1 2	FAEGRE DRINKER BIDDLE & REATH 1144 15 th Street, Suite 3400 Denver, Colorado 80202		M. De La Cruz, Deputy 5/31/2023 11:17:36 AM Filing ID 16058721	
3 4 5	Joel A. Glover (State Bar No. 034018) Direct Dial: 303.607.3648 Direct Fax: 303.607.3600 Email: Joel.Glover@Faegredrinker.com			
6 7	Attorneys for Receiver	OURT OF ARIZONA		
8 9	COUNTY OF MARICOPA			
 10 11 12 13 14 15 16 17 18 	STATE OF ARIZONA, <i>ex rel.</i> BARBARA D. RICHARDSON, Director of Insurance, Plaintiff, vs. COMPASS COOPERATIVE MUTUAL HEALTH NETWORK, INC., dba MERITUS MUTUAL HEALTH PARTNERS, an Arizona corporation; and COMPASS COOPERATIVE HEALTH PLAN, INC., dba MERITUS HEALTH PARTNERS, an Arizona corporation, Defendants.	No. CV2016-011872 PETITION NO. 56 PETITION TO ACCEPT SIXTH STATUS REPOI PERIOD ENDING MAR (Assigned to The Honor Dewain Fox)	RT FOR THE RCH 31, 2023	
19 20	Darren Ellingson, in his capacity as Cooperative Mutual Health Network, Inc. d		-	
21 22	Partners ("Meritus Mutual") and Compass Health Partners ("MHP") (collectively refer	Cooperative Health Plan, Inc	. dba Meritus	

Clerk of the Superior Court

Health Partners ("MHP") (collectively referred to as the "Meritus Companies"), appointed pursuant to A.R.S. § 20-611, *et seq.*, hereby petitions the Court for entry of the Order re Petition No. 56 to Accept Twenty-Sixth Status Report for the Period Ending March 31,

1. In an Order dated August 10, 2016, this Court placed Meritus Mutual and MHP into receivership under orders of liquidation.

US.357649761.01

2023 for the reasons set forth herein.

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2. On August 24, 2016, this Court entered Order Re Petition No. 1 – Petition for Entry of Order Approving Compensation for Special Deputy Receiver and for Legal Counsel.

a. Pursuant to Paragraph 3(c) of that Order, the Receiver is required to make periodic filings, initially quarterly, of a Petition to Accept Status Report, which filing is required to include amounts paid to the Special Deputy Receiver and to legal counsel during the period along with a brief summary of services and/or tasks performed during the period and other matters as requested by the Court.

b. In order to provide such report for the prior period, consistent with
Paragraph 3(c), the Special Deputy Receiver is submitting this Petition to Accept TwentySixth Status Report for the Period Ending March 31, 2023 ("Petition") after the quarter end
of the prior period ending March 31, 2023. Unless the Court otherwise orders, the Special
Deputy Receiver anticipates filing these reports effective each calendar quarter end.

3. This Petition along with the Status Report included herein is submitted in accordance with those requirements.

Summary of Services/Tasks

4. The services and tasks performed during the reporting period (First Quarter of 2023) include the following:

a. Meritus ACA Suits and Settlement. The two lawsuits and related
 disputes involving the Affordable Care Act have been resolved via settlement and the
 Receiver has received the settlement payment from the United States Government.

b. Proof of Claim ("POC") Process and Provider Payment Process. The Receiver continued to implement the POC process, including considering claim amounts, provider payments, priority levels and potential offsets, and related matters and issues depending on the circumstances.

c. Accounting Services and General Accounting and Administrative. The Receiver continued additional work on the accounting for the Meritus Companies in liquidation, including identifying assets, claims and liabilities on a liquidation basis. As

part of the accounting work, the Receiver continued to implement and account for the Receivership Liquidation, the Setoff involving CMS, and the Return of Excess Premiums, among other things.

Summary of Payments

5. Legal Counsel. During the reporting period, the total amounts (fees and expenses) that have been paid to Faegre Drinker Biddle & Reath LLP as legal counsel are \$3,673.00 for Meritus Mutual and \$2,751.50 for MHP for a combined amount of \$6,424.50. While the majority of the work was allocated between the two companies, legal expenses associated exclusively with Meritus Mutual totaled \$921.50. Work was performed and invoices were submitted for additional services and amounts during the reporting period but not paid until after March 31, 2023. Because of the timing, those payments will be referenced in the next status report.

6. Special Deputy Receiver. During the reporting period, the total amounts (fees and expenses) that have been paid to the Special Deputy Receiver are \$11,435.00 for Meritus Mutual and \$9,580.00 for MHP for a combined amount of \$21,015.00. While the majority of the work was allocated between the two companies, expenses associated exclusively with Meritus Mutual totaled \$1,855. Work was performed and invoices were submitted for additional services and amounts during the reporting period but not paid until after March 31, 2023. Because of the timing, those payments will be referenced in the next status report.

7. Regulatory Services Group. During the reporting period, no payments were made to the Regulatory Services Group. Work may have been performed and invoices submitted for additional services and amounts during the reporting period but not paid until after March 31, 2023. Because of the timing, those payments, if any, would be referenced in the next status report.

WHEREFORE, the Receiver requests that the Court enter the Order re Petition No. 56 Accepting Twenty-Sixth Status Report for the Period Ending March 31, 2023 in the form lodged concurrently with this Petition after expiration of the objection period.

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4	Dated this 31 st day of May, 2023.
5	FAEGRE DRINKER BIDDLE & REATH LLP
6	By: <u>/s/ Joel Glover (#034018)</u> Joel A. Glover
7	Attorneys for Receiver
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11	COPY of the foregoing mailed this
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13	31 st day of May, 2023 to the attached Master Service List
14	/s/ Michelle Cline
15	Michelle Cline
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SUPERIOR COURT OF ARIZONA
COUNTY OF MARICOPA
No. CV2016-011872 (Assigned to The Honorable Dewain Fox)
MASTER SERVICE LIST
MASTER SERVICE LIST
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