

CAUSE NO. D-1-GV-10-000454

STATE OF TEXAS,	§	IN THE DISTRICT COURT OF
	§	
Plaintiff,	§	
v.	§	TRAVIS COUNTY, TEXAS
	§	
RETIREMENT VALUE, LLC, et al,	§	
	§	
Defendants.	§	126 th JUDICIAL DISTRICT

**RECEIVER'S TWENTY-FOURTH MOTION FOR
APPROVAL OF PAYMENT OF PROFESSIONALS**

Eduardo S. Espinosa, court-appointed receiver for Retirement Value, LLC, moves this Court for approval of his planned payment of fees for various professionals other than himself and his counsel.

BACKGROUND

In its order appointing the Receiver (the Agreed TI), the Court authorized the Receiver to retain professionals to assist him in fulfilling his duties to the Court. In addition to his counsel at Akerman LLP, the Receiver has retained the following professionals to assist in the management of the estate:

- The Asset Servicing Group (ASG) to (i) act as portfolio managers; (ii) advise the Receiver as to the policies' value and viability; and (iii) provide industry and asset management expertise.
- BKD, LLP to act as accountants; maintain and analyze the books and records of Retirement Value and of the Receiver; provide tax advice and return preparation services; and advice regarding accounting standards, practices and procedures.
- Lewis & Ellis, Inc. (L&E) to act as actuarial consultants and provide actuarial analyses of the estate's policies.

The assistance of these professionals is necessary to the effective management of the receivership estate and to maximize the recovery available for the investor victims.

Pursuant to the Agreed TI, the Receiver is to submit to the Court and the parties of record a request for payment of expenses related to professionals. If no objection is filed with the Court within 10 days of filing, then the Receiver can pay the expenses without further order of the Court. Agreed TI at 15.

APPLICATION FOR PAYMENT

By this application, the Receiver seeks authority to pay ASG for services rendered in January 2017, and between August 2017 and March, 2018 (“ASG Application Period”), and for BKD for services rendered between April 2017 and September 2017 (“BKD Application Period”).

I. Asset Servicing Group

The Receiver retained ASG to act as portfolio manager for the estate’s 44 (originally 54) policies of life insurance. ASG’s fees represent ASG’s monthly servicing fee as well as fees and expenses related to optimization of premiums, and the collection of the insureds’ updated health information. In addition, ASG provided expert and consulting services in connection with the due diligence efforts associated with evaluating alternative plans of distribution. ASG’s fee for services rendered during ASG Application Period is \$22,862.50, net of credits. Copies of ASG’s invoices numbers 2163, 2319, 2349, 2372, 2378, 2412, 2426, 2467 and 2495, in the amounts of \$3,878.90, \$3,812.24, \$3,757.74, \$3,692.10, \$3,683.22 \$3,683.22, \$3,758.20, \$3,758.20, and \$4,850.29, respectively, are attached as **Exhibit A**. Copies of ASG’s credit memos numbers 1516CR and 1697CR, in the amounts of \$3,932.50, and \$3,951.85, respectively, are attached as **Exhibit B**. ASG further acknowledges and the estate will deduct an additional credit of \$4,127.26 for which a credit memo has not been issued.

The services that ASG provides include Policy Administration (payment of premiums, correspondence with insurers), Death Tracking, Claims Processing, Verification of Policies, Premium Optimization and Policy Valuation. These services are essential to the proper maintenance and management of the portfolio.

II. BKD, LLP

The Receiver has retained BKD to provide accounting services for the estate. BKD maintains the receivership's books, and restated Retirement Value's books to more accurately reflect the company's true financial condition. This requires reconciliation of multiple accounts (policy account, balance sheet account, accounts receivable account and customer and vendor accounts) and payment of monthly accounts payable. The Receiver has also entered into a separate agreement with BKD to provide the estate with tax services. BKD's hourly rates for tax services range from \$130/hour for staff to \$365/hour for partner time. In this instance BKD has agreed to (i) cap its partners' billing rate at \$325/hour; and (ii) set a target-blended rate of \$225. In addition to fulfilling the estate's bookkeeping function (administering accounts payable, accounts receivable and bank reconciliations), prepared the cash use and source report, and maintains and updates investor contact information. BKD's fee for services rendered during BKD Application Period is \$4,385.00. A copy of BKD's invoice number BKD00821623 is attached as **Exhibit C**.

ARGUMENT

The Receiver has broad authority to hire consultants and experts to assist him in the fulfillment of his duties. Pursuant to the Agreed TI, the Receiver is authorized to "hire employees, contractors, consultants ... or other assistants under terms to be determined by the Receiver, whose services, in the sole discretion of the Receiver, are necessary for the efficient

and accurate administration of the receivership estate.” Agreed TI at 14, ¶ 8. The services provided by ASG and BKD are required for the administration of the estate and can be performed by these providers more efficiently and at lower cost than the Receiver or his counsel can perform them. The fees charged by each vendor are reasonable and necessary.

ACCORDINGLY the Receiver respectfully requests that this Court approve the proposed payments requested herein.

Respectfully submitted,

By: /s/ Michael D. Napoli
Michael D. Napoli
State Bar No. 14803400

AKERMAN LLP
2001 Ross Avenue, Suite 3600
Dallas, Texas 75201
Telephone: (214) 720-4300
Facsimile: (214) 720-8116
michael.napoli@akerman.com

**COUNSEL FOR EDUARDO S. ESPINOSA,
RECEIVER**

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been forwarded to all counsel of record listed below, through the electronic filing manager if that counsel's e-mail address is on file or via e-mail, if not, on this 19th day of April, 2018.

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jmcconnell@gbkh.com
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Dallas, Texas 75248
(214) 642-0881
(972) 782-4540 fax
mghammondlaw@gmail.com
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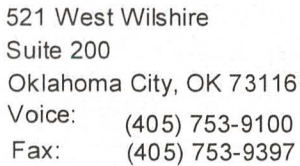
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INTERVENORS**

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(512) 495-6093 fax
cgalant@mcginnislaw.com
nlaurent@mcginnislaw.com
**COUNSEL FOR THIRD PARTY DEFENDANTS
RON JAMES, DON JAMES, AND JAMES
SETTLEMENT SERVICES**

/s/ Michael D. Napoli
Michael D. Napoli

EXHIBIT A



Invoice Number: 2163
Invoice Date: Jan 1, 2017
Page: 1

Bill To:
Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Ship to:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Payment Terms	
Retirement Value		Net 15 Days	
Contact			Due Date
			1/16/17

[illegible]

Thank you for your business!

Subtotal	3,878.90
Sales Tax	
Total Invoice Amount	3,878.90
Payment/Credit Applied	
TOTAL	\$ 3,878.90

521 West Wilshire
Suite 200
Oklahoma City, OK 73116
Voice: (405) 753-9100
Fax: (405) 753-9397

SERVICE INVOICE

Invoice Number: 2319
Invoice Date: Aug 10, 2017
Page: 1

Bill To:
Retirement Value LLC ATTN: Eduardo S. Espinosa 1201 Elm Street, Suite 3300 Dallas, TX 75270

Ship to:
Retirement Value LLC ATTN: Eduardo S. Espinosa 1201 Elm Street, Suite 3300 Dallas, TX 75270

Customer ID	Customer PO	Payment Terms	
Retirement Value		Net 15 Days	
Contact			Due Date
			8/25/17

Quantity	Description	Unit Price	Amount
46.00	ASG Policy Management Fee- August	80.07	3,683.22
	UPS/Postage		17.02
	PO Box		112.00

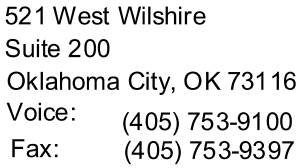
Subtotal	3,812.24
Sales Tax	
Total Invoice Amount	3,812.24
Payment/Credit Applied	
TOTAL	\$ 3,812.24

Thank you for your business!



RETIREMENT VALUE
Job Ledger Report
For the Period From Jul 1, 2017 to Jul 31, 2017

Job ID	GL Acct ID	GL Acct Description	Trx Date	Trans Description	ASG Cost	ASG Fee	Amount Due
rtv	70720	UPS/Postage	7/13/17	Postage - INSURED UPDATE	17.02		
					17.02		17.02
	73500	Misc Expense	7/6/17	Postmaster - RV PO Box Renewal	112.00		
					112.00		112.00
rtv				Expenses 7/1 - 7/31	129.02		129.02



Invoice Number: 2349
Invoice Date: Sep 14, 2017
Page: 1

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Quantity	Description	Unit Price	Amount
46.00	ASG Policy Management Fee- September	80.07	3,683.22
	UPS/Postage		74.52

Subtotal	3,757.74
Sales Tax	
Total Invoice Amount	3,757.74
Payment/Credit Applied	
TOTAL	\$ 3,757.74



**Retirement Value
Job Ledger Report
For the Period From Aug 1, 2017 to Aug 31, 2017**

Job ID	GL Acct ID	GL Acct Description	Trx Date	Trans Description	ASG Cost	ASG Fee	Amount Due
rtv	70720	Postage	8/31/17	Postage - INSURED UPDATES	74.52		
					74.52		74.52
rtv					74.52		74.52



SERVICE & PREMIUM INVOICE

521 W. Wilshire #200
Oklahoma City, OK 73116

Voice: (405) 753-9100
Fax: (405) 753-9397

Invoice Number: 2372
Invoice Date: Oct 18, 2017
Page: 1

Bill To:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Ship to:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Payment Terms	
Retirement Value		Net 15 Days	
Contact			Due Date
			11/1/17

Quantity	Description	Unit Price	Amount
46.00	ASG Policy Management Fee- October	80.07	3,683.22
	UPS/Postage		8.88

Thank you for your business!

Subtotal	3,692.10
Sales Tax	
Total Invoice Amount	3,692.10
Payment/Credit Applied	
TOTAL	3,692.10



RETIREMENT VALUE
Job Ledger Report
For the Period From Sep 1, 2017 to Sep 30, 2017

Job ID	GL Acct ID	GL Acct Description	Trx Date	Trans Description	ASG Cost	ASG Fee	Amount Due
rtv	70720	Postage	9/30/17	Postage - Mailer	8.88		
					8.88		8.88
rtv	Expenses 9/1 - 9/30				8.88		8.88



SERVICE & PREMIUM INVOICE

521 W. Wilshire #200
Oklahoma City, OK 73116

Voice: (405) 753-9100
Fax: (405) 753-9397

Invoice Number: 2378
Invoice Date: Nov 7, 2017
Page: 1

Bill To:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Ship to:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Payment Terms	
Retirement Value		Net 15 Days	
Contact			Due Date
			11/22/17

Quantity	Description	Unit Price	Amount
46.00	ASG Policy Management Fee- November	80.07	3,683.22

Thank you for your business!

Subtotal	3,683.22
Sales Tax	
Total Invoice Amount	3,683.22
Payment/Credit Applied	
TOTAL	3,683.22



SERVICE & PREMIUM INVOICE

521 W. Wilshire #200
Oklahoma City, OK 73116

Voice: (405) 753-9100
Fax: (405) 753-9397

Invoice Number: 2412
Invoice Date: Dec 12, 2017
Page: 1

Bill To:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Ship to:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Payment Terms	
Retirement Value		Net 15 Days	
Contact			Due Date
			12/27/17

Quantity	Description	Unit Price	Amount
46.00	ASG Policy Management Fee- December	80.07	3,683.22

Thank you for your business!

Subtotal	3,683.22
Sales Tax	
Total Invoice Amount	3,683.22
Payment/Credit Applied	
TOTAL	3,683.22



SERVICE & PREMIUM INVOICE

521 W. Wilshire #200
Oklahoma City, OK 73116

Voice: (405) 753-9100
Fax: (405) 753-9397

Invoice Number: 2426
Invoice Date: Jan 9, 2018
Page: 1

Bill To:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Ship to:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Payment Terms	
Retirement Value		Net 15 Days	
Contact			Due Date
			1/24/18

Quantity	Description	Unit Price	Amount
46.00	ASG Policy Management Fee- January (CPI Increase per contract)	81.70	3,758.20

Thank you for your business!

Subtotal	3,758.20
Sales Tax	
Total Invoice Amount	3,758.20
Payment/Credit Applied	
TOTAL	3,758.20



SERVICE & PREMIUM INVOICE

521 W. Wilshire #200
Oklahoma City, OK 73116

Voice: (405) 753-9100
Fax: (405) 753-9397

Invoice Number: 2467
Invoice Date: Feb 13, 2018
Page: 1

Bill To:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Ship to:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Payment Terms	
Retirement Value		Net 15 Days	
Contact			Due Date
			2/28/18

Quantity	Description	Unit Price	Amount
46.00	ASG Policy Management Fee- February	81.70	3,758.20

Thank you for your business!

Subtotal	3,758.20
Sales Tax	
Total Invoice Amount	3,758.20
Payment/Credit Applied	
TOTAL	3,758.20



SERVICE & PREMIUM INVOICE

521 W. Wilshire #200
Oklahoma City, OK 73116

Voice: (405) 753-9100
Fax: (405) 753-9397

Invoice Number: 2495
Invoice Date: Mar 14, 2018
Page: 1

Bill To:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Ship to:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Payment Terms	
Retirement Value		Net 15 Days	
Contact			Due Date
			3/29/18

Quantity	Description	Unit Price	Amount
44.00	ASG Policy Management Fee- March	81.70	3,594.80
	UPS Charges		90.63
	Death Certificate Reimbursement		21.00
	Death Processing RV033		571.93
	Death Processing Fee RV015		571.93

Subtotal	4,850.29
Sales Tax	
Total Invoice Amount	4,850.29
Payment/Credit Applied	
TOTAL	4,850.29

Thank you for your business!



**Retirement Value
Job Ledger Report
For the Period From Feb 1, 2018 to Feb 28, 2018**

Job ID	GL Acct ID	GL Acct Description	Trx Date	Trans Description	ASG Cost	ASG Fee	Amount Due
rtv	70720	Shipping/Postage	2/10/18	UPS - RV	40.71		
			2/17/18	UPS - RV	49.92		
					90.63		90.63
	70760	Death Certificates	2/27/18	Orange County Clerk-Recorder - RV015	21.00		
					21.00		21.00
					111.63		111.63
rtv	Expenses 2/1 - 2/28				111.63		111.63

EXHIBIT B

02 - Asset Servicing Group, L.L.C.

521 W. Wilshire #200
Oklahoma City, OK 73116

Voice: (405) 753-9100
Fax: (405) 753-9397

CREDIT MEMO

Credit Memo Number: 1516CR
Credit Date: Mar 8, 2017
Page: 1
Duplicate

Credit To:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Sales Rep ID
Retirement Value		

Quantity	Item	Description	Unit Price	Amount
		Overpayment of invoice #1516		-3,932.50
Subtotal				-3,932.50
Sales Tax				
Freight				
TOTAL				-3,932.50

Invoice No:

02 - Asset Servicing Group, L.L.C.

521 W. Wilshire #200
Oklahoma City, OK 73116

Voice: (405) 753-9100

Fax: (405) 753-9397

CREDIT MEMO

Credit Memo Number: 1697CR

Credit Date: Mar 8, 2017

Page: 1

Duplicate

Credit To:

Retirement Value LLC
ATTN: Eduardo S. Espinosa
1201 Elm Street, Suite 3300
Dallas, TX 75270

Customer ID	Customer PO	Sales Rep ID
Retirement Value		

Quantity	Item	Description	Unit Price	Amount
-1.00		Overpayment of Invoice 1697	3,951.85	-3,951.85
Subtotal				-3,951.85
Sales Tax				
Freight				
TOTAL				-3,951.85

Invoice No:

EXHIBIT C



Two Warren Place
6120 S. Yale Avenue, Suite 1400
Tulsa, OK 74136-4223
918.584.2900 Fax: 918.584.2931

BKD Tax ID#: 44-0160260

INVOICE

Retirement Value LLC, Receiver
1717 Main Street Suite 4200
Dallas TX 75201

AMOUNT ENCLOSED

\$

Date: 12/15/17

Page: 1

Client#: 0065995 - Invoice#: BK00821623

Please return top portion with payment

Client#: 0065995 - Invoice#: BK00821623

Professional Services provided in connection with the preparation of the 2016 income tax return and Texas Franchise return. 2,500.00

Professional services provided in connection with: Accounting service for 2nd & 3rd quarter 2017, which includes monthly accounts payable and cash receipts, reconcile bank accounts and AJEs to reconcile the balance sheet accounts. This also includes changing investor addresses, updating investor accounts, researching and reprinting investor distribution checks. 1,885.00

14.5 hrs @ \$130 (agreed upon amount)

Invoice Total

\$ 4,385.00

Invoices are due upon receipt unless detailed in engagement letter.

Thank you for your business!

BKD, LLP • Two Warren Place • 6120 S. Yale Avenue, Suite 1400 • Tulsa, OK 74136-4223
Phone 918.584.2900 • Fax 918.584.2931