, MATTHEW KACHELL, O'NEILL & RIVELES LLC MAGNA LEGAL SERVICES MAGNA LEGAL SERVICES COLEMAN, & GOGGIN MARSHALL, DENNEHEY, WARNER, COLEMAN, & GOGGIN MATTES, JEFFREY M	1 & 3 I IMAGING ASSOCIATES LLC 918 N 25TH ST KLINE, MATTHEW 225 RAWHILL B. 226 RAWHILL B. 226 CEDAR KNOLLS ROAD 240 CEDAR KNOLLS ROAD 240 CEDAR KNOLLS ROAD 250 MARKET ST 250 MARK	6153 6065 6067 6078 6078 6149 6121	08/08/2018 05/30/2018 02/15/2018 3100043A 02/15/2018 110076-01 04/10/2018 5010176-01 04/10/2018 1140142A 03/02/2018 1140132A, 11500968 03/02/2018 1140132A, 1150046A 03/02/2018 1110175A, 1120035A 05/14/2018 1110175A, 1120035A 1140053A	1120078A, 1130102B, 115004G, 115004G, 115004G, 115004G, 115004G, 115004G, 115004G, 115005B, 115005G, 1140041A, 1140216B, 1150210A, 1140216B, 1150210A,	E 4,168.45 E 10,500.00 E 6,000.00 E 6,000.00 E 7,733.80 E 7,733.80 E 7,733.80 E 5,734.00 E 5,911.91 E 5,911.91		11,500.00 GEN CRED 11,500.00 GEN CRED 55.50 PRE-LIQUI 6,040.46 PRE-LIQUI 6,040.46 PRE-LIQUI 17,149.50 PRE-LIQUI 17,149.50 PRE-LIQUI 17,149.50 PRE-LIQUI 15,734.00 GEN CRED 5,911.91 PRE-LIQUII 4,200.00 PRE-LIQUII 15,734.00 GEN CRED 5,911.91 PRE-LIQUII 18,392.05 PRE-LIQUII DEFENSE C	4,725.00 GEN CRED 11,500.00 GEN CRED 11,500.00 GEN CRED 55.50 PRE-LIQUIDATION 6,040.46 PRE-LIQUIDATION B,744.00 PRE-LIQUIDATION DEFENSE COSTS 6,000.00 GEN CRED 15,734.00 GEN CRED 7,200.00 PRE-LIQUIDATION PRE-LIQUIDATI
PMA MEDICAL SPECIALISTS LLC PM 54.	PLYMOLITH METTING. PA. 19462-1047. PMA MEDICAL SPECIALISTS LLC ASA N LEWIS RD STE 207 IMPRICK. PA 19468	6100	03/23/2018		ш 	92,500.00	92,500.00 GEN CRED	EN CRED
PR PR 42 ST ST PIT	LITERULA, FA. 27498 PRECISE TRIAL, LLC 429 FOURTH AVE STE 200 PITTSBURGH, PA 15219	6084	03/02/2018 1140192A, 1150064A		—	3,503.07	3,503.07 PF	3,503.07 PRE-LIQUIDATION DEFENSE COSTS

HEALTHCARE PROVIDERS INSURANCE EXCHANGE

Namo	Address	# 20d	POC Received Dt	Claim Numbers	Class of	Class lotal Claimed An Tota	Total Allowed Amt	Claim Particulars
QUIGLEY, ROBERT	QUIGLEY, ROBERT 4 AYRSHIRE DR VILLANOVA, PA 19085-2121	6076	02/15/2018		ш	25,000.00	0.00	0.00 GEN CRED
RADIOLOGY GROUP OF ABINGTON PC		6104	03/23/2018		ш	143,025.00	143,025.00 GEN CRED	GEN CRED
RAYNOR & ASSOCCIATES	RAYNOR & ASSOCCIATES 5 GREAT VALLEY PARKWAY TEL 239 MALVERN, PA 19355	9909	02/15/2018	02/15/2018 1090135A, 1120085A, 1120151A, 112024AA, 113004AA, 1130133A, 1140049B, 1140059A, 1140132A, 1140137A, 1140177C, 1140135A, 1150109A, 115006AA, 1150052A-02, 1150169A-02, 5011746-01	ш 	39,965.64	35,400.14	35,400. 14 PRE-LIQUIDATION DEFENSE COSTS
ROSENBERG, ANNE	ROSENBERG, ANNE 1333 HAINESPORT RD MT LAUREL, NJ 08054	4787	06/04/2018		ш	75,600.00	75,600.00 GEN CRED	GEN CRED
RUPRECHT HART WEEKS & RICCIARDULLI LLP	RUPRECHT HART WEEKS & RICCIARDULI ILP RICCIARDULLI LL POUTE 1 SACARDUNAL DR. SUITE 1 WESTFIELD, NJ 07090	6135	06/14/2018 3140021A	3140021A	—	3,447.46	1,563.00	1,563.00 PRE-LIQUIDATION DEFENSE COSTS
SANGHAVI, MAYA	SANGHAVI, MAYA 1550 PARK AVE STE 101 SOILTH BIANGEELD, PA, 072080	6114	04/16/2018		H	23,200.00	23,200.00 GEN CRED	GEN CRED
SERLEMITSOS, JOHN	SERLEMITSOS, JOHN 2033 PENDERBROOK DRIVE CROWNSVILLE. PA 21032	6609	03/23/2018		ш	8,000.00	8,000.00	8,000.00 GEN CRED
SOUTHEAST RADIOLOGY	SOUTHEAST RADIOLOGY PO BOX 981 MEDICA, PA 19063	6073	03/12/2018		ш	58,700.00	58,700.00 GEN CRED	GEN CRED
SPINE, BONE, & JOINT SPECIALIST	SPINE, BONE, & JOINT SPECIALIST 1225 N BROAD ST STE 3 WEST, DEPTEORD, NJ 0R096.	6148	07/30/2018		Ш	6,400.00	6,400,00	6,400.00 GEN CRED
STAHL & DELAURENTIS PC	STAHL & DELAURENTIS PC 10 E CLEMENTS BRIDGE RD RUNNEMEDE, NJ 08078	41	02/22/2018	02/22/2018 1120242A, 1140206A, 3-14-0030A, 3140004A-03, 3140018A, 3140021A, 3150029A, 3150034B, 3150034B	Щ	33,743.75	24,063.00	24,063.00 PRE-LIQUIDATION DEFENSE COSTS
UROLOGICAL ASSOCIATES PC	UROLOGICAL ASSOCIATES PC 240 MIDDLETOWN BLVD STE 107 BHII ADEI PHIA. PA 19047	6130	05/31/2018		ш	31,500.00	31,500.00 GEN CRED	GEN CRED
VALLEY PAIN CENTER LLC	VALLEY PAIN CENTER LLC 1800 BYBERRY ROAD STE 1101 HIMTINGROM VALLEY, PA. 19006	6117	04/16/2018		Ш	15,000.00	15,000.00 GEN CRED	GEN CRED
VERITEXT	VERITEXT 1801 MARKET ST STE 1800 BHII ADEI PHJA PA 19103	6109	04/09/2018		ш	596.69	596.69	596.69 GEN CRED
VERITEXT	VENTIEKT 1801 MARKET ST STE 1800 PHILADELPHIA, PA 19103	6126	05/22/2018	терринен также телезен компенсате изилемость выполненностью степентивания пот	<u> </u>	158.68	158.68	158.68 GEN CRED

HEALTHCARE PROVIDERS INSURANCE EXCHANGE

Name		# 00d	POC Received Dt	Claim Numbers C	lass total C	Class total Claimed Am	Total Allowed Amt	Total Allowed Amt Claim Perticulars
VERITEXT CORPORATE SERVICES	VERITEXT CORPORATE SERVICES	6158	09/11/2018	Д		7,228.51	7,228.51	7,228.51 GEN CRED
1111111111	290 WEST MT PLEASANT AVE				94, 4			
***************************************	SUITE 2260				Acres		n. 14.794	-
	INTINGSTON IN DOOD				y			
WARD, MICHAEL	WARD, MICHAEL	6074	02/15/2018	ш	AcAsson.	31,800.00	31,800,00 GEN CRED	GEN CRED
	7917 FORT STOKES LANE				A.A.J.			
	EASTON, MD 21601				96,014			.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
		6075	02/19/2018	ш		16,500.00	16.500.00 GEN CRED	GEN CRED
	143 SOUTH ST	w-1000			10/04m			
100 manual 200 manual	FREEHOLD, NJ 07728				v.			
ZURAD, EDWARD	ZURAD, EDWARD	6155	08/16/2018	T		400.00	400.00 GEN CRED	400,00 GEN CRED
	30 KENILWORTH ROAD				we trade t	Ar Magazin		
aut (M. Ni					,,,,,,,,,,			
	SHAVERTOWN, PA 1870R					- 270		
ETTER, MARK	ETTER, MARK				ı.	212,175.00	212,175.00	212,175.00 SURPLUS OR
er-double	1145 HERKNESS DR				ever		· ·	CONTRIBUTION NOTE
	MEADOWBROOK, PA 19046				no ima			



Undisputed and Resolved Claims Resolved Claims

HEALTHCARE PROVIDERS INSURANCE EXCHANGE

thru 12/31/2018 Report Period: 01/12/2018

\$0.00 Amount Approved:	
0 Amount Claimed:	
Number of Resolved Claims:	

CERTIFICATION OF COMPLIANCE WITH PUBLIC ACCESS POLICY

I certify that this filing complies with the provisions of the Public Access Policy of the Unified Judicial System of Pennsylvania: Case Records of the Appellate and Trial Courts that require filing confidential information and documents differently than non-confidential information and documents.

Preston M. Buckman (I.D. No. 57570)

PA Office of General Counsel

Pennsylvania Insurance Department Office of Liquidations, Rehabilitations

Attorney for Jessica K. Altman, Insurance

and Special Funds

901 North 7th Street

Harrisburg, PA 17102

(717) 886-2080

Commissioner of the Commonwealth of Pennsylvania, in her capacity as Statutory Liquidator of Healthcare Providers Insurance Exchange, In Liquidation

CERTIFICATE OF SERVICE

I hereby certify that I am this day serving the foregoing document upon all parties of record in this proceeding, in accordance with the requirements of Pa. R.A.P. 3780, in the following manner:

Service via regular U.S. Mail addressed as follows:

Carl Maio, Esquire

<u>CAMaio@foxrothschild.com</u>

Healthcare Providers Insurance Exchange
1250 Camp Hill Bypass, Suite 108

Camp Hill, PA 17011

Steven Sawyer, Senior Vice President Steven.Sawyer@MMICNC.com
Corporate Administration
700 Spring Forest Road, Suite 400
Raleigh, NC 27609

Paul G. Gagne, Esquire pgagne@kleinbard.com
Kleinbard LLC
One Liberty Place, 46th Floor 1650 Market Street
Philadelphia, PA 19103
(215) 568-2000
(215) 568-0140 (Fax)

PRESTON M. BUCKMAN (I.D. #57570)

Insurance Department Counsel

Office of Liquidations, Rehabilitations

& Special Funds

Governor's Office of General Counsel

Capital Associates Building

901 North 7th Street

Harrisburg, PA 17102

(717) 886-2080

Attorney for Jessica K. Altman, Insurance Commissioner of the Commonwealth of Pennsylvania, in her capacity as Statutory Liquidator of Healthcare Providers Insurance Exchange, In Liquidation

Dated: 1 7 19



January 7, 2019

Michael F. Krimmel, Chief Clerk Commonwealth Court of Pennsylvania 601 Commonwealth Avenue, Suite 2100 P.O. Box 69185 Harrisburg, PA 17120-9185

Re: In Re: Healthcare Providers Insurance Exchange ("HPIX") (In Liquidation)

No. 1 HPI 2017

Dear Mr. Krimmel:

Attached for filing please find the Liquidator's Application for Approval of Report and Recommendations on Healthcare Providers Insurance Exchange Claims Undisputed and R esolved from January 12, 2018 to December 31, 2018, with regard to the above-referenced matter.

Thank you for your assistance in this matter.

Very truly yours,

Preston M. Buckman

Insurance Department Counsel

PMB:drh

Enclosure

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

IN RE: Healthcare Providers Insurance:

Exchange, In Liquidation : No. 1 HPI 2017

RE: Liquidator's Report and Recommendations on Healthcare Providers Insurance Exchange Claims Undisputed and Resolved from January 12, 2018 to December 31, 2018

ORDER

AND NOW, this day of, 2019, upon consideration of the
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 ("Application"), it is hereby ORDERED and DECREED:

- 1. The Application is GRANTED, and the claims listed in the Report and Recommendations on Healthcare Providers Insurance Exchange Claims Undisputed and Resolved from January 12, 2018 to December 31, 2018 ("Report"), are APPROVED and ALLOWED both as to classification and amount as listed;
 - 2. The Report is incorporated herein by reference; and
- 3. The Claimants listed in the Report or their lawful assignees shall receive a distribution in accordance with 40.P.S. § 221.44 at the time and in the manner as approved by this Court.

P.	. KEVIN BROBSON, JUDGE	