

CAUSE NO. D-1-GN-25-007344

THE TEXAS DEPARTMENT
OF INSURANCE,
Plaintiff

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IN THE DISTRICT COURT OF

v.

TRAVIS COUNTY, TEXAS

NEW CENTURY INSURANCE COMPANY
Defendant

126TH JUDICIAL DISTRICT

**SPECIAL DEPUTY RECEIVER'S SUMMARY STATEMENT OF EXPENSES AND
FINANCIAL REPORT FOR THE PERIOD ENDING FEBRUARY 28, 2026**

(New Century Insurance Company)

COMES NOW, FitzGibbons & Company, Inc., Special Deputy Receiver of New Century Insurance Company, and presents to this Court its *Summary Statement of Expenses and Financial Report for the Period Ending February 28, 2026*. The reports cover the period of December 1, 2025 through February 28, 2026. Attached is the Summary Statement of Expenses for the quarter ending February 28, 2026. Also attached is the Financial Report for the quarter ending February 28, 2026.

Respectfully submitted,

Wisener Nunnally Higgins, LLP

Original Signed By

By: _____

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been served on all interested parties in accordance with the Texas Rules of Civil Procedure and TEX. INS. CODE ANN. §443.007(d) this 12th day of March, 2026.

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Original Signed By

By: _____
Robert H. Nunnally, Jr.

**New Century Insurance Company
Statement of Expenses**

**For Period Ending
02/28/26**

	Total Dec	Total Jan	Total Feb	Total Quarter
SDR				
FitzGibbons and Company, Inc.				
President	3,480.00	4,980.00	5,250.00	13,710.00
Senior Consultant	17,299.50	19,180.50	16,245.00	52,725.00
Senior Consultant	15,418.50	20,990.25	19,679.25	56,088.00
Accounting Manager	75.00	150.00	0.00	225.00
Claim Administrator AVP	300.00	750.00	600.00	1,650.00
Systems and Cyber Chief VP	6,390.00	6,075.00	6,885.00	19,350.00
IT Consultant	2,550.00	1,650.00	0.00	4,200.00
Claims Admin Assistant	25.00	75.00	181.25	281.25
Chief of Compliance	1,725.00	750.00	225.00	2,700.00
Sr. Accountant	8,330.00	4,334.00	4,400.00	17,064.00
Expenses	0.00	1,786.06	2,088.43	3,874.49
Total SDR Billing	55,593.00	60,720.81	55,553.93	171,867.74
SDR Subcontractors - Legal				
Wisener Nunnally Higgins, LLP				
Partner	1,566.45	1,640.20	893.85	4,100.50
Legal Assistant	500.00	112.50	37.50	650.00
Admin	13.50	9.00	0.00	22.50
Expenses	12.75	62.87	93.40	169.02
Total Billing	2,092.70	1,824.57	1,024.75	4,942.02
Total Legal Subcontractors	2,092.70	1,824.57	1,024.75	4,942.02
SDR Subcontractors - Other				
Guaranty Support, Inc. (GSI)				
Software Engineering Manager	312.50	187.50	250.00	750.00
Total Other SDR Subcontractors	312.50	187.50	250.00	750.00
Receivership Service Providers				
RVOS Farm Mutal Insurance Company	21,900.00	21,900.00	21,900.00	65,700.00
Bank Fees	30.00	0.00	0.00	30.00
Busey Bank Operating Account Fees	105.00	75.00	75.00	255.00
Texas Treasury Fees	41.21	39.78	38.63	119.62
Total Other	22,076.21	22,014.78	22,013.63	66,104.62
Sub-Total SDR, Subcontractor & Provider Expenses				
Sub-Total SDR, Subcontractor & Provider Expenses	80,074.41	84,747.66	78,842.31	243,664.38

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New Century Insurance Company
Statement of Expenses

For Period Ending
02/28/26

	Total Dec	Total Jan	Total Feb	Total Quarter
Liquidation Oversight Allocation				
RLO Allocation	12,979.04	7,999.48	9,828.75	30,807.27
Special Master's Fees	0.00	0.00	220.00	220.00
Total RLO & SM Expense	12,979.04	7,999.48	10,048.75	31,027.27
Total Expenses	93,053.45	92,747.14	88,891.06	274,691.65

**New Century Insurance Company
Statement of Net Assets**

**For the Period Ending
02/28/26**

Line		02/28/26
Cash		
1	Cash	
	Cash - Unrestricted	1,608,411
	APF Funds (Loan proceeds)	
Investments		
2	Short-Term Investments	
3	Bonds	
4	Stocks - Preferred & Common	
5	Investments in Subsidiaries, Controlled or Affiliated Entities	
6	Mortgage Loans	
7	Real Estate	
8	Policy Loans	
9	Other Invested Assets	
Restricted Assets		
10	Statutory Deposits	
11	Funds held by or deposited with Reinsured Companies	
12	Restricted - Other	
Reinsurance Receivable		
13	Reinsurance Recoverables on Paid Losses & LAE (net of allowance)	25,677
14	Reinsurance Recoverables on Unpaid Losses & LAE (net of allowance)	7
15	Reinsurance Recoverables on UEP & Contingent Commissions	12,954
Other Receivables		
16	Salvage & Subrogation Recoveries	
17	Premiums Due from Agents & Policyholders	
18	Receivable from Parents, Subsidiaries & Affiliates	
19	Receivable from Guaranty Associations - Early Access Payments	
20	Other Receivables	
	Due from Agents for Return Commissions	35,717
Other Assets		
21	FF&E	
22	Other Assets	
	Total Assets	1,682,766

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13 Reinsurance Recoverables on Paid Losses & LAE (net of allowance)

Outstanding reinsurance recoverables under ceded reinsurance treaties totaling \$156,102 net of \$130,425 allowance for estimated uncollectible amounts primarily related to ceded premium payable offsets for certain reinsurers.

14 Reinsurance Recoverables on Unpaid Losses & LAE (net of allowance)

Ceded reserves under reinsurance treaties totaling \$208,084 net of \$208,077 allowance for estimated uncollectible amounts primarily related to ceded premium payable offsets for certain reinsurers.

15 Reinsurance Recoverables on UEP & Contingent Commissions

Reinsurance premiums recoverables under ceded reinsurance treaties.

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**New Century Insurance Company
Statement of Net Assets**

**For the Period Ending
02/28/26**

20 Due from Agents for Return Commissions

Amount due from agents for return commissions totaling \$71,434 net of \$35,717 allowance for estimated uncollectible amounts related to expected discount on sale of receivable.

New Century Insurance Company
Changes in Net Assets

For the Quarter Ending
2/28/2026

Line		11/30/25	02/28/26	Change
Cash				
1	Cash			
	Cash - Unrestricted	1,857,771	1,608,411	(249,360)
	APF Funds (Loan proceeds)			0
Investments				
2	Short-Term Investments			0
3	Bonds			0
4	Stocks - Preferred & Common			0
5	Investments in Subsidiaries, Controlled or Affiliated Entities			0
6	Mortgage Loans			0
7	Real Estate			0
8	Policy Loans			0
9	Other Invested Assets			0
Restricted Assets				
10	Statutory Deposits			0
11	Funds held by or deposited with Reinsured Companies			0
12	Restricted - Other			0
Reinsurance Receivable				
13	Reinsurance Recoverables on Paid Losses & LAE (net of allowance)	8,199	25,677	17,478
14	Reinsurance Recoverables on Unpaid Losses & LAE (net of allowance)	328,912	7	(328,905)
15	Reinsurance Recoverables on UEP & Contingent Commissions	20,327	12,954	(7,374)
Other Receivables				
16	Salvage & Subrogation Recoveries			0
17	Premiums Due from Agents & Policyholders			0
18	Receivable from Parents, Subsidiaries & Affiliates			0
19	Receivable from Guaranty Associations - Early Access Payments			0
20	Other Receivables			0
	Due from Agents for Return Commissions	0	35,717	35,717
Other Assets				
21	FF&E			0
22	Other Assets			0
	Total Assets	2,215,210	1,682,766	(532,443)

New Century Insurance Company
Statement of Net Liabilities

For Period Ending
02/28/26

Line		02/28/26
1	Secured Claims	
2	APF Loan	
3	Special Deposit Claims	
Administrative Claims - Class 1		
4	Administrative Claims - State/Receiver	
	Special Deputy Receiver, Subcontractors Fees & Expenses	78,729
	Liquidation Oversight	
	Special Master's Fees	
5	Administrative Claims - Guaranty Assns	
	Administrative Expense Paid	90,036
	Administrative Expense Reserves	
6	LAE - Guaranty Assns	
	LAE Paid	253,131
	LAE Reserves	191,750
Policy Claims - Class 2		
7	Loss Claims - Guaranty Assns	
	Loss Claims Paid	1,569,609
	Loss Claims Reserves	2,198,136
8	Loss Claims - Other	
	Other Loss Claims Paid	
	Other Loss Claims Reserves	
9	LAE - Other	
10	Unearned & Advance Premium Claims - GA	950,722
11	Unearned & Advance Premium Claims - Other	286
Other Liabilities		
12	Class 3 Claims	
13	Class 4 Claims	
14	Class 5 General Unsecured Creditor Claims	242,672
15	Class 5 Reinsurance Related Unsecured Claims	2,391,984
16	Class 6 Claims	
17	Class 7 Claims	
18	Class 8 Claims	
19	Class 9 Claims	
20	Class 10 Interest	
21	Class 11 Claims	
22	Other Liabilities	
	Unclaimed Property Liability	
	Total Liabilities	7,967,054
23	Total Equity/(Deficit) Excess (Deficiency) of Assets over Liabilities	(6,284,287)
	Total Liabilities & Equity	1,682,766

**New Century Insurance Company
Statement of Net Liabilities**

**For Period Ending
02/28/26**

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Ref. No.

4 Special Deputy Receiver, Subcontractors Fees & Expenses

Accounts payables related to the receivership administration.

5 Administrative Claims - Guaranty Assns

Administrative expenses per information received from TPCIGA.

6 LAE - Guaranty Assns

LAE balances per claim information received from TPCIGA.

7 Loss Claims - Guaranty Assns

Loss balances per claim information received from TPCIGA.

10 Unearned & Advance Premium Claims - GA

Unearned premiums and advance premiums as reported by the SDR to TPCIGA.

11 Unearned & Advance Premium Claims - Other

Unearned premiums not subject to TPCIGA fund coverage.

14 Class 5 General Unsecured Creditor Claims

Primarily includes amounts due to Texas FAIR Plan Association and amounts due to affiliates.

15 Class 5 Reinsurance Related Unsecured Claims

Ceded premiums payable primarily related to 2025 premium adjustment calculation.

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**New Century Insurance Company
Changes in Net Liabilities**

**For the Quarter Ending
2/28/2026**

Line		11/30/25	02/28/26	Change
1	Secured Claims			0
2	APF Loan			0
3	Special Deposit Claims			0
Administrative Claims - Class 1				
4	Administrative Claims - State/Receiver			0
	Special Deputy Receiver, Subcontractors Fees & Expenses	117,354	78,729	(38,625)
	Liquidation Oversight			0
	Special Master's Fees			0
5	Administrative Claims - Guaranty Assns			0
	Administrative Expense Paid	0	90,036	90,036
	Administrative Expense Reserves			0
6	LAE - Guaranty Assns			0
	LAE Paid	49,731	253,131	203,400
	LAE Reserves	176,377	191,750	15,372
Policy Claims - Class 2				
7	Loss Claims - Guaranty Assns			0
	Loss Claims Paid	370,422	1,569,609	1,199,188
	Loss Claims Reserves	3,002,556	2,198,136	(804,420)
8	Loss Claims - Other			0
	Other Loss Claims Paid			0
	Other Loss Claims Reserves			0
9	LAE - Other			0
10	Unearned & Advance Premium Claims - GA	951,008	950,722	(286)
11	Unearned & Advance Premium Claims - Other	0	286	286
Other Liabilities				
12	Class 3 Claims			0
13	Class 4 Claims			0
14	Class 5 General Unsecured Creditor Claims	243,887	242,672	(1,215)
15	Class 5 Reinsurance Related Unsecured Claims	0	2,391,984	2,391,984
16	Class 6 Claims			0
17	Class 7 Claims			0
18	Class 8 Claims			0
19	Class 9 Claims			0
20	Class 10 Interest			0
21	Class 11 Claims			0
22	Other Liabilities			0
	Unclaimed Property Liability	78,861	0	(78,861)
	Total Liabilities	4,990,195	7,967,054	2,976,858
23	Total Equity/(Deficit) Excess (Deficiency) of Assets over Liabilities	(2,774,985)	(6,284,287)	(3,509,302)
	Total Liabilities & Equity	2,215,210	1,682,766	(532,443)

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**New Century Insurance Company
Sources & Uses of Cash**

**For Period Ending
02/28/26**

	Qtr Ending Feb-2026
Income	
Premium Receipts	0
Agents' Balances Received	0
Reinsurance Recoveries	48,549
Salvage & Subrogation Recoveries	0
Affiliates Recovery	0
Settlement/Litigation Recovery	0
Other Receipts	0
Sale of Real & Personal Property	0
Investment Sales/Receipts	0
Other Asset Receipts	0
Total Receipts from Assets/Receivables	48,549
Interest & Dividend Receipts, EA Interest	15,407
Cash Deposit Interest	0
Total Cash Receipts	63,956
Disbursements	
SDR Fees & Expenses	205,585
Subcontractor Legal Fees & Expenses	8,975
Subcontractor Other Fees & Expenses	1,625
Non-Subcontractor Fees & Expenses	0
Other Expenses	66,104
RLO Fees & Expenses	31,027
Total Disbursements for Operations	313,317
Loss Claims & LAE Expense Payments	0
Early Access Payments - GA	0
Refunds & Other Distributions	0
Total Cash Distributions	0
Total Cash Disbursements & Distributions	313,317
Net Increase(Decrease) in Cash	(249,360)
Cash at Beginning of Period	1,857,771
Cash at End of Period	1,608,411

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Robert Nunnally, Jr. on behalf of Robert Nunnally, Jr.

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Status as of 3/12/2026 5:26 PM CST

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