

Cause No. GV 204523

THE STATE OF TEXAS

v.

AMCARE HEALTH PLANS  
OF TEXAS, INC. and  
AMCARE MANAGEMENT, INC.

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IN THE DISTRICT COURT OF

TRAVIS COUNTY, TEXAS

200<sup>th</sup> JUDICIAL DISTRICT

Special Deputy Receiver's Business Plan for February 2003

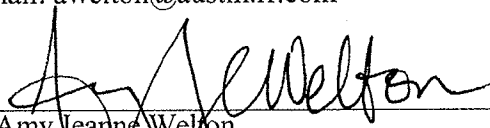
TO THE HONORABLE JUDGE OF THIS COURT:

COMES NOW, Jean Johnson, Special Deputy Receiver under contract to the Commissioner of Insurance as Receiver of Amcare Health Plans of Texas, Inc. and Amcare Management, Inc., and presents a Business Plan pursuant to TEX. INS. CODE ANN. art. 21.28, §2(a). The Business Plan covers the period of February 1, 2003, through February 28, 2003.

Respectfully submitted,

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RECEIVED  
MAR 17 REC'D  
LIQUIDATION OVERSIGHT

By:   
Amy Jeanne Welton  
State Bar No. 27004800

Attorney for Jean Johnson, Special Deputy Receiver  
of Amcare Health Plans of Texas, Inc. and Amcare  
Management, Inc.

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TDI 02902

**CERTIFICATE OF SERVICE**

I certify that a true and correct copy of the above and foregoing instrument was forwarded via email to the following persons on this the 17th day of March 2003:

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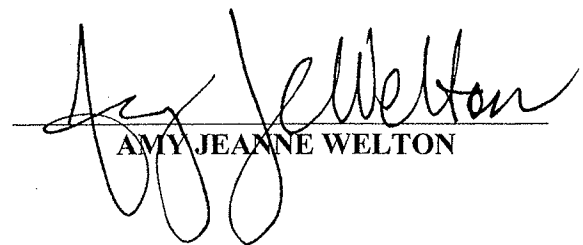
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**OKLAHOMA INDEPENDENT MANAGER**

  
AMY JEANNE WELTON

**BUSINESS PLAN OF SPECIAL DEPUTY RECEIVER  
AmCare Health Plans of Texas, Inc. in Receivership  
And AmCare Management, Inc. in Receivership**

**R 512  
February 28, 2003**

**TABLE OF CONTENTS**

**Exhibit A- Business Plan**

1. Planned Activities for March, 2003.
2. Planned Major Activities and Anticipated Expense
3. Anticipated Cost Benefit Analysis
4. Budget for March

**Exhibit B- Prior Month's Budget Analysis**

1. Budget Variance Report
2. Significant Variance Explanation Report
3. Cost Benefit Analysis of Past Activities

**Exhibit C- Financial Statements**

1. Balance Sheet
2. Income Statement
3. Source and Use of Cash Statement

**Exhibit D- Summaries of Service Billings and Service Solicitation**

1. Litigation Summary
  - a. Summary Schedule of Legal Services Performed
  - b. Summary of Legal Contact
2. Summary of Subcontractor Service Billings

**Exhibit E- Claim Status Report**

**Exhibit F- Complaints Received Report**

**Exhibit A- Business Plan**

**for**

**AmCare Health Plans of Texas, Inc. in Receivership  
And AmCare Management, Inc. in Receivership**

**R 512**

**Business Plan for March, 2003**  
**AmCare Health Plans of Texas, Inc., In Receivership**  
**AmCare Management, Inc., In Receivership**

**CLAIMS**

- Address notice to providers regarding balance billing issues.
- Prepare mailing list for use in sending post card notices of POC information to all interested parties.
- Post POC and related forms on website.
- Prepare to transfer claims records and data to SDR's office.
- Prepare to move customer services to SDR's office.
- Continue review of claim records for duplicate payments.
- Continue investigation of claim overpayments by third parties
- Prepare collection notices to providers to collect overpayments.
- Continue investigation of AmCare management of TPA activities.
- Establish claim processing requirements in relation to TCHP contract.
- Complete audit of OAO system and prepare Cost Benefit Analysis for use of system to process receivership claims.
- Post pleadings on website

**LEGAL**

- Continue to work on Receivers Agreement for Oklahoma and Louisiana.
- Review opportunities of joint prosecution with Oklahoma and Louisiana.
- Address issues involving commingled records.
- Continue review issues relating to GHIPA, HIPAA.
- Submit TCHP agreement to receivership court for approval.

**FINANCIAL**

- Continue working on Inventory of assets to be filed in May 2003.
- Continue pursuing balance due from United Healthcare (\$781)
- Establish Treasury Account for AmCare Management.

**TAKEOVER SITE / RECORDS / FF&E**

- Complete sale and release of furniture to Gulfquest
- Get Appraisals on FF&E.
- Review Bids on purchase of remaining FF&E
- Prepare 5th floor for turnover to building manager by 3/31/03
- Review and select bids from movers to transfer records to Dallas.
- Coordinate shipment of records to Oklahoma.

## **ASSET RECOVERY**

- Continue collection of reinsurance receivable.
- Continue review of claims to identify additional reinsurance recoveries.
- Continue subrogation recovery efforts.
- Continue review of documents relating to E&O and D&O issues.
- Continued review issues relating to Price Waterhouse Coopers claim.
- Prepare information to submit to E&O and D&O carriers of potential claim.
- Continue collection efforts for premium receivable balances.
- Initiate recovery efforts of Agent Balances.
- Continue collection efforts for pharmacy reimbursements.
- Continue review of issues relating to Statutory Deposits.
- Continue coordinate information between claims review and system review with E&O and D&O investigation.

## **ADMINISTRATIVE**

- Review activities of Sub-contractors.
- Complete contracting with Sub contractors.
- Prepare for transition of operations from Houston to Dallas.
- Review status of legal issues and meet with individuals involved.
- Prepare notice to MedImpact regarding Pharmacy claims.
- Review issues relating to taking Medicaid administration to Dallas.

### **2.) Planned major activities and projected expenses.**

Continue relocation of records and files to SDR's location in Dallas, TX.  
Projected costs: \$ 10,000.00

Notice of Claim Filing Procedure, Claim Filing Deadline, and Proof of Claim  
Form notification  
Projected costs: \$ 52,000.00

### **3.) Anticipated Cost Benefit Analysis**

Planned CBA for POC notice postcard bids.

### **4.) Budget for February, 2003**

See schedule attached

AMCARE HEALTH PLANS OF TEXAS, INC.  
#512  
BUDGET FOR MARCH 2003

**Beginning Unencumbered Cash**

**Funds Held**

Funds Held for Others	1,100
Funds Held for Others Expense	-

**Premium**

Collections	-
Collection Expense	-
Litigation Expense (include with Collection Exp.)	-

**Receivable**

Agents Balance Receipts	-
Agent Balance Expense	(500)
Reinsurance Recovery	-
Reinsurance Expense	(1,500)
Subrogation Recovery	-
Subrogation Expense	(7,500)
Intercompany Receivable Receipts	-
Intercompany Receivable Expenses	-
Other Receivable Receipts	50,000
Other Receivable Expenses	(5,000)

**Litigation Receivable**

D&O Litigation Recovery	-
D&O Litigation Expense	(20,000)
Judgment/Settlement Collections	-
Judgment Expense	-
Investment Account Receipts	-
Investment Account Expense	-
Other Litigation Receipts	-
Other Litigation Expense	-

**Sale/Conversion of Investment Assets**

Securities/Bonds Sales Receipts	-
Securities/Bonds Sales Expense	-
Statutory Deposit Receipts	-
Statutory Deposit Expense	(500)
Real Estate Sales Receipts	-
Real Estate Sales Expense	-
Mortgage Note Expense	-
Subsidiary Affiliated Receipts	-
Subsidiary Affiliated Expense	-
Other Asset Receipts	-
Other Asset Sales Expenses	-

**Sale of Company Fixed Assets**

Charter Sales Receipts	-
Charter Sales Expense	-
Furniture, Fixtures & Equipment Receipts	-
Furniture, Fixtures & Equipment Expense	-
Company Real Estate Receipts (Rental Inc., etc.)	-
Company Real Estate Expense (Exp. re Rental Inc.)	-
Other Fixed Asset Receipts	-



AMCARE HEALTH PLANS OF TEXAS, INC.

#512

BUDGET FOR MARCH 2003

Other Fixed Asset Expense	-
<b>NET INCOME FROM ASSETS/RECEIVABLE (R7-R51)</b>	<b>15,000</b>
<b>Passive Income</b>	
Investments Interest/Dividends	5,500
Cash Deposit Interest Income	-
Early Access Imputed Interest Income	-
<b>NET INCOME/INCLUDING PASSIVE</b>	<b>20,500</b>
<b>CLAIMS EXPENSE:</b>	
<b>Class I Claims Admin. Expenses:</b>	
<b>Covered Claims Expense</b>	
G/A Expense	-
SDR Fees	-
SDR Subcontractor Fees	-
Other Covered Claims	-
<b>Non Covered Claims Expenses</b>	
SDR Fees	(25,000)
SDR Subcontractor Fees	(25,000)
Other Non Covered Claims	(20,000)
<b>Claims Paid/Distribution:</b>	
Covered Claims Funded - G/A	-
Covered Claims Paid - G/A	-
Early Access -G/A	-
Non-Covered Claims Paid/Receivership Distribution	-
<b>TOTAL CLAIMS EXPENSES</b>	<b>(70,000)</b>
<b>CLASS I GENERAL ADMINISTRATION EXPENSES:</b>	
Conservation/ Misc. Takeover Expense	(5,000)
Bank/Miscellaneous Charges	(50)
Building/Utilities/Related Expenses	(1,500)
Contract/ Employee	(12,500)
Equipment/Lease/Maintenance	(1,000)
Employee - Payroll, PRTax, Benefits	(30,000)
Inventory/Storage/Moving	(10,000)
Mailing/Printing/Postage/Publication	(52,000)
Office Supplies/Miscellaneous	(1,500)
Telephone	(6,000)
Receivership Allocation	(10,000)
<b>CLASS I GENERAL ADMINISTRATION EXPENSES</b>	<b>(129,550)</b>
<b>CLASS I SUBCONTRACTOR ADMIN. EXPENSES:</b>	
Accounting/Auditing/Federal Income Tax Services	(6,000)
Consulting Fees/Services	(10,000)
Legal Fees/Services	(15,000)
<b>CLASS I SUBCONTRACTOR ADMIN. EXPENSES</b>	<b>(31,000)</b>
<b>CLASS I SDR ADMIN. EXPENSES:</b>	
SDR Administration	(7,500)
SDR Accounting	(6,000)
SDR Special Services/Legal/Records Mgmt	(7,500)

TDI 02910

AMCARE HEALTH PLANS OF TEXAS, INC.

#512

BUDGET FOR MARCH 2003

SDR Travel Expenses	(5,000)
<b>CLASS I SDR ADMIN. EXPENSES</b>	<b>(26,000)</b>
<b>TOTAL RECEIVERSHIP ADMINISTRATIVE EXPENSE</b>	<b>(186,550)</b>
<b>NET INC(DEC) to Receivership Cash</b>	<b>(236,050)</b>
<b>TOTAL SDR BILLING</b>	<b>(51,000)</b>
<b>TOTAL RECOVERIES</b>	<b>51,100</b>
<b>TOTAL PASSIVE INCOME</b>	<b>5,500</b>
<b>TOTAL CASH IN</b>	<b>56,600</b>
<b>RECOVERY EXPENSE</b>	<b>(35,000)</b>
<b>CLAIMS EXPENSE</b>	<b>(70,000)</b>
<b>ADMINISTRATIVE EXPENSES</b>	<b>(186,550)</b>
<b>TOTAL EXPENSE</b>	<b>(291,550)</b>
<b>RATIO COMPARISONS</b>	
<b>RECOVERY EXPENSE TO RECOVERIES</b>	<b>68.49%</b>
<b>GA CLAIMS EXPENSE TO CLAIMS PAID</b>	<b>N/A</b>
<b>TOTAL ADMIN. EXPENSE TO TOTAL EXPENSE</b>	<b>63.99%</b>
<b>CASH RECONCILIATION</b>	
Beginning Unencumbered Cash	-
Net Increase (Decrease) to Cash	(236,050)
Ending Unencumbered Cash	(236,050)
<b>Class I Payables</b>	
FY 2002 Reconciliation Adjustments	
Ending Cash Available	(236,050)
<b>Cash Assets (from Balance Sheet)</b>	
Difference	(236,050)

AMCARE MANAGEMENT, INC.  
#512  
BUDGET FOR MARCH 2003

R- 512

**Beginning Unencumbered Cash**

**Funds Held**

Funds Held for Others -

Funds Held for Others Expense -

**Premium**

Collections -

Collection Expense -

Litigation Expense (include with Collection Exp.) -

**Receivable**

Agents Balance Receipts -

Agent Balance Expense -

Reinsurance Recovery -

Reinsurance Expense -

Subrogation Recovery -

Subrogation Expense -

Intercompany Receivable Receipts -

Intercompany Receivable Expenses -

Other Receivable Receipts 1,500

Other Receivable Expenses (500)

**Litigation Receivable**

D&O Litigation Recovery -

D&O Litigation Expense -

Judgment/Settlement Collections -

Judgment Expense -

Investment Account Receipts -

Investment Account Expense -

Other Litigation Receipts -

Other Litigation Expense -

**Sale/Conversion of Investment Assets**

Securities/Bonds Sales Receipts -

Securities/Bonds Sales Expense -

Statutory Deposit Receipts -

Statutory Deposit Expense -

Real Estate Sales Receipts -

Real Estate Sales Expense -

Mortgage Note Expense -

Subsidiary Affiliated Receipts -

Subsidiary Affiliated Expense -

Other Asset Receipts -

Other Asset Sales Expenses -

**Sale of Company Fixed Assets**

Charter Sales Receipts -

Charter Sales Expense -

Furniture, Fixtures & Equipment Receipts 32,000

Furniture, Fixtures & Equipment Expense (4,500)

Company Real Estate Receipts (Rental Inc., etc.) -

Company Real Estate Expense (Exp. re Rental Inc.) -

Other Fixed Asset Receipts -

Other Fixed Asset Expense -

**NET INCOME FROM ASSETS/RECEIVABLE (R7-R51) 28,500**

**Passive Income**

TDI 02912

AMCARE MANAGEMENT, INC.  
#512  
BUDGET FOR MARCH 2003

Investments Interest/Dividends	-
Cash Deposit Interest Income	-
Early Access Imputed Interest Income	-
<b>NET INCOME/INCLUDING PASSIVE</b>	<b>28,500</b>
<b>CLAIMS EXPENSE:</b>	
<b>Class I Claims Admin. Expenses:</b>	
Covered Claims Expense	
G/A Expense	-
SDR Fees	-
SDR Subcontractor Fees	-
Other Covered Claims	-
Non-Covered Claims Expenses	
SDR Fees	(500)
SDR Subcontractor Fees	(500)
Other Non Covered Claims	-
<b>Claims Paid/Distribution:</b>	
Covered Claims Funded - G/A	-
Covered Claims Paid - G/A	-
Early Access -G/A	-
Non-Covered Claims Paid/Receivership Distribution	-
<b>TOTAL CLAIMS EXPENSES</b>	<b>(1,000)</b>
<b>CLASS I GENERAL ADMINISTRATION EXPENSES:</b>	
Conservation/ Misc. Takeover Expense	(3,000)
Bank/Miscellaneous Charges	(50)
Building/Utilities/Related Expenses	(500)
Contract/ Employee	-
Equipment/Lease/Maintenance	-
Employee - Payroll, PRTax, Benefits	-
Inventory/Storage/Moving	(5,000)
Mailing/Printing/Postage/Publication	(3,000)
Office Supplies/Miscellaneous	(200)
Telephone	(250)
Receivership Allocation	(1,000)
<b>CLASS I GENERAL ADMINISTRATION EXPENSES</b>	<b>(13,000)</b>
<b>CLASS I SUBCONTRACTOR ADMIN. EXPENSES:</b>	
Accounting/Auditing/Federal Income Tax Services	(1,500)
Consulting Fees/Services	(4,000)
Legal Fees/Services	(500)
<b>CLASS I SUBCONTRACTOR ADMIN. EXPENSES</b>	<b>(6,000)</b>
<b>CLASS I SDR ADMIN. EXPENSES:</b>	
SDR Administration	(1,500)
SDR Accounting	(750)
SDR Special Services/Legal/Records Management	(1,000)
SDR Travel Expenses	(750)
<b>CLASS I SDR ADMIN. EXPENSES</b>	<b>(4,000)</b>
<b>TOTAL RECEIVERSHIP ADMINISTRATIVE EXPENSE</b>	<b>(23,000)</b>
<b>NET INC(DEC) to Receivership Cash</b>	<b>4,500</b>

TDI 02913

**Exhibit B**

**Prior Month's Budget Analysis**

**for**

**AmCare Health Plans of Texas, Inc. in Receivership  
And AmCare Management, Inc. in Receivership**

**R 512**

TDI 02914

**AMCARE MANAGEMENT, INC. IN RECEIVERSHIP**  
**RECEIVERSHIP #512**  
**FOR THE MONTH ENDED FEBRUARY 28, 2003**  
**SIGNIFICANT BUDGET VS. ACTUAL VARIANCE EXPLANATIONS**

- (1) Refunds from cancellation of services were expected that were not received during the month.
- (2) Actual expense incurred includes an appraisal on the furniture, fixtures, and equipment that was not expected until March. Also, more time was spent by the SDR's subcontractor in this area because of the exit date moved up from March 31 to March 14, 2003.
- (3) During the month, the SDR and her legal subcontractors were able to negotiate a settlement with the landlord. As a result, a replacement check of \$16,236 was issued to the landlord for a check that was returned shortly after the receivership date. As part of the settlement, the SDR agreed to pay rent in the amount of \$20,000 for the period through the end of March 2003. These expenses were not expected to be incurred in February and were anticipated to be incurred in March.
- (4) This amount is lower than expected because the SDR's subcontractor spent more time on selling the assets than budgeted. As a result, the expense for this line item was significantly reduced. See 2 above.
- (5) Legal fees were lower than expected due to less time spent on matters in this receivership.

**EXHIBIT B**  
**Prior Month's Budget Analysis**

**3.) Cost Benefit Analysis of Past Activities**

There is no cost benefit analysis of past activities

**Exhibit C**

**Financial Statements**

**for**

**AmCare Health Plans of Texas, Inc. in Receivership  
And AmCare Management, Inc. in Receivership**

**R 512**



**SOURCE & USE OF FUNDS**  
**AMCARE HEALTH PLANS OF TEXAS, INC.**  
**RECEIVERSHIP #512**  
**FOR THE MONTH ENDING FEBRUARY 28, 2003**

	CURRENT	YEAR TO DATE	INCEPTION
<b>Sources of Funds</b>			
Funds Held for Others	0	0	0
Collections	0	1,830,656	1,830,656
Agents Balance Receipts	0	0	0
Reinsurance Recovery	0	0	0
Subrogation Recovery	900	6,761	6,761
Intercompany Receivable Receipts	0	1,556	1,556
Other Receivable Receipts	56,414	150,297	150,297
D&O Litigation Recovery	0	0	0
Judgment/Settlement Collections	0	0	0
Investment Account Receipts	0	0	0
Other Litigation Receipts	0	0	0
Securities/Bonds Sales Receipts	0	0	0
Statutory Deposit Receipts	0	0	0
Real Estate Sales Receipts	0	0	0
Subsidiary Affiliated Receipts	0	0	0
Other Asset Receipts	0	0	0
Charter Sales Receipts	0	0	0
Furniture, Fixtures & Equipment Receipts	0	0	0
Company Real Estate Receipts	0	0	0
Other Fixed Asset Receipts	0	0	0
Investments Interest/Dividends	5,511	11,110	11,110
Cash Deposit Interest Income	0	0	0
Early Access Imputed Interest Income	0	0	0
Covered Claims Funded - G/A	0	0	0
<b>Total Sources of Funds</b>	<b>62,825</b>	<b>2,000,380</b>	<b>2,000,380</b>
<b>Uses of Funds</b>			
Funds Held for Others	1,049	1,049	1,049
Collection Expense	0	0	0
Litigation Expense	0	0	0
Agent Balance Expense	177	177	177
Reinsurance Expense	1,051	1,051	1,051
Subrogation Expense	4,385	4,385	4,385
Intercompany Receivable Expenses	0	0	0
Other Receivable Expenses	5,819	5,819	5,819
D&O Litigation Expense	14,859	14,859	14,859
Judgment Expense	0	0	0
Investment Account Expense	0	0	0
Other Litigation Expense	0	0	0
Securities/Bonds Sales Expense	0	0	0
Statutory Deposit Expense	1,180	1,180	1,180
Real Estate Sales Expense	0	0	0
Mortgage Note Expense	0	0	0
Subsidiary Affiliated Expense	0	0	0

TDI 02918

**SOURCE & USE OF FUNDS**  
**AMCARE HEALTH PLANS OF TEXAS, INC.**  
**RECEIVERSHIP #512**  
**FOR THE MONTH ENDING FEBRUARY 28, 2003**

	<u>CURRENT</u>	<u>YEAR TO DATE</u>	<u>INCEPTION</u>
Other Asset Sales Expenses	0	0	0
Charter Sales Expense	0	0	0
Furniture, Fixtures & Equipment Expense	0	0	0
Company Real Estate Expense	0	0	0
Other Fixed Asset Expense	0	0	0
G/A Expense	0	0	0
SDR Fees - Covered Claims	0	0	0
SDR Subcontractor Fees - Covered Claims	0	0	0
Other Covered Claims	0	0	0
SDR Fees - Non-covered claims	26,851	28,831	28,831
SDR Subcontractor Fees - Non-covered claims	16,891	18,335	18,335
Other Non Covered Claims	20,354	40,793	40,793
Covered Claims Paid - G/A	0	0	0
Early Access -G/A	0	0	0
Liquidation Division/Conservation Expense	758	12,603	12,603
Bank/Miscellaneous Charges	19	136	136
Building/Utilities	1,212	7,553	7,553
Contract/Employee	11,853	305,777	305,777
Equipment/Lease/Maintenance	1,632	2,658	2,658
Employee - Payroll, PRTax, Benefits	32,620	32,620	32,620
Inventory/Storage/Moving	22,084	36,216	36,216
Mailing/Printing/Postage/Publication	2,653	6,504	6,504
Office Supplies/Miscellaneous	1,573	4,148	4,148
Telephone	5,369	21,774	21,774
Receivership Allocation	14,826	14,826	14,826
Travel	9,879	11,099	11,099
Accounting/Auditing/Fed'I Income Tax - Subcontractors	13,565	15,547	15,547
Consulting Fees/Services	45,583	46,788	46,788
Legal Fees/Services	15,988	16,935	16,935
SDR Administration	13,876	17,017	17,017
SDR Accounting	3,537	3,537	3,537
SDR Special Services	1,932	1,932	1,932
SDR Legal Services	4,005	4,330	4,330
<b>Total Uses of Funds</b>	<b>295,580</b>	<b>678,479</b>	<b>678,479</b>
<b>Increase (Decrease) in Cash</b>	<b>(232,755)</b>	<b>1,321,901</b>	<b>1,321,901</b>
<b>Beginning Cash Balance</b>	<b>6,407,743</b>	<b>4,853,087</b>	<b>4,853,087</b>
<b>Ending Cash Balance</b>	<b>6,174,988</b>	<b>6,174,988</b>	<b>6,174,988</b>
<b>Increase (Decrease) in Cash</b>	<b>(232,755)</b>	<b>1,321,901</b>	<b>1,321,901</b>

**SOURCE & USE OF FUNDS**  
**AMCARE MANAGEMENT, INC. IN RECEIVERSHIP**  
**RECEIVERSHIP #512**  
**FOR THE MONTH ENDED FEBRUARY 28, 2003**

	CURRENT	YEAR TO DATE	INCEPTION
<b>Sources of Funds</b>			
Funds Held for Others	0	0	0
Collections	0	0	0
Agents Balance Receipts	0	0	0
Reinsurance Recovery	0	0	0
Subrogation Recovery	0	435	435
Intercompany Receivable Receipts	0	0	0
Other Receivable Receipts	0	2,125	2,125
D&O Litigation Recovery	0	0	0
Judgment/Settlement Collections	0	0	0
Investment Account Receipts	0	0	0
Other Litigation Receipts	0	0	0
Securities/Bonds Sales Receipts	0	0	0
Statutory Deposit Receipts	0	0	0
Real Estate Sales Receipts	0	0	0
Subsidiary Affiliated Receipts	0	0	0
Other Asset Receipts	0	0	0
Charter Sales Receipts	0	0	0
Furniture, Fixtures & Equipment Receipts	20,000	30,000	30,000
Company Real Estate Receipts	0	0	0
Other Fixed Asset Receipts	0	0	0
Investments Interest/Dividends	0	0	0
Cash Deposit Interest Income	0	0	0
Early Access Imputed Interest Income	0	0	0
Covered Claims Funded - G/A	0	0	0
<b>Total Sources of Funds</b>	<b>20,000</b>	<b>32,560</b>	<b>32,560</b>
<b>Uses of Funds</b>			
Collection Expense	0	0	0
Litigation Expense	151	151	151
Agent Balance Expense	0	0	0
Reinsurance Expense	0	0	0
Subrogation Expense	0	0	0
Intercompany Receivable Expenses	0	1,556	1,556
Other Receivable Expenses	1,559	1,559	1,559
D&O Litigation Expense	0	0	0
Judgment Expense	0	0	0
Investment Account Expense	0	0	0
Other Litigation Expense	0	0	0
Securities/Bonds Sales Expense	0	0	0
Statutory Deposit Expense	0	0	0
Real Estate Sales Expense	0	0	0
Mortgage Note Expense	0	0	0
Subsidiary Affiliated Expense	0	0	0
Other Asset Sales Expenses	0	0	0

**SOURCE & USE OF FUNDS**  
**AMCARE MANAGEMENT, INC. IN RECEIVERSHIP**  
**RECEIVERSHIP #512**  
**FOR THE MONTH ENDED FEBRUARY 28, 2003**

	CURRENT	YEAR TO DATE	INCEPTION
Charter Sales Expense	0	0	0
Furniture, Fixtures & Equipment Expense	3,400	3,400	3,400
Company Real Estate Expense	0	0	0
Other Fixed Asset Expense	0	0	0
G/A Expense	0	0	0
SDR Fees - Covered Claims	0	0	0
SDR Subcontractor Fees - Covered Claims	0	0	0
Other Covered Claims	0	0	0
SDR Fees - Non-covered claims	1,356	1,356	1,356
SDR Subcontractor Fees - Non-covered claims	138	138	138
Other Non Covered Claims	0	0	0
Covered Claims Paid - G/A	0	0	0
Early Access -G/A	0	0	0
Liquidation Division/Conservation Expense	22,062	22,212	22,212
Bank/Miscellaneous Charges	0	398	398
Building/Utilities	20,000	20,000	20,000
Contract/Employee	0	0	0
Equipment/Lease/Maintenance	0	0	0
Employee - Payroll, PRTax, Benefits	0	0	0
Inventory/Storage/Moving	1,917	1,917	1,917
Mailing/Printing/Postage/Publication	10	380	380
Office Supplies/Miscellaneous	73	153	153
Telephone	0	0	0
Receivership Allocation	0	0	0
Travel	956	1,331	1,331
Accounting/Auditing/Fed'l Income Tax - Subcontract	535	738	738
Consulting Fees/Services	5,012	6,449	6,449
Legal Fees/Services	4,344	6,413	6,413
SDR Administration	1,636	3,290	3,290
SDR Accounting	179	179	179
SDR Special Services	0	0	0
SDR Legal Services	445	770	770
<b>Total Uses of Funds</b>	<b>63,773</b>	<b>72,390</b>	<b>72,390</b>
<b>Increase (Decrease) in Cash</b>	<b>(43,773)</b>	<b>(39,830)</b>	<b>(39,830)</b>
<b>Beginning Cash Balance</b>	<b>217,416</b>	<b>213,473</b>	<b>213,473</b>
<b>Ending Cash Balance</b>	<b>173,643</b>	<b>173,643</b>	<b>173,643</b>
<b>Increase (Decrease) in Cash</b>	<b>(43,773)</b>	<b>(39,830)</b>	<b>(39,830)</b>

TDI 02921

**Exhibit D**

**Summaries of Service Billings & Service Solicitations**

**for**

**AmCare Health Plans of Texas, Inc. in Receivership  
And AmCare Management, Inc. in Receivership**

**R 512**

**Exhibit D**  
**Summaries of Service Billings and Service Solicitations**

**1. Litigation Summary**

**a. Summary Schedule of Legal Services Performed**

There are no lawsuits with the receivership estates at this time.

**b. Summary of Legal Contacts**

The SDR retained Susan J. Taylor and staff of the Taylor Law Firm as outside counsel.

**2. Summary of Subcontractor Service Billings**

See Attached Schedule

**Summary of Subcontractor Service Billings**

Services	Name	Estate	Hours	Rate	Billed
Legal Services	Amy Jeanne Welton	HMO	82.00	125.00	10,012.50
Legal Services	Amy Jeanne Welton	MGMT Co.	6.90	125.00	837.50
	Expenses	EXP			29.20
					<b>10,879.20</b>
Legal Services	David Dillon	HMO	89.70	125.00	11,212.50
Legal Services	David Dillon	MGMT Co.	13.30	125.00	1,662.50
	Expenses	EXP			1,551.76
					<b>14,426.76</b>
Reins/Subro	Alexander Charles-L Baker	HMO	110.75	80.00	8,090.00
	Expenses	EXP			2,042.62
					<b>10,132.62</b>
Site Mgmt	Nick Lopez	HMO	256.50	50.00	12,825.00
	Expenses				2,125.63
					<b>14,950.63</b>
Accounting	Tom Petrosowicz	HMO	66.87	110.00	5,395.70
Accounting	Tom Petrosowicz	MGMT Co.	12.38	110.00	1,092.80
	Expenses	EXP			99.88
					<b>6,588.38</b>
Legal Services	Taylor Law Group-S Taylor	HMO	100.80	200.00	16,308.00
Legal Services	Taylor Law Group-S Taylor	MGMT Co.	117.00	200.00	18,252.00
	Expenses	EXP			471.27
					<b>35,031.27</b>

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**Exhibit E**

**Claims Status Report**

**for**

**AmCare Health Plans of Texas, Inc. in Receivership  
And AmCare Management, Inc. in Receivership**

**R 512**



## Schedule E-Claims Status Report

No claims received relating to Proof of Claim forms.

**Exhibit F**

**Complaints Received Reports**

**for**

**AmCare Health Plans of Texas, Inc. in Receivership  
And AmCare Management, Inc. in Receivership**

**R 512**

TDI 02927

Monthly Report  
 February 2003  
 Francie Morris

Member Name	Problem	Provider	Date Permanent Injunction Letter Sent
Applewhite, Renee	Balance Billing	Par Specialist	2/20/03
Bender Nicole	Balance Billing	Par Pediatrician	2/20/03
Bender Nicole	Balance Billing	Non-Par Anesthesia	2/20/03
Bender Nicole	Balance Billing	Collection Agency	2/20/03
Blake, Robert	Balance Billing	Par Facility	2/14/03
Blake, Robert	Balance Billing	Non-Par Radiology	2/14/03
Blake, Robert	Balance Billing	Non-Par Lab	2/14/03
Blake, Robert	Balance Billing	Non-Par Anesthesia	2/14/03
Carillo, Irene	Balance Billing	Par Surgeon	2/14/03
Clark, Susan	Balance Billing	Par Obstetrician	2/20/03
Crane, Chance	Balance Billing	Non-Par ER	2/20/03
Crane, Elan	Balance Billing	Non-Par Specialist	2/20/03
Crane, Elan	Balance Billing	Collection Agency	2/20/03
Dickard, Barbara	Balance Billing	Par PCP	2/14/03
Dickard, Barbara	Balance Billing	Non-Par Pathology	2/14/03
Dickard, Barbara	Balance Billing	Par Facility	2/14/03
Dickard, Barbara	Balance Billing	Non-Par Anesthesia	2/14/03
Dickard, Barbara	Balance Billing	Par Specialists	2/14/03
Dickard, Barbara	Balance Billing	Par Facility	2/14/03
Eberling, David	Balance Billing	Collection Agency	2/14/03
Fountain, Linda	Balance Billing	Par Lab	2/14/03
Lacy, Delores	Balance Billing	Par PCP	2/14/03
Mayers, Elizabeth	Balance Billing	Par Facility	2/14/03
Mayers, Elizabeth	Balance Billing	Non-Par ER Phys.	2/14/03
Spencer, Darla	Balance Billing	Par Lab	2/14/03

**Activities**

- Revised prohibition of balance billing letters per D. Dillon, approved letters sent as follows:
  - Contracted Providers: 13
  - Non-Par Providers: 9
  - Collection Agencies: 3
  
- Developed spreadsheet for "Claims Audit Recommended" for claims with high dollar duplicates or discrepancies
  
- Certificate of Creditable Coverage (HIPAA) Letters Sent: 6