



Friday Health Insurance Company ("Friday")

Overview

Texas administrative order entered – October 2, 2022

No new business order issued – January 1, 2023

Texas liquidation order entered – March 23, 2023

There are six Friday insurance entities:

- HMOs domiciled in CO, GA, NC, and OK
- Insurance companies domiciled in TX and NV
- Only TX insurance company affected by liquidation order

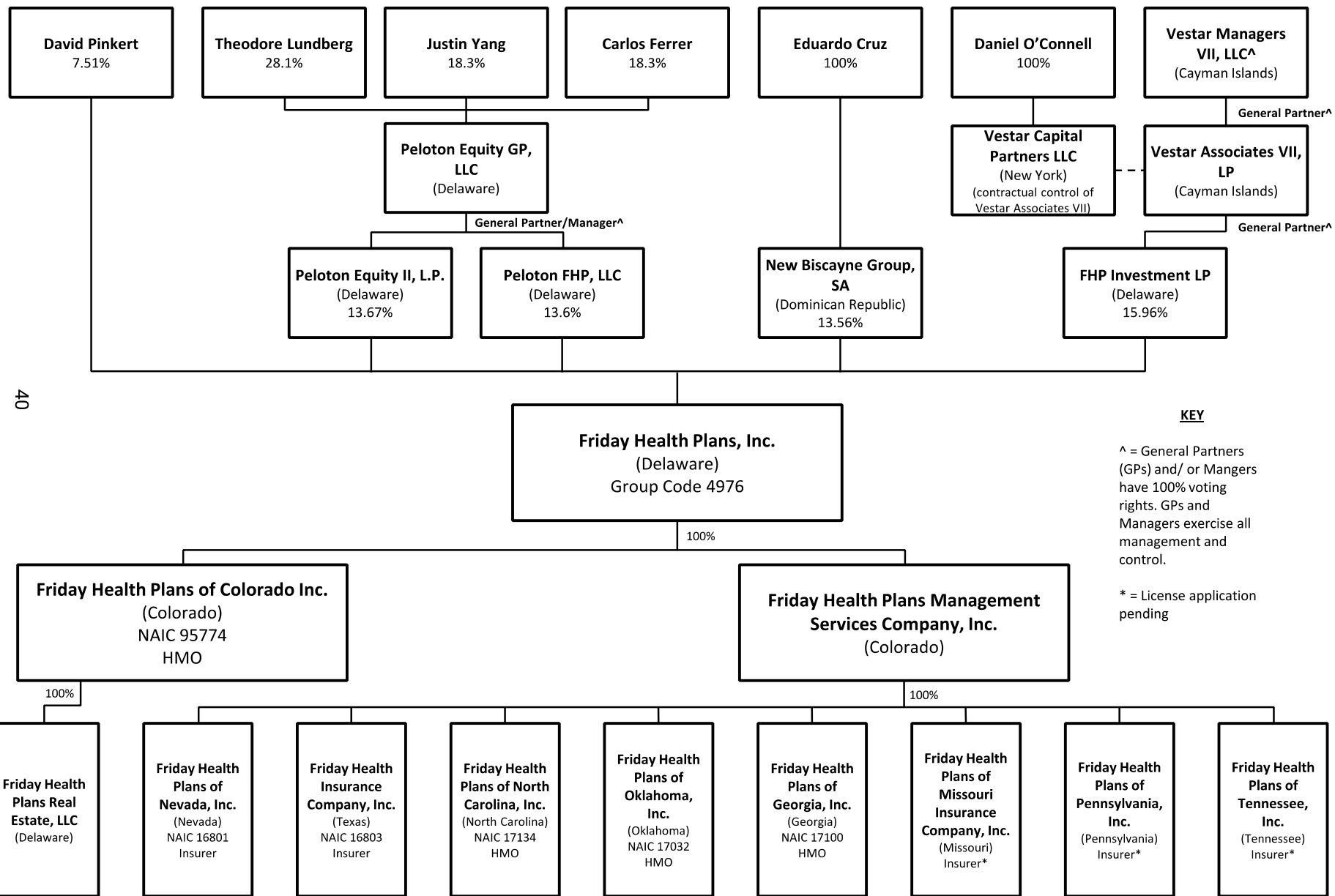
All administrative and management services provided by Friday Health Plans Management Services (FHP MGMT) under management services, cost sharing, and tax sharing agreements

The administration for all Friday companies is performed from offices in Alamosa, CO

Friday Health Plans Organizational Chart

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



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KEY

^ = General Partners (GPs) and/ or Managers have 100% voting rights. GPs and Managers exercise all management and control.

* = License application pending

	Enrollees
TX	304,360
CO	28,684
GA	17,141
NC	21,930
NV	17,160
OK	8,062

TLHIGA Initial Actions

TDI arranged an introductory call with the FHP
MGMT CEO and CFO on March 17th

Call with Special Deputy Receiver on March 24th

Site visit on March 29th and 30th

- Interviews with CEO, premiums, claims, G&A, IDRs,
pharmaceutical, clinical/case management, & call center
- Significant use of many subcontractors

Decision to use FHP MGMT as administrator

Draft service agreement

Weekly calls with Friday team

Weekly calls with SDR team

Issues

Claims Runoff

Resolution of Disputes - IDRs, HICS, 1095A, &
TDI complaints

Premiums - wind down small groups

Cash flow management

Coordination w/ SDR

Confidentiality Agreement

Early Access Agreement

Coordination of SDR and TLHIGA responsibilities

- Overpayments, refunds, and rebates
- Penalties
- CMS reporting and RAP

Preliminary Range of Expenses and Policy Obligations

Expenses

- Review of operating expense history and actuarial forecast
- Forecast volume-based fees based on recent history
- Range of \$6-\$10 million

Policy Obligations

- Review actuarial runoff forecast and lag studies
- Analysis of current in process claims
- Range of \$55-\$75 million