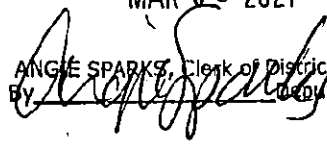


FILED

MAR 08 2021

ANGIE SPARKS, Clerk of District Court
By:  Deputy Clerk

MARY BELCHER
Commissioner of Securities & Insurance,
Office of the Montana State Auditor
840 Helena Avenue
Helena, MT 59601
Phone: (406) 444-5789
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Counsel for the Commissioner of Securities and Insurance

**MONTANA FIRST JUDICIAL DISTRICT COURT,
LEWIS AND CLARK COUNTY**

IN THE MATTER OF THE
LIQUIDATION OF MONTANA
NONPROFIT ASSOCIATION GROUP
BENEFIT TRUST, a Self-Funded
Multiple Employer Welfare Arrangement,

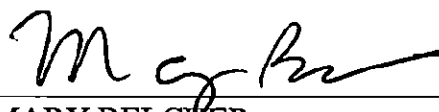
Respondent.

Case No. BDV-2020-1853

NOTICE OF INITIAL ACCOUNTING

Pursuant to the Court's Order dated November 5, 2020, the Commissioner of Securities and Insurance, Office of the Montana State Auditor (Liquidator), submits the attached initial accounting for Montana Nonprofit Association Group Benefit Trust, a self-funded Multiple Employer Welfare Arrangement (Respondent).

DATED March 4, 2021.



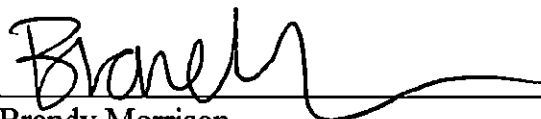
MARY BELCHER

Counsel for Commissioner of Securities & Insurance

CERTIFICATE OF SERVICE

I hereby certify that on March 4, 2021, I caused a copy of the foregoing *Notice of Initial Accounting* to be served on the following persons by U.S. mail:

Montana Nonprofit Association Group Benefit Trust
P.O. Box 1744
Helena, MT 59624

A handwritten signature in black ink, appearing to read 'Brandy Morrison', is written over a horizontal line.

Brandy Morrison

Paralegal

Commissioner of Securities & Insurance,
Office of the Montana State Auditor

Montana Nonprofit Association Group Benefits Trust
Statements of Net Assets
June 30, 2020 and December 31, 2020

	<u>June 30, 2020</u>	<u>December 31, 2020</u>
Assets		
Cash and cash equivalents	280,473	501,951
Total assets	<u><u>280,473</u></u>	<u><u>501,951</u></u>
Liabilities		
Accounts payable	50,063	89,951
Claim reserves, net (a)	1,203,455	1,203,455
Total liabilities	<u><u>1,253,518</u></u>	<u><u>1,293,406</u></u>
Net assets	<u><u>(973,045)</u></u>	<u><u>(791,455)</u></u>

(a) - Amount is presented net of reserve for estimated recoveries under excess loss agreement of \$1.5 million at June 30, 2020 and December 31, 2020.

Montana Nonprofit Association Group Benefits Trust
Statements of Changes in Net Assets
Year Ended June 30, 2020 and Six Months Ended December 31, 2020

	Year Ended June 30, 2020	Six Months Ended December 31, 2020
Income		
Contributions from participating organizations, net of refunds	5,352,357	-
Interest income	305	68
Total income	<u>5,352,662</u>	<u>68</u>
Expenses		
Retention expense	329,790	-
Claims expense (a)	5,130,350	(233,326)
Excess loss insurance premium	769,209	-
Premium expense	212,640	-
Commission expense	115,946	-
Other expense	69,773	51,804
Total expenses	<u>6,627,708</u>	<u>(181,522)</u>
Change in net assets	(1,275,046)	181,590
Net assets:		
Balance at beginning of year	<u>302,001</u>	<u>(973,045)</u>
Balance at end of year	<u><u>(973,045)</u></u>	<u><u>(791,455)</u></u>

(a) - Amount is presented net of reserve for estimated recoveries under excess loss agreement of \$1.5 million established during the year ended June 30, 2020.

Montana Nonprofit Association Group Benefits Trust
Statement of Cash Receipts and Disbursements
November 5, 2020 to December 31, 2020

	November 5 to December 31, 2020
Cash receipts:	
Investment income	68
	68
Cash disbursements:	
Loss and loss adjustment expenses	(433)
Salary and employee benefits	6,326
Professional fees	200
Legal fees	-
Special Deputy Liquidator	-
Rent, rent items and utilities	1,021
Offices supplies, postage and printing	1,694
Other	15
	8,824
Net change in cash	(8,756)
Cash and cash equivalents- beginning of period	510,706
Cash and cash equivalents- end of period	501,951