

STATE OF VERMONT

SUPERIOR COURT
WASHINGTON UNIT

COMMISSIONER OF THE
DEPARTMENT OF FINANCIAL
REGULATION

PLAINTIFF,

v.

ELITE TRANSPORTATION RISK
RETENTION GROUP, INC.,
RESPONDENT.

CIVIL DIVISION

DOCKET NO. 175-3-18 Wncv

**LIQUIDATOR'S TWELFTH STATUS REPORT, ANNUAL
ACCOUNTING, AND SEVENTH REPORT OF CLAIMS**

I, J. David Leslie, Special Deputy Liquidator, hereby submit this Twelfth Status Report regarding the liquidation of Elite Transportation Risk Retention Group, Inc. ("ETRRG" or the "Company"), an annual accounting (attached as Exhibit A), and the Liquidator's Seventh Report of Claims (attached as Exhibit B).

1. On March 15, 2018, the Commissioner of the Department of Financial Regulation ("Commissioner") filed an *ex parte* Petition for Seizure Order pursuant to 8 V.S.A. § 7042(b), seeking, among other things, authorization to take possession and control of ETRRG. The Court granted the Commissioner's petition by entering the requested order ("Seizure Order") on March 29, 2018. Following entry of the Seizure Order, the Commissioner further investigated the Company's condition, concluded that rehabilitation would be futile, and filed a Petition for Order of Liquidation on April 20, 2018. On May 7, 2018, the ETRRG board of directors voted unanimously to assent to the proposed Order of Liquidation. On May 15, 2018, the Court entered its Order of Liquidation ("Liquidation Order") that, among other things, appointed the

Commissioner as Liquidator (“Liquidator”), authorized him to appoint a special deputy liquidator, and approved the Plan of Liquidation. The Liquidator appointed me to serve as Special Deputy Liquidator on May 15, 2018.

2. The Liquidator’s Prior Status Reports. On July 16, 2018, I submitted the Liquidator’s First Status Report describing, among other things, the establishment of a claim filing deadline (May 15, 2019), the provision of notice to potential creditors of ETRRG, the consolidation of ETRRG’s assets and administration, and next steps in the Liquidation. On October 31, 2018, I submitted the Liquidator’s Second Status Report which provided an update on the Company’s assets, claims filed with the Liquidator, the Liquidator’s analysis of historical member assessments, and next steps in the Liquidation. On January 14, 2019, I submitted the Liquidator’s Third Status Report providing updated information on Company assets, claims, and administrative matters. The Court approved the Liquidator’s request to extend the claim filing deadline to November 15, 2019. On December 23, 2019, I submitted the Liquidator’s Annual Report and Status Report. I then submitted the Liquidator’s Fifth Status Report on June 20, 2020 and the Liquidator’s Sixth Status Report, Annual Accounting, and First Report of Claims on January 22, 2021. On August 12, 2021, I submitted the Liquidator’s Seventh Status Report and Second Report of Claims and on March 29, 2022, I submitted the Liquidator’s Eighth Status Report, Annual Accounting, and Third Report of Claims.

3. On January 31, 2023, I submitted the Liquidator’s Ninth Status Report and Fourth Report of Claims advising, among other things, that the Liquidator expected to have all claims finally determined or reserved before April 30, 2023, and that a status report would be delivered to the Court shortly thereafter accompanied by an annual accounting and motions for corrective assessments. I submitted the Liquidator’s Tenth Status Report, Annual Accounting, and Fifth Report of Claims on June 7, 2023 together with a motion for approval of a Plan for Corrective

Assessments. The Court entered its order approving that motion and plan on June 13, 2023 (“Order on Assessments”). On October 20, 2023, the Liquidator filed his Motion for Interim Distribution, seeking authority to make a 100% distribution on claims allowed in priority classes 1, 3, and 6. On the same day, I submitted the Liquidator’s Eleventh Status Report and Sixth Report of Claims. The Court entered its order approving the distributions (“Order for Interim Distributions”) on October 25, 2023.

4. All of the filings described in ¶¶ 2 and 3 above have been publicly posted on the liquidation website (www.etrrg.com) along with other key liquidation materials.

ANNUAL ACCOUNTING & STATUS REPORT

5. Annual Accounting & Balance Sheet. The Liquidator is required to file an annual accounting with the Court reporting the assets and liabilities of ETRRG and all funds received or disbursed during the current period. See 8 V.S.A. § 7057(d); Liquidator Order, ¶ 4. A report showing, in chronological order, all ETRRG funds received or disbursed between entry of the Liquidation Order and December 31, 2023, is attached as Exhibit A. A simplified balance sheet reflecting ETRRG’s financial condition as of December 31, 2023 is presented in Table 1 on the following page.

6. Assets. The Company’s cash, cash equivalents, and other liquid assets have been marshaled and consolidated in either an account in the Vermont branch of a national banking institution or an investment account at Wilmington Trust. All of these liquid assets are carried as cash or cash equivalents (rather than invested assets) because the Liquidator anticipates making substantial distributions pursuant to the Order for Interim Distributions and has therefore maintained liquidity by investing exclusively in short term instruments.

7. The remaining ETRRG assets are illiquid but reasonably certain to be collected. The “Assessment Receivable” figure reflects the portion of the corrective assessment owed by

Table 1 – Simplified ETRRG Balance Sheet as of 12/31/23**ASSETS**

Cash & Cash Equivalents	\$	5,529,399
Assessments Receivable		700,000
Reinsurance Receivable		1,750,000
Total Assets	\$	7,979,399

LIABILITIES

Priority Class 1		
Administrative Expense Reserve	\$	61,423
Priority Class 3		
Reported		50,000
Reserved or Estimated		950,000
Subtotal (Class 3)	\$	1,000,000
Priority Class 6		
Reserved or Estimated	\$	33,000
Priority Class 9		
Approved or Finally Determined	\$	7,671,896
Reserved or Estimated		240,983
Subtotal (Class 9)	\$	7,912,879
Distributions Ordered but Unclaimed	\$	3,500,375
Total Liabilities	\$	12,507,678

ETRRG members to the Company

pursuant to the Order on

Assessments that the Liquidator

believes is likely to be recouped

through setoff against future

distributions (i.e. distributions on

claims allowed in priority class 9).

This figure is not fixed – it is

correlated with the priority class 9

distribution percentage and will

increase or decrease with that

distribution – but its volatility is

limited such that a reasonable estimate can be presented. The “Reinsurance Receivable” figure -

- \$1.75 million -- is also reasonably certain given that more than 75% of that figure

(approximately \$1.33 million) relates to claims that have been allowed by the Court or are

“finally determined” and being reported in the Seventh Report of Claims (attached hereto as

Exhibit B). The reinsurer is currently processing invoices from the ETRRG estate and it is

anticipated that substantial receivables will be converted to cash within the coming weeks.

8. Prepaid Deductibles. In addition to Company assets, the Liquidator is holding \$67,127 in constructive trust as security against members’ deductible obligations under the conditions described in the Liquidator’s Plan for Administration of Prepaid Deductibles. (The Plan for Administration of Prepaid Deductibles was submitted as an exhibit to the Liquidator’s Fifth Status Report and has been posted at www.etrreg.com.) Any remaining security will either

be drawn down to reimburse the ETRRG estate for deductible obligations or released to members as the final “open” claims are resolved.

9. Liabilities. Vermont law requires that payments on claims against insolvent insurers be made in accordance with statutorily established priorities and that all claims in a priority class be paid in full (or adequate reserves established for such payment) before claims in subsequent classes receive any distribution. 8 V.S.A. § 7081. Accordingly, in Table 1 the Liquidator presents the Company’s estimated liabilities in terms of priority classification rather than the standard format applicable to an insurer operating as a going concern.¹

a. *Priority Class 1 (Administrative Expense)* – At the outset of the proceeding, the Liquidator established a \$1 million administrative expense reserve which was increased to \$1.25 million as of December 31, 2022. Pursuant to the Plan of Liquidation (§ 2.a), the Liquidator has drawn this reserve down as he has paid administrative expenses in the normal course. Administrative expenses from the start of the proceeding through December 31, 2023, totaled \$1,188,577 leaving \$61,423 remaining in the reserve.²

b. *Priority Class 3 (Claims Arising under Policies)* – The \$1 million figure presented in Table 1 reflects policy-related claims on which distributions have not yet been ordered. This includes two categories – proofs of claim (“POCs” or a “POC”) that have been finally determined and are reported to the Court for approval in the Seventh

¹ The Liquidator has recommended and the Court has ordered allowance of claims falling in priority classes 1, 3, 6, 9, and 10. See 8 V.S.A. § 7081. The Liquidator does not anticipate that any claims will be recommended for allowance in the remaining priority classes.

² Administrative expenses totaled \$243,973 in 2018, \$146,235 in 2019, \$225,662 in 2020, \$158,088 in 2021, \$188,952 in 2022, and \$225,665.33 in 2023. The increase in administrative expense for 2023 is the result of non-recurring expenses – particularly the preparation of significant pleadings (the motions for corrective assessment and interim distributions) and a push to resolve most of the remaining open claims. The Liquidator remains hopeful that it will be possible to release substantial funds from the administrative expenses reserve at the conclusion of the proceeding. The Liquidator also notes, however, that estate assets remain sufficient to increase the reserve should the need arise for a disputed claim proceeding or collections action.

Report of Claims (Exhibit B), and POCs for which the Liquidator has either established a reserve (for claims where determination has been deferred) or produced a best estimate of claim value (for claims that require further investigation). This reserve/estimate figure -- \$950,000 -- is a projection regarding a small number of claims so the Liquidator cautions that it could be subject to material variability though it is intended to be conservative.

c. *Priority Class 6 (General Unsecured Obligations)* – The \$33,000 figure reflects the Liquidator’s reserve for two claims with the potential to be allowed in priority class 6 but which have not yet been finally determined. This figure is not subject to significant upward variability and may be reduced to zero if the claims are denied and the reserve eliminated.

d. *Priority Class 9 (Surplus or contribution notes, similar obligations, and premium refunds on assessable policies)*. The Liquidator initially received a single priority class 9 claim which has been allowed in the amount of \$400,000. The Order on Assessments, however, authorized the Liquidator to implement his Plan for Corrective Assessments which involved (among other things) imposing corrective assessments on the ETRRG members, recognizing each assessment as “giving rise to a priority class 9 claim against the ETRRG estate”, and “deem[ing] each member to have filed such a claim”. The Plan for Corrective Assessments also required that the Liquidator “promptly issue notices of determination allowing them in priority class 9”. The Liquidator has done so and the finally determined claims are included in the Seventh Report of Claims.³

³ The Liquidator has been unable to contact two former ETRRG members that have not submitted POCs in the liquidation. Reserves have therefore been posted while the Liquidator continues efforts to contact these members or their corporate successors.

e. *Distributions Ordered but Unclaimed.* The Court's Order for Interim Distributions directed the Liquidator to make 100% distributions on claims allowed in priority classes 1, 3, and 6. Allowed claims in those priority classes totaled \$13.7 million and, after application of setoff for the corrective assessments, this meant the Liquidator was authorized to actually disburse \$9.85 million. The Liquidator sent letters to all claimants eligible for distribution explaining the relevant calculations and requesting check, wire, or ACH instructions. Based on responses received, the Liquidator was able to issue payments totaling \$6,348,250 before December 31, 2023 which left \$3,500,375 in claims eligible for disbursement but not yet paid out because the claimants had yet to either return payment instruction forms or cash checks mailed pursuant to those instructions.⁴ The Liquidator will continue making payments as disbursement instructions are received and will follow-up with non-responsive claimants. Ultimately, at the close of the proceeding, the Liquidator will request authority from the Court to escheat any funds which remain unclaimed.

10. Claim Status. All claims filed with the Liquidator have been investigated and most have been determined and reported to the Court. See 8 V.S.A. § 7082(a). At present, there are only eleven claims that remain "open". Four of these claims relate to assessments for former ETRRG members and seven are claims filed either by insureds or third parties seeking payment under ETRRG policies. The Liquidator has established reserves for all eleven claims and will work with the claimants to resolve them as expeditiously as possible.

⁴ Further disbursements, totaling \$560,238, were made in January of 2024.

SEVENTH REPORT OF CLAIMS

11. The Liquidator has issued notices of determination or received notices of withdrawal relating to 577 claims.⁵ The Liquidator's prior Reports of Claims have advised the Court with regard to 556 of those determinations/ withdrawals. Since the Sixth Report of Claims was filed on October 20, 2023, an additional 21 claims have become finally determined or withdrawn. See 8 V.S.A. § 7078(a) ("Within 60 days from the mailing of notice [of determination] the claimant may file objections with the liquidator" and "[i]f no such filing is made, the claimant may not further object to the determination.") Those 21 claims are reported in the Liquidator's Seventh Report of Claims, attached as Exhibit B, together with the Liquidator's recommendations. See 8 V.S.A. § 7082(a) ("As soon as practicable, the liquidator shall present to the Court a report of the claims against the insurer with recommendations.")

12. By his Motion for Order Approving Liquidator's Seventh Report of Claims (filed herewith), the Liquidator requests that the Court enter an order approving the Seventh Report of Claims. See to 8 V.S.A. § 7082(b) ("The court may approve, disapprove, or modify the report on claims [filed] by the liquidator.")

13. Next Steps. The Liquidator will continue efforts to resolve the remaining open claims and to collect reinsurance receivable. The Liquidator proposes to file his next status report with the Court within six months.


Subscribed and sworn before me
this 5 th day of February, 2024.

Notary Public

My commission expires:



EILEEN M. BICKFORD
Notary Public
Commonwealth of Massachusetts
My Commission Expires
February 3, 2028


J. David Leslie
Special Deputy Liquidator

⁵ Claims are typically withdrawn as part of a settlement or where unilateral withdrawal might facilitate efforts in another proceeding (e.g. collections from another insurer/tortfeasor).

EXHIBIT A

All ETRRG Receipts and Disbursements between May 15, 2018 and December 31, 2023¹

Date	Payee/Payor	Description	Amount
07/05/2018	Baker Tilly Virchow Krause LLP	Accounting Services	\$ (1,650.00)
07/05/2018	Harland Clarke Corp.	Check Order	(157.80)
07/05/2018	MK Claims Administrators, LLC	TPA Claim Fees	(15,500.00)
07/06/2018	Paul Frank & Collins	Tax Litigation	(3,815.53)
07/17/2018	Paul Frank & Collins	Tax Litigation	(6,783.13)
07/19/2018	Rackemann Sawyer & Brewster	Professional Services	(18,101.35)
07/25/2018	Baker Tilly Virchow Krause LLP	Accounting Services	(1,650.00)
07/31/2018	People's United Bank	Bank Fees	(15.00)
08/02/2018	MK Claims Administrators, LLC	TPA Claim Fees	(15,500.00)
08/24/2018	Merlinos Actuaries Consultants	Actuarial Services	(19,345.00)
09/04/2018	Marcello & Kivisto, LLC	Legal Services	(736.02)
09/04/2018	Marcello & Kivisto, LLC	Legal Services	(1,888.64)
09/04/2018	Marcello & Kivisto, LLC	Legal Services	(615.00)
09/04/2018	Marcello & Kivisto, LLC	Legal Services	(180.00)
09/11/2018	Risk Services, LLC	Captive Management Fees & Expenses	(13,233.40)
09/14/2018	Risk Services, LLC	Captive Management Fees & Expenses	(1,181.60)
09/17/2018	Rackemann Sawyer & Brewster	Professional Services	(34,471.09)
09/26/2018	Merlinos Actuaries Consultants	Actuarial Services	(36,137.50)
10/05/2018	Road Scholar Transport	Pre-Liquidation Assessment Paid	817.00
10/05/2018	MK Claims Administrators, LLC	TPA Claim Fees	(15,500.00)
10/19/2018	MK Claims Administrators, LLC	TPA Claim Fees	(15,500.00)
11/08/2018	Merlinos Actuaries Consultants	Actuarial Services	(19,795.00)
11/09/2018	Road Scholar Transport	Pre-Liquidation Assessment Paid	817.00
11/15/2018	Paul Frank & Collins	Tax Litigation	(1,733.29)
11/20/2018	Risk Services, LLC	Captive Management Fees & Expenses	(206.93)
11/21/2018	Rackemann Sawyer & Brewster	Professional Services	(18,235.13)
12/07/2018	Risk Services, LLC	Captive Management Fees & Expenses	(626.50)
Receipts			\$ 2,451.00
Disbursements			249,973.41
2018 Net Cash Flow			\$ 241,522.41
<u>2019</u>			
01/08/2019	Paul Frank & Collins	Tax Litigation	\$ (1,518.59)
01/16/2019	Rackemann Sawyer & Brewster	Professional Services	(4,945.00)

¹ Exhibit A reflects receipts/disbursements from the ETRRG estate (excepting interest and investment income). The transactions by which the Liquidator closed Company's operating accounts and consolidated assets in a Vermont financial institution are omitted from Exhibit A because they reflect transfers rather than receipts/disbursements. Transactions regarding prepaid deductible held in constructive trust are similarly excluded as they do not relate to estate assets.

Date	Payee/Payor	Description	Amount
01/16/2019	Rackemann Sawyer & Brewster	Professional Services	(20,267.19)
01/16/2019	Risk Services, LLC	Captive Management Fees & Expenses	(151.40)
02/08/2019	Road Scholar Transport	Pre-Liquidation Assessment Paid	\$ 1,634.00
02/08/2019	Alabama Department of Insurance	Filing Fees	(10.00)
02/08/2019	Arkansas Insurance Dept.	Filing Fees	(10.00)
02/12/2019	Kentucky State Treasurer	Filing Fees	(6.00)
02/18/2019	Marcello & Kivisto, LLC	Legal Services	(3,198.04)
02/21/2019	Socius Insurance Services, Inc.	D & O Insurance Premium	(9,862.65)
02/28/2019	Risk Services, LLC	Captive Management Fees & Expenses	(1,101.50)
02/28/2019	Delaware Insurance Department	Filing Fees	(10.00)
02/28/2019	TN Dept of Commerce & Insurance	Filing Fees	(10.00)
03/12/2019	Wyoming Insurance Department	Filing Fees	(10.00)
03/12/2019	Zimmerman Truck Lines, Inc.	Pre-Liquidation Assessment Paid	45.00
03/22/2019	Paul Frank & Collins	Tax Litigation	(536.50)
03/28/2019	Rackemann Sawyer & Brewster	Professional Services	(3,993.40)
04/03/2019	Risk Services, LLC	Captive Management Fees & Expenses	(1,345.50)
04/26/2019	TN Dept of Commerce & Insurance	Filing Fees	(10.00)
05/10/2019	Rackemann Sawyer & Brewster	Professional Services	(5,029.86)
05/10/2019	Rackemann Sawyer & Brewster	Professional Services	(11,920.36)
05/15/2019	Paul Frank & Collins	Tax Litigation	(552.20)
05/15/2019	Rackemann Sawyer & Brewster	Professional Services	(14,825.50)
06/07/2019	Rackemann Sawyer & Brewster	Professional Services	(6,350.37)
06/17/2019	Risk Services, LLC	Captive Management Fees & Expenses	(502.50)
06/24/2019	Rackemann Sawyer & Brewster	Professional Services	(8,704.72)
06/24/2019	Risk Services, LLC	Captive Management Fees & Expenses	(39.85)
07/11/2019	Risk Services, LLC	Captive Management Fees & Expenses	(296.70)
07/17/2019	Risk Services, LLC	Captive Management Fees & Expenses	(574.70)
07/17/2019	Paul Frank & Collins	Tax Litigation	(1,207.50)
08/02/2019	Johnson Lambert	Tax Return Preparation (2017 & 2018)	(7,000.00)
08/16/2019	Rackemann Sawyer & Brewster	Professional Services	(2,435.20)
08/28/2019	Risk Services, LLC	Captive Management Fees & Expenses	(1,877.49)
09/10/2019	Rackemann Sawyer & Brewster	Professional Services	(5,038.20)
09/18/2019	Risk Services, LLC	Captive Management Fees & Expenses	(83.70)
09/18/2019	Paul Frank & Collins	Tax Litigation	(2,617.35)
09/18/2019	Rackemann Sawyer & Brewster	Professional Services	(12,008.30)
10/28/2019	Risk Services, LLC	Captive Management Fees & Expenses	(224.70)
11/12/2019	Risk Services, LLC	Captive Management Fees & Expenses	(1,307.50)
11/12/2019	Johnson Lambert	Tax Litigation	(2,365.00)
11/27/2019	Rackemann Sawyer & Brewster	Professional Services	(14,287.60)
Receipts			\$ 1,679.00
Disbursements			(146,235.07)

Date	Payee/Payor	Description	Amount
		2019 Net Cash Flow	\$ (144,556.07)
<u>2020</u>			
01/11/2020	Rackemann Sawyer & Brewster	Professional Services	\$ (11,561.62)
01/17/2020	Johnson Lambert	Tax Litigation	(962.00)
01/17/2020	Risk Services, LLC	Captive Management Fees & Expenses	(443.85)
02/14/2020	Rackemann Sawyer & Brewster	Professional Services	(18,737.67)
02/24/2020	Risk Services, LLC	Captive Management Fees & Expenses	(61.00)
03/11/2020	Rackemann Sawyer & Brewster	Professional Services	(6,640.66)
03/19/2020	Paul Frank & Collins	Tax Litigation	(19,488.58)
04/01/2020	Risk Services, LLC	Captive Management Fees & Expenses	(230.00)
04/14/2020	Rackemann Sawyer & Brewster	Professional Services	(9,582.50)
05/01/2020	Johnson Lambert	Accounting Services	(5,350.00)
05/07/2020	Paul Frank & Collins	Tax Litigation	(1,894.00)
05/07/2020	Rackemann Sawyer & Brewster	Professional Services	(27,327.00)
05/13/2020	Risk Services, LLC	Captive Management Fees & Expenses	(68.50)
05/18/2020	People's United Bank	Bank Fees	(3.00)
06/09/2020	Johnson Lambert	Tax Litigation	(2,340.00)
06/15/2020	Johnson Lambert	Accounting Services	(1,350.00)
06/16/2020	People's United Bank	Bank Fees	(3.00)
06/22/2020	Rackemann Sawyer & Brewster	Professional Services	(28,603.13)
07/07/2020	Risk Services, LLC	Captive Management Fees & Expenses	(575.00)
07/08/2020	Paul Frank & Collins	Tax Litigation	(5,268.16)
07/16/2020	People's United Bank	Bank Fees	(3.00)
07/22/2020	Rackemann Sawyer & Brewster	Professional Services	(9,872.00)
08/04/2020	Risk Services, LLC	Captive Management Fees & Expenses	(4,710.10)
08/18/2020	People's United Bank	Bank Fees	(3.00)
08/19/2020	Risk Services, LLC	Captive Management Fees & Expenses	(24.00)
08/24/2020	Risk Services, LLC	Captive Management Fees & Expenses	(593.50)
09/11/2020	Rackemann Sawyer & Brewster	Professional Services	(8,085.50)
09/15/2020	Rackemann Sawyer & Brewster	Professional Services	(5,329.50)
09/16/2020	People's United Bank	Bank Fees	(3.00)
09/28/2020	Risk Services, LLC	Captive Management Fees & Expenses	(127.50)
09/29/2020	Rackemann Sawyer & Brewster	Professional Services	(14,763.50)
10/13/2020	People's United Bank	Bank Fees	(3.00)
10/16/2020	Risk Services, LLC	Captive Management Fees & Expenses	(268.91)
10/19/2020	Johnson Lambert	Accounting Services	(1,300.00)
10/27/2020	Paul Frank & Collins	Tax Litigation	(2,947.03)
11/05/2020	Rackemann Sawyer & Brewster	Professional Services	(24,490.70)
11/09/2020	People's United Bank	Bank Fees	(3.00)
11/17/2020	Risk Services, LLC	Captive Management Fees & Expenses	(52.50)

Date	Payee/Payor	Description	Amount
11/20/2020	Rackemann Sawyer & Brewster	Professional Services	(12,573.50)
12/08/2020	Risk Services, LLC	Captive Management Fees & Expenses	(16.50)
12/09/2020	People's Bank	Bank Fees	\$ (3.00)
		Disbursements	<u>\$ (225,662.41)</u>
		2020 Net Cash Flow	\$ (225,662.41)

2021

1/5/2021	IRS	IRS Settlement	\$ 44,521.65
1/13/2021	Risk Services, LLC	Captive Management Fees & Expenses	(151.50)
1/13/2021	Rackemann Sawyer & Brewster	Professional Services	(5,671.00)
1/19/2021	People's United Bank	Bank Fees	(3.00)
1/20/2021	Paul Frank & Collins	Tax Litigation	(629.00)
2/17/2021	People's United Bank	Bank Fees	(5.00)
3/3/2021	Johnson Lambert	Tax Litigation	(900.00)
3/9/2021	Rackemann Sawyer & Brewster	Professional Services	(6,994.50)
3/10/2021	Risk Services, LLC	Captive Management Fees & Expenses	(483.58)
3/16/2021	People's United Bank	Bank Fees	(5.00)
3/18/2021	Rackemann Sawyer & Brewster	Professional Services	(34,954.72)
3/18/2021	Johnson Lambert	Tax Return Preparation	(1,400.00)
4/16/2021	Risk Services, LLC	Captive Management Fees & Expenses	(915.00)
4/16/2021	People's United Bank	Bank Fees	(5.00)
4/20/2021	Rackemann Sawyer & Brewster	Professional Services	(4,134.00)
5/18/2021	People's United Bank	Bank Fees	(5.00)
5/19/2021	Rackemann Sawyer & Brewster	Professional Services	(2,132.50)
6/10/2021	Rackemann Sawyer & Brewster	Professional Services	(3,747.50)
6/16/2021	People's United Bank	Bank Fees	(5.00)
07/09/2021	Rackemann Sawyer & Brewster	Professional Services	(16,872.79)
07/12/2021	Risk Services, LLC	Captive Management Fees & Expenses	(57.80)
07/12/2021	Risk Services, LLC	Captive Management Fees & Expenses	(7,355.80)
07/16/2021	People's United Bank	Bank Fees	(5.00)
08/03/2021	Johnson Lambert	Tax Return Preparation	(1,400.00)
08/10/2021	Rackemann Sawyer & Brewster	Professional Services	(18,634.50)
08/17/2021	Risk Services, LLC	Captive Management Fees & Expenses	(341.50)
08/17/2021	People's United Bank	Bank Fees	(5.00)
09/01/2021	North American Specialty Ins. Co.	Return of Collateral	91,000.00
09/10/2021	Rackemann Sawyer & Brewster	Professional Services	(12,730.45)
09/10/2021	Johnson Lambert	Tax Return Preparation	(1,400.00)
09/16/2021	People's United Bank	Bank Fees	(5.00)
09/21/2021	Risk Services, LLC	Captive Management Fees & Expenses	(102.70)
10/07/2021	Rackemann Sawyer & Brewster	Professional Services	(15,292.16)
10/18/2021	People's United Bank	Bank Fees	(5.00)

Date	Payee/Payor	Description	Amount
11/03/2021	Risk Services, LLC	Captive Management Fees & Expenses	(25.00)
11/05/2021	Rackemann Sawyer & Brewster	Professional Services	(7,627.00)
11/12/2021	Risk Services, LLC	Captive Management Fees & Expenses	(170.20)
11/16/2021	People's United Bank	Bank Fees	(5.00)
12/09/2021	Rackemann Sawyer & Brewster	Professional Services	(13,877.27)
12/16/2021	People's United Bank	Bank Fees	(5.00)
			<hr/>
			Receipts 135,521.65
			Disbursements (158,088.47)
			<hr/>
			2021 Net Cash Flow \$(22,566.82)

2022

01/13/2022	Risk Services, LLC	Captive Management Fees & Expenses	(24.20)
01/14/2022	Rackemann Sawyer & Brewster	Professional Services	(10,690.06)
01/19/2022	People's United Bank	Bank Fees	(5.00)
02/12/2022	Verrill Dana, LLP	Professional Services	(4,786.50)
02/16/2022	People's United Bank	Bank Fees	(5.00)
03/11/2022	Risk Services, LLC	Captive Management Fees & Expenses	(8.50)
03/16/2022	Verrill Dana, LLP	Professional Services	(21,444.00)
03/16/2022	People's Bank	Bank Fees	(5.00)
04/18/2022	People's Bank	Bank Fees	(5.00)
04/19/2022	Enstar - Fletcher	Reinsurance Recovery	3,150,913.50
04/28/2022	Risk Services, LLC	Captive Management Fees & Expenses	(190.30)
05/03/2022	Johnson Lambert	Tax Return Preparation	(1,470.00)
05/06/2022	Verrill Dana, LLP	Professional Services	(29,540.50)
05/09/2022	Verrill Dana, LLP	Professional Services	(10,867.00)
05/17/2022	People's Bank	Bank Fees	(5.00)
05/31/2022	Risk Services, LLC	Captive Management Fees & Expenses	(336.50)
06/06/2022	Verrill Dana, LLP	Professional Services	(12,536.50)
06/16/2022	People's Bank	Bank Fees	(5.00)
06/20/2022	Johnson Lambert	Tax Return Preparation	(1,470.00)
07/18/2022	People's Bank	Bank Fees	(5.00)
07/19/2022	Verrill Dana, LLP	Professional Services	(13,060.00)
07/25/2022	Risk Services, LLC	Captive Management Fees & Expenses	(8,781.80)
08/09/2022	Verrill Dana, LLP	Professional Services	(4,848.00)
08/16/2022	People's Bank	Bank Fees	(5.00)
08/24/2022	Risk Services, LLC	Captive Management Fees & Expenses	(660.50)
09/20/2022	Johnson Lambert	Tax Return Preparation	(1,470.00)
09/22/2022	Verrill Dana, LLP	Professional Services	(5,727.00)
09/28/2022	Enstar - Fletcher	Reinsurance Recovery	1,076,787.49
10/06/2022	Risk Services, LLC	Captive Management Fees & Expenses	(33.00)
10/12/2022	Verrill Dana, LLP	Professional Services	(10,999.50)

Date	Payee/Payor	Description	Amount
10/25/2022	Risk Services, LLC	Captive Management Fees & Expenses	(33.00)
11/08/2022	Verrill Dana, LLP	Professional Services	(25,569.00)
12/08/2022	M&T Bank	Bank Fees	(2.00)
12/12/2022	Verrill Dana, LLP	Professional Services	(24,364.00)
Receipts			<u>\$4,227,700.99</u>
Disbursements			<u>188,951.86</u>
2022 Net Cash Flow			<u>\$4,038,749.13</u>

2023

01/10/2023	M&T Bank	Bank Fees	\$ (2.00)
01/18/2023	Verrill Dana, LLP	Professional Services	(20,081.50)
02/08/2023	M&T Bank	Bank Fees	(2.00)
02/21/2023	Verrill Dana, LLP	Professional Services	(14,118.00)
03/08/2023	M&T Bank	Bank Fees	(2.00)
03/16/2023	Verrill Dana, LLP	Professional Services	(6,331.00)
03/21/2023	Johnson Lambert	Tax Return Preparation	(1,600.00)
04/04/2023	Risk Services, LLC	Captive Management Fees & Expenses	(212.50)
04/10/2023	M&T Bank	Bank Fees	(2.00)
04/18/2023	Verrill Dana, LLP	Professional Services	(23,459.00)
05/08/2023	M&T Bank	Bank Fees	(2.00)
05/23/2023	Enstar - Fletcher	Reinsurance Recovery	771,624.77
05/30/2023	Verrill Dana, LLP	Professional Services	(20,894.00)
06/16/2023	Verrill Dana, LLP	Professional Services	(32,756.00)
06/22/2023	Risk Services, LLC	Captive Management Fees & Expenses	(803.00)
06/22/2023	Risk Services, LLC	Captive Management Fees & Expenses	(295.00)
06/30/2023	Caldwell & Kearns, PC	Return of Prepaid Deductible	(14,950.38)
06/30/2023	Frock Bros Trucking	Return of Prepaid Deductible	(11,554.66)
06/30/2023	Indian Valley Bulk Carriers	Return of Prepaid Deductible	(11,473.53)
06/30/2023	Fox Transportation Inc	Return of Prepaid Deductible	(10,712.47)
06/30/2023	H. M. Kelly, Inc.	Return of Prepaid Deductible	(9,977.16)
06/30/2023	H&H Transportation, Inc.	Return of Prepaid Deductible	(7,878.14)
06/30/2023	Pleasant Trucking	Return of Prepaid Deductible	(11,085.13)
06/30/2023	Bolus Freight Systems, Inc.	Return of Prepaid Deductible	(3,859.33)
06/30/2023	Clark Transfer Inc.	Return of Prepaid Deductible	(3,150.02)
07/28/2023	Metropolitan Trucking, Inc.	Return of Prepaid Deductible	(77,572.54)
07/28/2023	Zimmerman Truck Lines, Inc.	Return of Prepaid Deductible	(54,899.13)
07/28/2023	Hoffman Transport, Inc.	Return of Prepaid Deductible	(11,197.22)
07/28/2023	Finster Courier, Inc.	Return of Prepaid Deductible	(10,548.35)
07/28/2023	Calex Express, Inc.	Return of Prepaid Deductible	(10,335.05)
07/28/2023	Star Freight, LLC	Return of Prepaid Deductible	(7,928.62)
07/28/2023	Inter-Coastal, Inc.	Return of Prepaid Deductible	(5,364.40)
08/01/2023	Verrill Dana, LLP	Professional Services	(23,200.50)

Date	Payee/Payor	Description	Amount
08/08/2023	M&T Bank	Bank Fees	\$ (1.33)
08/24/2023	Enstar - Fletcher	Reinsurance Recovery	119,651.73
08/28/2023	Verrill Dana, LLP	Professional Services	(10,029.00)
09/28/2023	Verrill Dana, LLP	Professional Services	(3,498.00)
09/28/2023	Merlinos Actuaries Consultants	Actuarial Services	(17,162.50)
10/19/2023	Risk Services, LLC	Captive Management Fees & Expenses	(9,519.50)
10/19/2023	Johnson Lambert	Tax Return Preparation	(1,650.00)
10/19/2023	Verrill Dana, LLP	Professional Services	(9,638.00)
10/19/2023	Risk Services, LLC	Captive Management Fees & Expenses	(340.00)
11/20/2023	Verrill Dana, LLP	Professional Services	(11,932.50)
11/21/2023	Risk Services, LLC	Captive Management Fees & Expenses	(407.50)
12/05/2023	Allied Recovery Solutions	Class 6 Distribution	(6,747.24)
12/05/2023	Cincinnati Ins. Co.	Class 3 Distribution	(4,455.00)
12/05/2023	Dick Lavy Trucking, Inc.	Class 3 Distribution	(1,737.70)
12/05/2023	DJS Associates Inc.	Class 6 Distribution	(13,345.15)
12/05/2023	Erie Insurance	Class 3 Distribution	(11,813.19)
12/05/2023	Liberty Mutual	Class 3 Distribution	(15,403.73)
12/05/2023	Jersey Central Power & Light	Class 3 Distribution	(21,239.75)
12/05/2023	Vasios, Strollo & Duran, P.A.	Class 6 Distribution	(2,882.50)
12/05/2023	Vasios, Strollo & Duran, P.A.	Class 1 Distribution	(88.00)
12/06/2023	H. M. Kelly, Inc.	Class 3 Distribution	(266,875.81)
12/06/2023	GEICO General Ins. Co.	Class 3 Distribution	(14,385.38)
12/06/2023	Ruth Maniscalco and Foley Law	Class 3 Distribution	(500,000.00)
12/06/2023	Wendell O. Scott, M.D., LLC	Class 6 Distribution	(950.00)
12/06/2023	Roderick Linton Belfance, LLP	Class 1 Distribution	(945.00)
12/08/2023	Donahue, Durham & Noonan, PC.	Class 6 Distribution	(2,806.15)
12/08/2023	Indian Valley Bulk Carriers	Class 3 Distribution	(81,665.93)
12/08/2023	Insurance Subrogation Group	Class 3 Distribution	(7,549.15)
12/08/2023	Joel Solomon and Lozner & Mastro	Class 3 Distribution	(50,000.00)
12/08/2023	Johnson Lambert	Tax Return Preparation	(1,600.00)
12/08/2023	M&T Bank	Bank Fees	(30.00)
12/08/2023	Service Electric Cable TV, Inc.	Class 3 Distribution	(460.36)
12/13/2023	Risk Services, LLC	Captive Management Fees & Expenses	(247.50)
12/14/2023	Verrill Dana, LLP	Professional Services	(15,849.00)
12/22/2023	Carson LLP	Class 6 Distribution	(6,438.00)
12/22/2023	Custard Insurance Adjusters	Class 6 Distribution	(7,287.54)
12/22/2023	Finster Courier, Inc.	Class 3 Distribution	(1,702,010.50)
12/22/2023	Grocery Haulers, Inc.	Class 3 Distribution	(148,683.61)
12/22/2023	Marcello & Kivisto, LLC	Class 6 Distribution	(60,473.50)
12/22/2023	Metropolitan Trucking, Inc.	Class 3 Distribution	(2,947,810.91)
12/22/2023	Outpost Capital Funding	Class 3 Distribution	(44,900.12)
12/22/2023	Outpost Capital Funding	Class 6 Distribution	(12,188.92)

Date	Payee/Payor	Description	Amount
12/22/2023	Outpost Capital Funding	Class 1 Distribution	\$ (4,242.56)
12/22/2023	Sobel Pevzner	Class 6 Distribution	(11,532.50)
12/22/2023	Star Freight, LLC	Class 3 Distribution	(288,558.63)
12/22/2023	Zimmerman Truck Lines, Inc.	Class 3 Distribution	(110,772.77)
			<hr/>
			Receipts \$ 891,276.50
			<hr/>
			Disbursements \$(6,836,401.06)
			<hr/>
			2023 Net Cash Flow \$(5,945,124.56)

Subsequent Events: In January of 2024, the Liquidator paid an additional \$6,322.46 in administrative expenses and disbursed \$560,238.25 on claims allowed in priority classes 3 and 6.

EXHIBIT B

Liquidator's Seventh Report of Claims for ETRRG

February 5, 2024

Claims Recommended for Allowance in Priority Class 1

<u>POC No.</u>	<u>Claimant Name</u>	<u>Claimant Address</u>	<u>Priority</u>	<u>Amount</u>
None in Seventh Report of Claims				
Allowed in Prior Reports of Claims				\$ 9,204.06

Claims Recommended for Allowance in Priority Class 3

<u>POC No.</u>	<u>Claimant Name</u>	<u>Claimant Address</u>	<u>Priority</u>	<u>Amount</u>
286	Patrick Noble	327 Fremont Street, West Pittston, PA 18643	3	\$ 50,000.00
Recommended for Allowance in Seventh Report of Claims				\$ 50,000.00
Allowed in Prior Reports of Claims				13,482,147.26
Total if Seventh Report of Claims is Allowed				\$ 13,532,147.26

Claims Recommended for Allowance in Priority Class 6

<u>POC No.</u>	<u>Claimant Name</u>	<u>Claimant Address</u>	<u>Priority</u>	<u>Amount</u>
None in Seventh Report of Claims				
Allowed in Prior Reports of Claims				\$ 225,962.91

Claims Recommended for Allowance in Priority Class 9

A01	A&S Services Group	8800 Main Street, Florenceville-Bristol, NB E7L 1B2	9	\$ 668,384.80
A02	Bolus Freight Systems, Inc.	700 N. Keyser Avenue, Scranton, PA 18504	9	292,887.84
A03	Bulls Eye Express Inc.	5 Willow Springs Circle, York, PA 17402	9	80,976.61
A04	Calex Express, Inc.	58 Pittston Avenue, Pittston, PA 18640	9	662,063.40
A05	Clark Transfer, Inc.	800A Paxton Street, Harrisburg, PA 17104	9	326,668.95
A06	Finster Courier, Inc.	9201 River Rd., Pennsauken, NJ 08110	9	377,862.63
A07	Fox Transportation	P.O. Box 71, Tamaqua, PA 18252	9	199,790.85
A08	Frock Bros. Trucking	P.O. Box 157, New Oxford, PA 17350	9	360,823.25
A09	H&H Transportation, Inc.	847 King Georges Road, Fords, NJ 08863	9	154,816.24

