



GOVERNOR'S OFFICE OF GENERAL COUNSEL

October 28, 2010

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COMMONWEALTH COURT
OF PENNSYLVANIA
253 OCT 29 P 1:15

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

**Re: Robert L. Pratter, Acting Insurance Commissioner of the Commonwealth of
Pennsylvania v. PIC Insurance Group, Inc.
No. 44 M.D. 1998**

Dear Mr. Krimmel:

Enclosed for filing please find an original and two copies of Liquidator's Final Accounting and Petition for Distribution and Discharge, together with a Praeceptum to Substitute Insurance Commissioner with regard to the above-referenced matter.

Thank you for your assistance in this matter.

Very truly yours,

Preston M. Buckman
Special Funds Counsel

PMB:drh

Enclosures

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DISTRICT COURT
OF PENNSYLVANIA

2010 OCT 28 PM 1:16

Defendant.

Docket No. 44 M.D. 1998

Pursuant to Pa.R.A.P. 502(c), please substitute Robert L. Pratter, Acting Insurance Commissioner of Pennsylvania, for former Commissioner Joel S. Ario as a party in this action.

Pat M. B.

PRESTON M. BUCKMAN (I.D. #57570)
Special Funds Counsel
Pennsylvania Insurance Department
Capitol Associates Building
Office of Chief Counsel
901 North 7th Street
Harrisburg, PA 17102
(717) 787-6009

Attorney for Plaintiff, Robert L. Pratter, Acting
Insurance Commissioner of the Commonwealth of
Pennsylvania, in his official capacity as Liquidator of
PIC Insurance Group, Inc. (In Liquidation)

Dated: 10/28/10

ROBERT L. PRATTER, ACTING
INSURANCE COMMISSIONER OF
THE COMMONWEALTH OF
PENNSYLVANIA,

v.

Defendant.

Docket No. 44 M.D. 1998

AND NOW, this _____ day of _____, 2010, upon consideration of the Final Accounting and Petition for Distribution and Discharge of Robert L. Pratter, in his official capacity as Insurance Commissioner of the Commonwealth of Pennsylvania, as Statutory Liquidator of PIC Insurance Group, Inc. ("PIC") (In Liquidation), Plaintiff's form of Notice to be sent by first-class mail to claimants is APPROVED.

BY THE COURT:

J.

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COMMONWEALTH COURT
OF PENNSYLVANIA
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Docket No. 44 M.D. 1998

1. By Order of this Court dated January 21, 1998, PIC was ordered liquidated, and the Insurance Commissioner of the Commonwealth of Pennsylvania (“Commissioner”) was appointed Liquidator and directed to take possession of PIC’s property and to liquidate its

business and affairs. Robert L. Pratter is the current Commissioner, in an acting capacity, and thus is the current Liquidator of the PIC estate.

2. An inventory of the assets of PIC as of January 21, 1998, disclosed net assets of \$24,852,695.93. (See the Liquidator's final accounting for the PIC estate, which is attached hereto as Exhibit A).

3. Changes in the net assets for the period from January 21, 1998, through June 30, 2010, indicate an increase of \$28,095,057.56 to \$52,947,753.49. The total net assets available for distribution as of June 30, 2010, after payment of administrative expenses incurred by the Liquidator are \$52,947,753.49. (See Exhibit A.)

4. All claims have been evaluated and there are no unresolved objections to the amount allowed for any claim.

5. The total for class "a", "b", "e", "f", and "g" priority claims that has been approved and allowed is \$227,202,590.10. There are no "c", "d", "h" or "i" claims.

6. Attached hereto as Exhibit "B" is a list of all PIC claimants who had claims approved and the amount allowed for each claim. The Liquidator requests this Court's approval of the following distribution of the assets of PIC as follows:

- a. Priority class "a" claims will be paid at 100%. The Liquidator has already received \$10,690,128.30 in administrative expenses.
- b. Priority class "b" claims will be paid at 21%.
- c. There are no priority class "c" claims.
- d. There are no priority class "d" claims.
- e. Priority class "e" claims will not be paid.
- f. Priority class "f" claims will not be paid.
- g. Priority class "g" claims will not be paid.

h. There are no priority class “h” claims.

i. There are no priority class “i” claims.

7. The Liquidator has collected all the assets deemed worthy of pursuit, except for approximately \$200,000 in reinsurance recoverables.

8. Rather than continuing to keep the PIC estate open in order to pursue recovery of the reinsurance referenced in paragraph 7, the Liquidator recommends that the collection of those reinsurance recoverables be assigned to the Deputy Insurance Commissioner for the Office of Liquidations, Rehabilitations and Special Funds (“Deputy Commissioner”) of the Pennsylvania Insurance Department following the final distribution and discharge proposed in this petition, and that the Deputy Commissioner be authorized to transfer the reinsurance recovered to the Pennsylvania Property and Casualty Insurance Guaranty Association (“PPCIGA”) to reimburse PPCIGA for its outstanding payments to PIC policyholders.

9. Attached hereto as Exhibit “C” is a copy of the Notice of the filing of this Final Accounting and Petition for Distribution and Discharge, to be sent to all claimants in this matter upon this Court’s approval of the form of Notice.

10. All claimants listed on Exhibit “B” will be served with the Notice and provided 30 days from the date of the Notice to file objections, if any, to the Final Accounting and Petition for Distribution and Discharge.

11. Once all objections to the Final Accounting and Petition for Distribution and Discharge, if any, have been resolved, the Liquidator will file a final Motion with this Court seeking an order as set forth in Exhibit “D” approving his Final Accounting and Petition for Distribution and Discharge.

12. The Liquidator believes that no useful purpose will be served in preserving the records of PIC, other than limited administrative files and records within the Liquidator’s

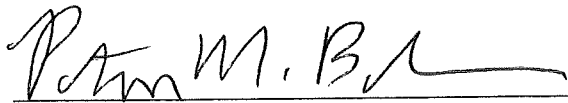
discretion, and therefore, recommends pursuant to Section 550 of the Insurance Department Act of 1921, Act of May 17, 1921, P.L. 789, No. 285, as amended, 40 P.S. §221.50, that the Liquidator be authorized to destroy records no longer considered useful.

13. The Liquidator believes that there are no other remaining assets of PIC beyond the reinsurance recoverables referenced above, but respectfully requests that in the event any unanticipated funds are received, such additional funds be used to satisfy any unreimbursed administrative expenses incurred by the Liquidator.

14. The Liquidator respectfully requests that Robert L. Pratter, in his official capacity as Acting Insurance Commissioner of the Commonwealth of Pennsylvania, and his predecessors and successors in office, be discharged as Statutory Liquidator of PIC, and thereby released from any liability to make payment of any further claims following the distribution of PIC's assets as proposed in this petition.

WHEREFORE, the Liquidator prays Your Honorable Court that the form of Notice to be sent by first-class mail to claimants be approved.

Respectfully submitted,



Preston M. Buckman (I.D. #57570)
Governor's Office of General Counsel
Pennsylvania Insurance Department
901 North 7th Street
Harrisburg, PA 17109
(717) 787-6009

Counsel for Robert L. Pratter, Acting Insurance
Commissioner of the Commonwealth of
Pennsylvania, in his official capacity as Statutory
Liquidator of PIC Insurance Group, Inc.

Dated: 10/28/10

EXHIBIT A

PHYSICIANS INSURANCE COMPANY
STATEMENT OF NET ASSETS AVAILABLE FOR DISTRIBUTION
AS OF JUNE 30, 2010

ASSETS

Cash	\$ 13,338,692.78
Investments	208,136.43
Receivables	841,702.86
Early Access	38,553,919.85
Due From Statutory Liquidator	5,301.57
TOTAL ASSETS	\$ 52,947,753.49

LIABILITIES

TOTAL LIABILITIES	\$ -
NET ASSETS AVAILABLE FOR DISTRIBUTION	\$ 52,947,753.49

PHYSICIANS INSURANCE COMPANY
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR DISTRIBUTION
FOR THE PERIOD JANUARY 21, 1998 to JUNE 30, 2010

INCOME

Investment	\$	12,131,718.00	
Legal Settlement		13,795,970.06	
Miscellaneous Income		4,535.71	
Subrogation Income		661.29	
Reimb. Of Expenses		6,922.83	
Premium Income		851.30	
TOTAL INCOME			\$ 25,940,659.19

EXPENSES

Salaries & Benefits	\$	1,948,460.38	
Operational Expenses			
Professional Services		8,071,140.59	
Outside Services		24,908.57	
Travel		13,293.71	
Real Estate		9,947.05	
Rent		28,621.28	
Copiers		3,975.00	
Printing		20,619.94	
Postage		14,383.57	
Phone		6,101.70	
Office Supplies		46.88	
Miscellaneous		(7,767.40)	
Allocated		556,397.03	
TOTAL EXPENSES			\$ 10,690,128.30

NET INCOME OVER/(UNDER) EXPENSES **\$ 15,250,530.89**

CLAIMS PAID

TOTAL CLAIMS PAID **\$ -**

ADJUSTMENTS - INCREASE/(DECREASE)

Cash	\$	218,407.27	
Investments		59,327.43	
Receivables		12,600,440.78	
Furniture & Equipment		(33,648.81)	
TOTAL ADJUSTMENTS			\$ 12,844,526.67

CHANGE IN NET ASSETS **\$ 28,095,057.56**

**PHYSICIANS INSURANCE COMPANY
BEGINNING STATEMENT OF ASSETS
AS OF JANUARY 21, 1998**

ASSETS

Cash	\$	3,468,537.93
Investments		17,035,672.83
Receivables		4,181,924.80
Furniture & Equipment		66,648.81
Other Assets		99,911.56
TOTAL ASSETS	\$	24,852,695.93

LIABILITIES

TOTAL LIABILITIES	\$	-
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TOTAL NET ASSETS	\$	24,852,695.93
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EXHIBIT B

Category: A	Total: 1	Amount: 5,431,874.00
Category: B	Total: 5	Amount: 221,292,648.67
Category: E	Total: 88	Amount: 390,815.43
Category: G	Total: 1	Amount: 87,252.00

Total Count: 95
Total Errors: 0

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level A Claims

POC# Claim #	Claimant Name/Address	Claimed	Allowed
15001	PPCIGA 1617 JFK Boulevard Suite 1850 PHILADELPHIA, PA 19103	\$0.00	\$5,431,874.00
Totals For Priority Level A:		\$0.00	\$5,431,874.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level B Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
60770		MCare c/o Carole Z. Strickland 1062 Lancaster Ave. Ste 15-F Rosemont, PA 19010	\$0.00	\$136,352.79
15399		MEDICAL CAT FUND 1062 Lancaster Ave. Suite 15-F Rosemont, PA 19010	\$0.00	\$4,722,217.60
15002		PA PROP & CASUALTY GUAR ASSOC 1617 JFK Boulevard Suite 1850 PHILADELPHIA, PA 19103	\$0.00	\$99,999,999.00
60771		PPCIGA 1617 JFK Blvd Suite 1850 Philadelphia, PA 19102	\$0.00	\$58,217,039.64
60772		PPCIGA 1617 JFK Blvd Suite 1850 Philadelphia, PA 19102	\$0.00	\$58,217,039.64
		Totals For Priority Level B:	\$0.00	\$221,292,648.67

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
10474		A & A Court Reporting The Bourse Suite 740 Philadelphia, PA 19106	\$0.00	\$726.30
13139		ADR Options ONE COMMERCE SQUARE, SUITE 530 2005 MARKET ST. Philadelphia, PA 19103-7005	\$0.00	\$1,062.00
12084		Alan M. Miller, M.D. 306 WEST LOGAN STREET NORRISTOWN, PA 19401-2973	\$0.00	\$3,500.00
11420		Allegheny University Dpt. of Otolaryngology-c/o R.Lesser,MD PO Box 7780 6010 Philadelphia, PA 19182-6010	\$0.00	\$2,750.00
10945		Alphagraphics #283(O'Hara Ente 801 Hamilton Mall Allentown, PA 18101	\$0.00	\$2,859.17
15346		Andrew Star, MD c/o Keith Fetter, Esq. 29 Turner Lane West Chester, PA 19380-4805	\$0.00	\$1,750.00
13943		Anne Sharp Court Reporting Service PO Box 674 Media, PA 19063	\$0.00	\$180.95
14233		Barley, Snyder, Senft & Cohen 126 East King Street Lancaster, PA 17602-2893	\$0.00	\$1,170.20
12414		Barry R. Halpern, M.D. 1210 Gainsboro Road Bala Cynwyd, PA 19004	\$0.00	\$2,250.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
10417		Beasley, Casey & Erbstein 1125 Walnut Street Philadelphia, PA 19107--499	\$0.00	\$0.00
13744		Beasley, Casey & Erbstein 1125 Walnut Street Philadelphia, PA 19107--499	\$0.00	\$0.00
11408		Benjamin Calesnick, M.D. 646 W. Springfield Road Springfield, PA 19064	\$0.00	\$0.00
13886		Bernard J. Ostrum, MD 2040 Rittenhouse Square Philadelphia, PA 19103	\$0.00	\$0.00
10865		Billing, Cochran, Heath, et al The Legal Center Building 888 S.E. 3rd Avenue, Suite 301 Fort Lauderdale, FL 33316	\$0.00	\$14,405.86
15032		BISNOW & JOSEPH 1530 CHESTNUT ST. SUITE 309 PHILADELPHIA, PA 19102	\$0.00	\$346.20
10691		Blum-Moore Reporting Svc., Inc 350 S Main St-STE 203 Doylestown, PA 18901	\$0.00	\$833.40
10179		Bruce G. Silver, MD Great Valley Health Suite 303 300 E. Lancaster Avenue Wynnewood, PA 19096	\$0.00	\$0.00
10943		Brusilow & Associates 260 South Broad Street Suite 200 Philadelphia, PA 19102	\$0.00	\$1,446.10

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
10564		Canon Financial Services, Inc. 200 COMMERCE SQUARE BLVD. P.O. BOX 370 BURLINGTON, NJ 08016	\$0.00	\$0.00
10465		Capital Court Reporting The Robinson Building 42 South 15th St-Suite 1006 Philadelphia, PA 19102	\$0.00	\$286.95
12748		Carolyn B. Hadley, M.D. 2 Old Forest Road Newtown Square, PA 19073--394	\$0.00	\$1,535.00
10758		Center City Reporting 123 S. BROAD ST. #1920 Philadelphia, PA 19109	\$0.00	\$397.00
12619		Central Pennsylvania Crt Rptng PO BOX 508 Carlisle, PA 17013-3210	\$0.00	\$28.06
11039		Certified Video Prod. Inc 132 Franklin Corner Road Lawrenceville, NJ 08648	\$0.00	\$0.00
15016		CHARLES P. CARMODY & ASSOC. 809 POPLAR CT AMBLER, PA 19002	\$0.00	\$192.00
12959		Charles R. Reed, M.D. 293 Coachlight Terrace Huntingdon Val, PA 19006	\$0.00	\$1,000.00
13686		Chester County Treasurer Dpt of Computing Svcs-Rm 29 Chester County Courthouse West Chester, PA 19380	\$0.00	\$52.80

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
11358		Christopher A. Bonnet, M.D. 70 Lebanon Hills Dr. Pittsburgh, PA 15228	\$0.00	\$0.00
16017		COLLINS, STAPOR, & O'MALLEY c/o ORTHOPEDIC ASSOCIATES, P.C. 1200 BROOKS LANE SUITE 240 CLAIRTON, PA 15025	\$0.00	\$0.00
10860		Computerized Reporting Service 25 Stevens Avenue Suite 5 West Lawn, PA 19609	\$0.00	\$217.27
11567		Contino Court Reporting 47 BIRMINGHAM DR. COLUMBUS, NJ 08022	\$0.00	\$939.30
11277		Corbett & Associates PO BOX 25085 Wilmington, DE 19899-5085	\$0.00	\$425.00
15009		CORINNE E. WILSON-WILMER P.O. BOX 218 NORRISTOWN, PA 19401	\$0.00	\$255.00
15062		CYNDI CANTARERA c/o PITNEY BOWES CREDIT CORP 27 WATERVIEW DR SHELTON, CT 06484-4361	\$0.00	\$0.00
12307		Cynthia First d/b/a First Report & Video Srvcs. PO Box 501 Spring Mount, PA 19478	\$0.00	\$277.30
12365		Dane K. Wukich, M.D. 1771 Deer Run Road Bethlehem, PA 18015	\$0.00	\$8,250.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
13897		Daniel Morrison 21 S 12TH ST STE 1040 Philadelphia, PA 19107	\$0.00	\$287.50
10627		Davies, McFarland & Carroll One Gateway Center 10th Floor Pittsburgh, PA 15222	\$0.00	\$107,862.86
13961		Design Systems Printing 280 South River Street PO Box 1166 Wilkes-Barre, PA 18703	\$0.00	\$3,853.87
15022		EILEEN RILEY SUTTON 1845 WALNUT ST 25TH FL PHILADELPHIA, PA 19103	\$0.00	\$0.00
14319		Elicker & Greenholt Reporting 544 Carlisle St. Hanover, PA 17331	\$0.00	\$29.67
14408		Emanuel Rubin, MD Jefferson Medical College 1020 Locust St. Philadelphia, PA 19107	\$0.00	\$4,580.00
12203		Eric L. Hume, M.D. 369 Penn Rd. Wynnewood, PA 19096	\$0.00	\$0.00
13705		Eric Vogel, Esq. c/o Wapner, Newman & Wigrizer 115 S. 21st Street Philadelphia, PA 19103	\$0.00	\$0.00
11146		ESQUIRE COMMUNICATIONS c/o Jimmy Miramontes, Esq. 270 N Canon Dr. Ste. 1636 Beverly Hills, CA 90210	\$0.00	\$245.50

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
10245		ESQUIRE/Jurist Begley Rprting 1880 JFK BLVD Philadelphia, PA 19103	\$0.00	\$17,553.59
13315		Farrell Court Reporting 3223 Polk Road Norristown, PA 19403-4030	\$0.00	\$2,625.25
11280		Ferrigno Court Reporters c/o Valori Ferrigno 316 Summit Avenue Westville, NJ 08093	\$0.00	\$1,714.25
10694		Filius & McLucas Reporting 1427 E. Market Street York, PA 17403	\$0.00	\$3,520.03
15023		FIRST REPORTING CT REPORTERS PO BOX 501 SPRING MOUNT, PA 19478	\$0.00	\$199.10
11279		Forte & Associates 1711 Rittenhouse Square Philadelphia, PA 19103	\$0.00	\$1,601.00
10761		Foster Court Reporting 1800 Architects Bldg. 117 S 17th Street Philadelphia, PA 19103	\$0.00	\$2,819.97
12658		Francine K. Guokas 7 Galena Court Erial, NJ 08081	\$0.00	\$0.00
10660		Francis J. Gable 420 Wedgewood Drive Turnersville, NJ 08012	\$0.00	\$450.00
10687		G & G Reporting Agency Inc. P.O. Box 208 Old Forge, PA 18518	\$0.00	\$389.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
11524		Gary A. Cooperstein, D.O. 18 Craig Lane Malvern, PA 19335	\$0.00	\$2,137.50
11275		George Frey 228 Mankin Avenue Huntingdon Val, PA 19006	\$0.00	\$589.50
13267		George N. Costantino, M.D. 402 Middletown Blvd. Suite #212 Langhorne, PA 19047	\$0.00	\$2,000.00
15012		GERCKE, DUMSER & FELD c/o STEPHEN R. DUMSER 1236 BRACE RD. STE. E CHERRY HILL, NJ 08034	\$0.00	\$14.25
13534		Gina B. Meloni PO Box 20090 Philadelphia, PA 19145	\$0.00	\$170.25
12192		Hand Surgical Associates Bryn Mawr Mdcl Off Bldg-North 830 Old Lancaster Rd-Ste 301 Bryn Mawr, PA 19010	\$0.00	\$2,200.00
15060		HITCHCOCK & ASSOCIATES 111 S.. BAYLEN ST PENSACOLA, FL 32501	\$0.00	\$793.50
14392		Hourigan, Kluger & Quinn Suite Seven Hundred Mellon Bank Center Wilkes-Barre, PA 18701	\$0.00	\$0.00
12734		Hughes, Albright, Foltz & Natale Reporting Scs., Inc. 2000 LINGLESTOWN RD #302 Harrisburg,, PA 17110	\$0.00	\$357.10

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
10437		IDEX c/o Dale Casto PO Box 12426 Overland Park, KS 66282	\$0.00	\$0.00
13363		IDEX P.O. Box 12426 Overland Park, KS 66282-2426	\$0.00	\$0.00
10166		Israel, Wood & Puntill, P.C. Suite 501, Grant Bldg. 310 Grant Street Pittsburgh, PA 15219	\$0.00	\$12,208.28
10695		James DeCrescenzo Rprtnng. 2043 Moravian Street Philadelphia, PA 19103	\$0.00	\$1,044.90
15096		JAMES P GREEN 1126 DELAWARE LANE DOWNINGTOWN, PA 19335	\$0.00	\$0.00
15097		JAMES P. GREEN 1126 DELAWARE LANE DOWNINGTOWN, PA 19335	\$0.00	\$0.00
11356		Jay A. Gebauer, Esq. 18 Murray Rd. Moorestown, NJ 08057-3848	\$0.00	\$20,427.94
14542		John G. DeMaio, M.D. 524 WINDERMERE RD. DREXEL HILL, PA 19026	\$0.00	\$823.50
15108		JOHN J WASNIEWSKI D.O. c/o CHRISTOPHER STUMP ONE PENN SQUARE PO BOX 1594 LANCASTER, PA 17608-1594	\$0.00	\$0.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
12974		John W. Patterson, M.D. 8419 Schoolhouse Lane Zionsville, PA 18096	\$0.00	\$1,247.50
15008		JOSEPH E. TROJAK, MD, PC 1646 W. CHESTER PKE SUITE 12 W. CHESTER, PA 19382	\$0.00	\$0.00
14041		JPS Graphics 1010 West Germantown Pike P.O. Box 318 Fairview Village, PA 19409	\$0.00	\$0.00
11892		Jubelirer, Carothers, Krier & Halp Park View Ctr-10 Sheraton Dr PO Box 2024 Altoona, PA 16603	\$0.00	\$30,039.36
15019		JUDITH ANN ROMANO, RPR-CM CITY HALL ROOM 519 PHILADELPHIA, PA 19107	\$0.00	\$2,652.75
13504		Julie M. Zanaras 1710-12 Locust Street Philadelphia, PA 19103	\$0.00	\$129.85
12626		Keystone Court Reporting Agenc 1258 Highway 315 Suite 208 Wilkes-Barre, PA 18702	\$0.00	\$302.20
13659		Kimberly A. Bursner 523 Swede St Norristown, PA 19401	\$0.00	\$149.30
15038		KLINE & SPECTER c/o AARON FREIWALD 1525 LOCUST STREET, 19TH FL. PHILADELPHIA, PA 19102	\$0.00	\$0.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
14060		Knipes-Cohen Court Report c/o ATTN.: KIM POTTS 400 MARKET ST. 10th FL PHILADELPHIA, PA 19106	\$0.00	\$3,358.60
12631		Lathrop Reporting Agency 616 Second Street Catasauqua, PA 18032	\$0.00	\$174.50
12279		Lawyers' Video Service c/o LAURA HASH 33 Rock Hill Road Bala Cynwyd, PA 19004	\$0.00	\$700.00
15061		LEONARD M. PAUL ED.D PC c/o DIANE FENNER 7440 NEW SECOND ST ELKINS PARK, PA 19027	\$0.00	\$0.00
12277		Lieberman & Chaim c/o Josh Lieberman 1218 Chestnut St.#605 Philadelphia, PA 19107	\$0.00	\$439.65
13831		Locklear Reporting Service c/o Dee Wilk, Office Manager 1601 Market St. Ste. #395 Philadlephia, PA 19103	\$0.00	\$1,022.50
15039		MAIN LINE CARDIOTHORACIC SURGEONS P c/o LISA IGIDBASHIAN, RN MSN 280 LANKENAU MED SCIENCE BLDG 100 LANCASTER AVE WYNNEWOOD, PA 19096	\$0.00	\$0.00
13378		Marjorie M. Lally 613 Center St. Ashland, PA 17921	\$0.00	\$164.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
10058		Mark J. Ingerman, M.D. Lankenau Mdcl Bldg E-ste 467 100 Lancaster Ave W of City Li Wynnewood, PA 19096	\$0.00	\$1,800.00
10107		Martin Weisberg, M.D.,PC 1015 Chestnut Street Suite 620 Philadelphia, PA 19107--438	\$0.00	\$0.00
15342		Mary Alice Cleve, Esq. c/o Mattioni, Mattioni & Mattioni, 399 Market St., 2ND FL. Philadelphia, PA 19106	\$0.00	\$0.00
11516		Matthew F. Davies, M.D. 500 University Drive H103 Hershey, PA 17033	\$0.00	\$4,712.00
15031		MEYERSON & FISHBEIN c/o JACK MEYERSON 1700 MARKET ST #2632 PHILADELPHIA, PA 19103	\$0.00	\$0.00
11418		Michael F. Shank, D.O. 34 Country Run Thornton, PA 19373	\$0.00	\$2,300.00
11287		Minuteman Press 1240 Virginia Drive Fort Washington, PA 19034	\$0.00	\$7.42
13297		Montco Reporting Service 1000 GYPSY HILL RD Lower Gwynedd, PA 19002	\$0.00	\$930.55
15345		Nancy O'Donnell c/o Ralph J Bellafatto, Esq 5201 Welliam Penn Highway Easton, PA 18045	\$0.00	\$0.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
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14252		O'Brien & Ryan 2250 Hickory Rd Hickory Pointe Ste 300 Plymouth Meeting, PA 19462	\$0.00	\$0.00
10079		Omni Investigations, Inc. PO Box 521 Phoenixville, PA 19460	\$0.00	\$2,761.10
10430		PA P&C Ins Guaranty Assoc One Penn Center 1617 J. F. Kennedy Blvd. Philadelphia, PA 19103	\$0.00	\$64,062.00
10605		Panko Reporting 537 Sarah Street 2nd Floor Stroudsburg, PA 18360	\$0.00	\$349.75
13752		Phillips & Faldowski, P.C. 29 East Beau Street Washington, PA 15301	\$0.00	\$7,927.71
12729		Powers & Garrison 600 Warner Centre 332 Fifth Avenue Pittsburgh, PA 15222-2411	\$0.00	\$0.00
13210		Randal R. Betz, M.D. 572 Lenape Circle Langhorne, PA 19047	\$0.00	\$4,400.00
15005		READING HOSPITAL & MEDICAL CENTER c/o EDWIN L STOCK ESQ PO BOX 902 READING, PA 19603-0902	\$0.00	\$0.00
13106		Record Copy Services 1880 John F. Kennedy Blvd. Philadelphia, PA 19103	\$0.00	\$0.00

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PIC Insurance Group, Inc
Priority Level E Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
15029		RecordTrak 501 Allendale Rd King of Prussia, PA 19486	\$0.00	\$0.00
15017		RICHARD T. CURLEY, ESQ. c/o PORR & ASSOCIATES 5000 TILGHMAN ST-STE 155 ALLENTOWN, PA 18104-9114	\$0.00	\$0.00
12181		Roger E. Nieman, M.D. 1235 Old York Rd-Ste 220 Abington, PA 19001	\$0.00	\$2,750.00
12149		Ronald J. Bolognese, M.D. 920 Morris Avenue Bryn Mawr, PA 19010	\$0.00	\$0.00
12284		Royal Court Reporting Service Suite 500-503 1422 Chestnut St. Philadelphia, PA 19102	\$0.00	\$2,813.45
11472		S. Benham Kahn, M.D. 324 Surrey Road Cherry Hill, NJ 08002	\$0.00	\$2,365.00
10760		S. Bette Ferguson The Wellington 135 S 19th Street Philadelphia, PA 19103	\$0.00	\$901.10
15084		Samson Paper Company 2554 Industry Lane Norristown, PA 19403	\$0.00	\$37.47
12283		Sandra E. Rosiejka, C.S.R 73 Harker Road Allentown, NJ 08501	\$0.00	\$575.45

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
11452		Scott M. Goldman, M.D Lankenau Mdcl Sci Bldg Ste 280 100 Lancaster Avenue Wynnewood, PA 19096	\$0.00	\$2,000.00
10167		Sharon Griffin & Associates 4599 SE Rocky Point Way Stuart, FL 34997	\$0.00	\$1,845.75
11107		Sharon L. Dougherty Apex Reporting Service PO Box 6265 Harrisburg, PA 17112-0265	\$0.00	\$340.25
12659		Slifer, Voice & Shade Registered Professional Rptrs. 1228 Walnut Street Allentown, PA 18102	\$0.00	\$2,292.05
11862		Stanley R. Askin, M.D. 2 Surrey Road Elkins Park, PA 19027	\$0.00	\$0.00
11515		Suburban Primary Care c/o BETSY HEAVEY 3475 West Chester Pike Ste 200 Newtown Square, PA 19073-4280	\$0.00	\$1,455.00
11158		Summit Court Reporting, Inc. 1500 Market Street-12th Floor East Tower-Centre Square Philadelphia, PA 19102	\$0.00	\$0.00
15034		Victor J. Marder, M.D. c/o Univ.of Roch Med Cen. 601 Elmwood Ave. Box 610 Rochester, NY 14642	\$0.00	\$5,775.00
11303		Wesley P. Kozinn, M.D. 2061 Fairview Avenue Easton, PA 18042	\$0.00	\$0.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level E Claims

POC#	Claim #	Claimant Name/Address	Claimed	Allowed
12024		Westmoreland Surgical Assoc Irwin Professional Center 100 Pennsylvania Avenue Irwin, PA 15642	\$0.00	\$400.00
14230		Wright, Young & McGilvery 1400 Union Meeting Road Ste.220, P. O. Box 3006 Blue Bell, PA 19422	\$0.00	\$0.00
		Totals For Priority Level E:	\$0.00	\$390,815.43

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc
Priority Level F Claims

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POC# Claim #	Claimant Name/Address	Claimed	Allowed
10565	Commonwealth of PA (Ins Dept) c/o Comptroller Office P.O. Box 2769 Harrisburg, PA 17105	\$0.00	\$0.00
15082	LABOR & INDUSTRY, DEPT OF c/o BUREAU OF WORKERS COMPENSATION 1171 S CAMERON ST ROOM 324 HARRISBURG, PA 17104-2512	\$0.00	\$0.00
Totals For Priority Level F:		\$0.00	\$0.00

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Final Court Report - By Claimant Name
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Priority Level G Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
15071		Blue Cross of Northeastern Pennsylv c/o Paul J. Gitnik & Assoc. 1201 Broughton Rd. Pittsburgh, PA 15236	\$0.00	\$0.00
15063		Blue Cross of Western Pennsylvania c/o Paul J, Gitnik & Assoc. 1201 Broughton Rd. Pittsburgh, PA 15236	\$0.00	\$0.00
15066		Capital Blue Cross c/o Paul J. Gitnik & Assoc. 1201 Broughton Rd. Pittsburgh, PA 15236	\$0.00	\$0.00
15067		Comp-I c/o Socrates, Inc. 111 Ryan Court Suite 300 Pittsburgh, PA 15205	\$0.00	\$0.00
15069		Independence Blue Cross c/o Socrates, Inc. 111 Ryan Court Suite 300 Pittsburgh, PA 15205	\$0.00	\$0.00
15070		Independence Blue Cross Personal Ch c/o Socrates, Inc. 111 Ryan Court Suite 300 Pittsburgh, PA 15205	\$0.00	\$0.00
15073		Keystone Health Plan Central c/o Socrates, Inc. 111 Ryan Court Suite 300 Pittsburgh, PA 15205	\$0.00	\$0.00

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Final Court Report - By Claimant Name
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Priority Level G Claims

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POC#	Claim #	Claimant Name/Address	Claimed	Allowed
15074		Keystone Health Plan East c/o Socrates, Inc. 111 Ryan Court Suite 300 Pittsburgh, PA 15205	\$0.00	\$0.00
15072		Keystone Health Plan West c/o Socrates, Inc. 111 Ryan Court Suite 300 Pittsburgh, PA 15205	\$0.00	\$0.00
60773		MCare c/o Carole Z. Strickland 1062 Lancaster Ave. Ste. 15-F Rosemont, PA 19010	\$0.00	\$87,252.00
15064		Pennsylvania Blue Shield c/o Socrates, Inc. 111 Ryan Court Suite 300 Pittsburgh, PA 15205	\$0.00	\$0.00
		Totals For Priority Level G:	\$0.00	\$87,252.00

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Final Court Report - By Claimant Name
PIC Insurance Group, Inc

Totals For Priority Level A:	\$0.00	\$5,431,874.00
Totals For Priority Level B:	\$0.00	\$221,292,648.67
Totals For Priority Level E:	\$0.00	\$390,815.43
Totals For Priority Level F:	\$0.00	\$0.00
Totals For Priority Level G:	\$0.00	\$87,252.00
Grand Totals:	\$0.00	\$227,202,590.10

EXHIBIT C

ROBERT L. PRATTER, ACTING
INSURANCE COMMISSIONER OF
THE COMMONWEALTH OF
PENNSYLVANIA,

v.

Defendant.

Docket No. 44 M.D. 1998

PLEASE TAKE NOTICE that Robert L. Pratter, in his official capacity as Acting Insurance Commissioner of the Commonwealth of Pennsylvania, and as such, Statutory Liquidator of PIC Insurance Group, Inc. (“PIC”) (In Liquidation), has filed his Final Accounting and Petition for Distribution and Discharge for the period from January 21, 1998, to June 30, 2010 (“Petition”). The Petition sets forth the steps taken in this liquidation during this period of time.

PLEASE TAKE FURTHER NOTICE that the total for class “a”, “b”, “e”, “f”, and “g” claims that has been approved and allowed is \$227,202,590.10. There are no class “c”, “d”, “h” or “i”

claims. The total net assets available for distribution, after payment of administrative expenses incurred by the Liquidator, are \$52,947,753.49.

The Petition requests that:

1. The Final Accounting and Petition for Distribution and Discharge of Robert L. Pratter, in his official capacity as Acting Insurance Commissioner of the Commonwealth of Pennsylvania, as Statutory Liquidator of PIC, be approved and confirmed absolutely.

2. The Liquidator be authorized to make a distribution of the assets of PIC in accordance with paragraph 6 of the Petition as follows:

- A. Priority class "a" claims will be paid at 100%. The Liquidator has already received \$10,690,128.30 in administrative expenses.
- B. Priority class "b" claims will be paid at 21%.
- C. There are no priority class "c" claims.
- D. There are no priority class "d" claims.
- E. Priority class "e" claims will not be paid.
- F. Priority class "f" claims will not be paid.
- G. Priority class "g" claims will not be paid.
- H. There are no priority class "h" claims.
- I. There are no priority class "i" claims.

3. The Liquidator's form of Notice to be sent by first class mail to claimants be approved.

4. The collection of the remaining reinsurance recoverables, in the approximate amount of \$200,000 be assigned to the Deputy Insurance Commissioner for the Office of Liquidations, Rehabilitations and Special Funds ("Deputy Commissioner") of the Pennsylvania Insurance

Department following the final distribution and discharge proposed in the Petition, and that the Deputy Commissioner be authorized to transfer the reinsurance recovered to the Pennsylvania Property and Casualty Insurance Guaranty Association ("PPCIGA") to reimburse PPCIGA for its outstanding payments to PIC policyholders.

5. The Liquidator be authorized to destroy records of PIC, other than appropriate administrative files, within the Liquidator's discretion.

6. Any assets of PIC received after the date of discharge be used to satisfy any unreimbursed administrative expenses incurred by the Liquidator.

7. Robert L. Pratter, in his official capacity as Acting Insurance Commissioner of the Commonwealth of Pennsylvania, and his predecessors and successors in office, be discharged as Statutory Liquidator of PIC, and thereby released from any liability to make payment of any further claims.

TAKE FURTHER NOTICE that objections to the Final Accounting and Petition for Distribution and Discharge must be filed in writing with the Commonwealth Court of Pennsylvania, Office of the Chief Clerk, 601 Commonwealth Avenue, Suite 2100, Harrisburg, Pennsylvania 17106-9185, or with the Pennsylvania Insurance Department, Bureau of Liquidations Claims, 901 North 7th Street, Harrisburg, Pennsylvania 17102. In the event of such a filing, please refer to Docket No. 44 MD 1998.

Objections must be filed within 30 days of the date of this Notice, or they shall be forever barred. Objections must be clearly and concisely written.

Copies of this Final Accounting and Petition for Distribution and Discharge are available to interested parties for inspection at the Commonwealth Court of Pennsylvania, Office of the Chief Clerk, 601 Commonwealth Avenue, Suite 2100, Harrisburg, Pennsylvania 17106-9185; the

Insurance Department, 901 North 7th Street, Harrisburg, Pennsylvania 17102; and the Philadelphia Regional Office of the Insurance Department, 801 Market Street, Room 6062, Philadelphia, PA 19107.

If you have any questions, please call the Bureau of Liquidations Claims, 901 North 7th Street, Harrisburg, Pennsylvania 17102, (717) 787-7823.

JOSEPH DIMEMMO,
Deputy Insurance Commissioner

EXHIBIT D

IN THE COMMONWEALTH COURT OF PENNSYLVANIA

ROBERT L. PRATTER, ACTING
INSURANCE COMMISSIONER OF
THE COMMONWEALTH OF
PENNSYLVANIA,

Plaintiff,

v.

PIC INSURANCE GROUP, INC.

Defendant.

Docket No. 44 M.D. 1998

ORDER

AND NOW, this _____ day of _____, 2010, upon consideration of the foregoing Motion, it is ordered and decreed that:

1. The Final Accounting and Petition for Distribution and Discharge of Robert L. Pratter, in his official capacity as Acting Insurance Commissioner of the Commonwealth of Pennsylvania as Statutory Liquidator of PIC Insurance Group, Inc. (In Liquidation) is approved and confirmed absolutely.

2. The Liquidator is authorized to make distribution of the assets of PIC in accordance with paragraph 6 of the aforementioned Petition as follows:

- a. Priority class "a" claims will be paid at 100%. The Liquidator has already received \$10,690,128.30 in administrative expenses.
- b. Priority class "b" claims will be paid at 21%.
- c. There are no priority class "c" claims.
- d. There are no priority class "d" claims.
- e. Priority class "e" claims will not be paid.
- f. Priority class "f" claims will not be paid.
- g. Priority class "g" claims will not be paid.
- h. There are no priority class "h" claims.
- i. There are no priority class "i" claims.

3. The collection of the remaining reinsurance recoverables, in the approximate amount of \$200,000 is assigned to the Deputy Insurance Commissioner for the Office of Liquidations, Rehabilitations and Special Funds ("Deputy Commissioner") of the Pennsylvania Insurance Department following the final distribution and discharge, and the Deputy Commissioner is authorized to transfer the reinsurance recovered to the Pennsylvania Property and Casualty Insurance Guaranty Association ("PPCIGA") to reimburse PPCIGA for its outstanding payments to PIC policyholders.

4. The Liquidator is authorized to destroy the records of PIC other than appropriate administrative files within the Liquidator's discretion.

5. Any assets of PIC received after the date of discharge are to be used to satisfy any unreimbursed administrative expenses incurred by the Liquidator.

6. Robert L. Pratter, in his official capacity as Acting Insurance Commissioner of the Commonwealth of Pennsylvania and his predecessors and successors in office, are discharged as Statutory Liquidator of PIC and are hereby released from any liability to make payment of any further claims.

BY THE COURT:

J.

CERTIFICATE OF SERVICE

I hereby certify that I am this day serving the foregoing document upon the person(s) and in the manner indicated below.

Service by first-class mail, addressed as follows:

Donna J. Pankowski, District Counsel
Internal Revenue Service
Mid-Atlantic Region
Liberty Center, Suite 601C
1001 Liberty Avenue
Pittsburgh, PA 15222

Pennsylvania Department of Revenue
ATTN: Marianne I. Rempe, Esquire
Office of Chief Counsel
Department 281061
Harrisburg, PA 17128-1061

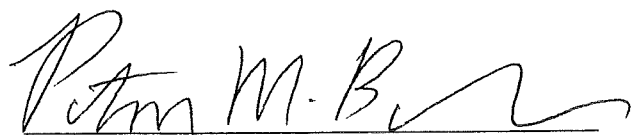
Internal Revenue Service
Special Procedures Department
P.O. Box 12051
Philadelphia, PA 19105

Richard Sponseller, Assistant U.S. Attorney
Federal Building
Harrisburg, PA 17102

Sandra P. Spooner, Deputy Director
Commercial Litigation Branch
Department of Justice, Civil Division
P.O. Box 875
Ben Franklin Station
Washington, DC 20044

Stephen F. Perrone, Executive Director
Pennsylvania Property & Casualty
Insurance Guaranty Association
One Penn Center, Suite 1850
1617 John F. Kennedy Boulevard
Philadelphia, PA 19103

Internal Revenue Service
Taxpayer Services
600 Arch Street
Philadelphia, PA 19105



PRESTON M. BUCKMAN (I.D. #57570)
Governor's Office of General Counsel
Pennsylvania Insurance Department
Capital Associates Building
901 North 7th Street
Harrisburg, PA 17102
(717) 787-6009

Counsel for Robert L. Pratter, Acting
Insurance Commissioner, in his capacity as
Statutory Liquidator of PIC Insurance
Group, Inc. (In Liquidation)

DATED: 10/28/10