STATE OF MICHIGAN CIRCUIT COURT FOR THE 30TH JUDICIAL CIRCUIT INGHAM COUNTY

PATRICK MCPHARLIN, DIRECTOR OF THE DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES,

Case No. 15-948-CR

Petitioner.

HON. JAMES S. JAMO

v

[IN LIQUIDATION]

CONSUMERS MUTUAL INSURANCE OF MICHIGAN.

Respondent.

In Re: Consumers Mutual Insurance of Michigan v Allegiance Health

PROVIDER PETITION

No. 4

Christopher L. Kerr (P57131) Aaron W. Levin (P81310) Assistant Attorneys General Attorneys for Petitioner Corporate Oversight Division P. O. Box 30755

Lansing, MI 48909 (517) 373-1160

ORDER GRANTING PETITION FOR ESTABLISHMENT OF COURT PROCEDURES TO ADJUDICATE LIQUIDATOR'S CLAIMS AGAINST ALLEGIANCE HEALTH

At a session of said Court held in the Circuit Courtrooms for the County of Ingham,
State of Michigan, on the

May of November, 2018.

PRESENT: HONORABLE JAMES S. JAMO, CIRCUIT COURT JUDGE

WHEREAS, Patrick M. McPharlin, Director of the Michigan Department of Insurance and Financial Services and duly appointed Liquidator of Consumers Mutual Insurance of Michigan (the "Liquidator"), has filed a Petition for Establishment of Court Procedures to Adjudicate Liquidator's Claims against Allegiance Health (the "Petition"); and

WHEREAS, as described in the Petition, there is an unresolved dispute requiring this Court's review and adjudication that has been raised by the Liquidator regarding refunds of overpayments made to Allegiance Health and the determinations on those claims made by the Liquidator and his appointed Special Deputy Liquidator James Gerber (the "Special Deputy Liquidator"); and

WHEREAS, the Court therefore finds it appropriate for the Court's orderly, thorough, and fair adjudication of this dispute, as well as in the interest of judicial economy, to set a schedule for Allegiance Health's response and oral argument and to establish certain other procedures governing the Court's adjudication of this dispute;

NOW, THEREFORE, IT IS HEREBY ORDERED that the Court GRANTS the Liquidator's Petition, and the Court will adjudicate the Liquidator's unresolved claims regarding refunds of overpayments made to Allegiance Health, as described more fully in the Petition and the Exhibits attached thereto.

IT IS FURTHER ORDERED that the Court's adjudication of the Liquidator's claims against Allegiance Health is governed by the following procedures:

- 1) Allegiance Health will file a response to the Petition with the Court and serve its response on the Liquidator's counsel within 30 days of the date of this Order.
- 2) The Court will schedule oral argument to adjudicate the Liquidator's claims against Allegiance Health at an available date and time not earlier than 45 days after Allegiance Health files its response.
- 3) At least 7 days before the oral argument, the Liquidator may file a reply.

IT IS SO ORDERED.

Monorable James S Jamo

Circuit Court Judge