

**IN THE UNITED STATES DISTRICT COURT  
FOR THE SOUTHERN DISTRICT OF FLORIDA  
CASE NO. 20-CV-81205-RAR**

SECURITIES AND EXCHANGE  
COMMISSION,

Plaintiff,

v.

COMPLETE BUSINESS SOLUTIONS  
GROUP, INC. d/b/a PAR FUNDING, *et al.*,

Defendants.

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**RECEIVER RYAN K. STUMPHAUZER'S  
QUARTERLY STATUS REPORT DATED MAY 2, 2022**

Ryan K. Stumphauzer, Esq., Court-Appointed Receiver ("Receiver") of the Receivership  
Entities,<sup>1</sup> pursuant to the requirements of the Amended Order Appointing Receiver [ECF No. 141],

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<sup>1</sup> The "Receivership Entities" are Complete Business Solutions Group, Inc. d/b/a Par Funding ("Par Funding"); Full Spectrum Processing, Inc. ("Full Spectrum"); ABetterFinancialPlan.com LLC d/b/a A Better Financial Plan; ABFP Management Company, LLC f/k/a Pillar Life Settlement Management Company, LLC; ABFP Income Fund, LLC; ABFP Income Fund 2, L.P.; United Fidelis Group Corp.; Fidelis Financial Planning LLC; Retirement Evolution Group, LLC; RE Income Fund LLC; RE Income Fund 2 LLC; ABFP Income Fund 3, LLC; ABFP Income Fund 4, LLC; ABFP Income Fund 6, LLC; ABFP Income Fund Parallel LLC; ABFP Income Fund 2 Parallel; ABFP Income Fund 3 Parallel; ABFP Income Fund 4 Parallel; ABFP Income Fund 6 Parallel; ABFP Multi-Strategy Investment Fund LP; ABFP Multi-Strategy Investment Fund 2 LP; MK Corporate Debt Investment Company LLC; Capital Source 2000, Inc.; Fast Advance Funding LLC; Beta Abigail, LLC; New Field Ventures, LLC; Heritage Business Consulting, Inc.; Eagle Six Consultants, Inc.; 20 N. 3rd St. Ltd.; 118 Olive PA LLC; 135-137 N. 3rd St. LLC; 205 B Arch St Management LLC; 242 S. 21st St. LLC; 300 Market St. LLC; 627-629 E. Girard LLC; 715 Sansom St. LLC; 803 S. 4th St. LLC; 861 N. 3rd St. LLC; 915-917 S. 11th LLC; 1250 N. 25th St. LLC; 1427 Melon St. LLC; 1530 Christian St. LLC; 1635 East Passyunk LLC; 1932 Spruce St. LLC; 4633 Walnut St. LLC; 1223 N. 25th St. LLC; Liberty Eighth Avenue LLC; The LME 2017 Family Trust; Blue Valley Holdings, LLC; LWP North LLC; 500 Fairmount Avenue, LLC; Recruiting and Marketing Resources, Inc.; Contract Financing Solutions, Inc.; Stone Harbor Processing LLC; and LM Property Management LLC; and the Receivership also includes the properties located at 568 Ferndale Lane, Haverford PA 19041; 105 Rebecca Court, Paupack, PA

hereby files this Quarterly Status Report dated May 2, 2022. By way of summary, the Receivership Estate consists of, among other things, approximately \$60 million of real property, \$3 million in other tangible assets the Receiver has brought into the Receivership Estate (including boats, cars, artwork, and luxury watches), and \$103,527,145 in cash (as of March 31, 2022). As of April 29, 2022, the current cash balance was \$105,672,519.

**I. Overall Administration of Receivership Estate**

**A. Quarterly Report of Receivership Estate**

Pursuant to the requirements of the Amended Order Appointing Receiver [ECF No. 141], attached as Exhibit 1 is a full report and accounting reflecting (to the best of the Receiver's knowledge as of the period covered by the report) the existence, value, and location of all Receivership Property, and of the extent of liabilities, both those claimed to exist by others and those the Receiver believes to be legal obligations of the Receivership Estates (the "Quarterly Report"). The Quarterly Report contains the following information: (1) summary of the operations of the Receiver; (2) the amount of cash on hand, the amount and nature of accrued administrative expenses, and the amount of unencumbered funds in the estate; (3) a schedule of all the Receiver's receipts and disbursements (attached as Exhibit A to the Quarterly Status Report), with one column for the quarterly period covered and a second column for the entire duration of the receivership; (4) a description of all known Receivership Property, including approximate or actual valuations, anticipated or proposed dispositions, and reasons for retaining assets where no disposition is intended; (5) a description of liquidated and unliquidated claims held by the Receivership Estate, including the need for forensic and/or investigatory resources; approximate valuations of claims;

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18451; 107 Quayside Dr., Jupiter FL 33477; 2413 Roma Drive, Philadelphia, PA 19145; 159 26th Street, Avalon, NJ 08202; and 164 84th Street, Stone Harbor, NJ 08247.

and anticipated or proposed methods of enforcing such claims (including likelihood of success in: (i) reducing the claims to judgment; and, (ii) collecting such judgments); (6) a list of all known creditors with their addresses and the amounts of their claims; (7) the status of Creditor Claims Proceedings, after such proceedings have been commenced; and (8) the Receiver's recommendations for a continuation or discontinuation of the receivership and the reasons for the recommendations, as required pursuant to Paragraphs 53 and 54 of the Amended Order Appointing Receiver dated August 13, 2020 [ECF No. 141].

**B. Increase in Net Assets Versus Costs and Expenses, Including Professional Fees**

The Receivership was established in July 2020 and, therefore, has been in existence over the period of seven (7) calendar quarters. In each of these calendar quarters, the Receiver's collection efforts and other recoveries have outpaced the costs and expenses, including professional fees, the Receiver and his professional team have incurred in obtaining these recoveries and otherwise managing the Receivership Estate. Attached as Exhibit 2 is a Net Asset Schedule for the duration of the Receivership reflecting this information. This schedule demonstrates, on a quarter-by-quarter basis, the total assets recovered by the Receivership, the total expenses and disbursements incurred by the Receivership, and the Net Asset Value of the Receivership Estate. As reflected in the following graph, the total assets recovered have outpaced the expenses and disbursements during every quarter of the Receivership, thereby leading to a consistent growth of the Net Asset Value of the Receivership Estate:<sup>2</sup>

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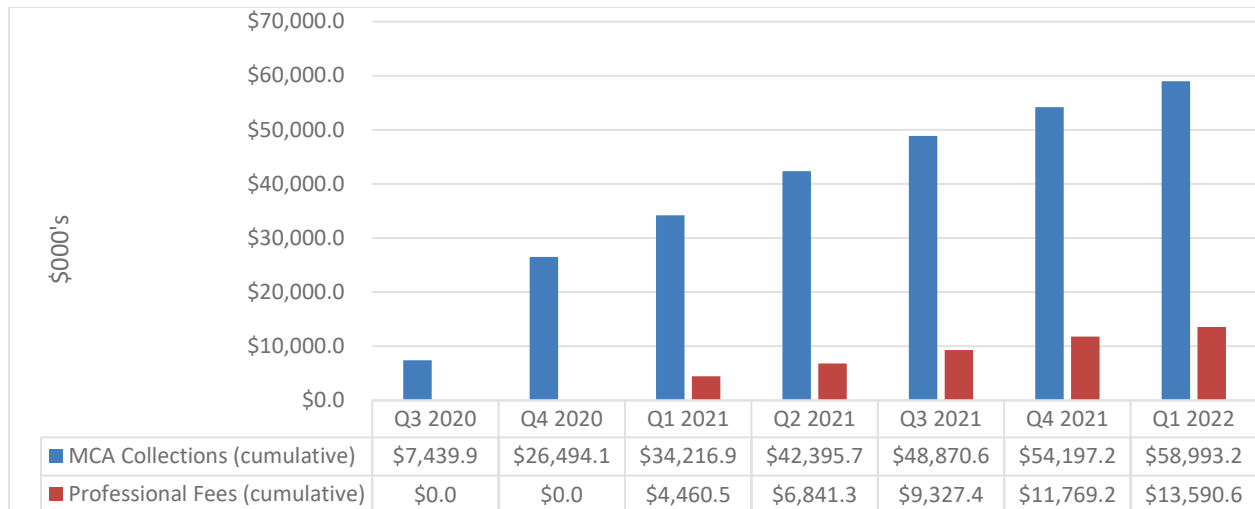
<sup>2</sup> For comparison purposes, the Defendants have argued that they were collecting considerably more than the Receiver on the CBSG merchant portfolio. *See, e.g.*, ECF No. 149, Defendants' Joint Response to Receiver's September 8, 2020 Status Report at p. 8 ("Moreover, long before and through July 27, 2020, Par Funding was collecting approximately \$1.5M per day in merchant ACH and wire payments. After the Receiver was appointed, ACH processing was halted . . . "); ECF No. 355, Defendants' Joint Response to Receiver's October 6, 2020 Status Report at p. 6 (explaining that COVID-19 and the resulting payment modifications "lowered Par merchant

<i>\$000's</i>	Q3/Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Total
Professional Fees <sup>3</sup>	\$0.0	\$4,460.5	\$2,380.8	\$2,486.1	\$2,441.8	\$1,821.4	\$13,590.6
Legacy Cash	\$37,710.8	\$2,109.7	\$0.0	\$0.0	\$1,180.6	\$2,532.9	\$43,534.1
MCA Receipts	\$26,494.1	\$7,722.8	\$8,178.8	\$6,474.9	\$5,326.5	\$4,796.1	\$58,993.2
Real Estate	\$0.0	\$53,231.9	\$485.0	\$422.0	\$505.0	\$4,076.5	\$58,720.4
Other Net Assets	\$982.5	\$2,837.4	\$2,024.0	\$3,082.9	\$5,076.2	\$1,771.9	\$15,774.9
Change in NAV	\$65,187.38	\$61,441.30	\$8,307.08	\$7,493.72	\$9,646.55	\$11,356.04	\$163,432.1
Fees as % of change in NAV	0.0%	7.3%	28.7%	33.2%	25.3%	16.0%	8.3%

These trends similarly apply when looking solely at the MCA collections, without factoring in the legacy cash, real estate, or other net assets the Receiver has brought into the Receivership Estate:

deposits from about \$2.2 million per day (in mid-March 2020), down to about \$1 million per day on or about April 1, 2020,” “but that by July 27, 2020, the date the Receiver was appointed, “Par merchant deposits were up to about \$1.5 million per day”). Of course, the Receiver has not advanced any new funds to merchants and, therefore, all of the Receiver’s collections are on old MCA accounts, which were generally supposed to be repaid over a period of three to six months. Additionally, the Defendants’ purported collections numbers are gross figures that do not account for the amount of cash CBSG was advancing to its merchants, or the fact that a material portion of CBSG’s collections were, in fact, “reloads” which, as described in previous court filings and status hearings, is a transaction whereby an existing merchant-customer is extended a new, additional cash advance, and then uses some or all of it to repay a previous cash advance (which, many times, was also in default and reloaded—perhaps multiple rounds over). These repeated, round-trip reloads explain why a merchant like B&T Supply, which initially had its credit limit set at \$27,600, accumulated an outstanding balance of \$91 million, representing \$20.4 million of cash advanced and more than \$68 million in “fees.” See ECF No. 426-1 Declaration of Bradley Sharp, ¶¶ 28-33). As the Receiver has explained previously, the prior management of CBSG provided many new advances in the form of “reloads” to merchants. Before the merchant paid off its account balance, CBSG would advance additional funds to the merchant, with a portion of that new advance (and, in some instances, the entire new advance) being applied as a “payment” against the outstanding balance. In other words, the merchant would use CBSG’s own money to pay back the old advance. Over the course of approximately seven (7) years prior to the Receivership, CBSG generated a total of \$39.1 million in net MCA recoveries. Attached as Exhibit 3 is a chart reflecting the CBSG pre-receivership financial activity, including net MCA recoveries. By contrast, over the course of 7 quarters, the Receiver has achieved net MCA recoveries for the MCA Receivership Entities—CBSG, CFS, and FAF—in the amount of \$58.9 million.

<sup>3</sup> The Receiver files his applications for the payment of Professional Fees 45 days after the close of each calendar quarter. As a result, Professional Fees are necessarily paid after the calendar quarter in which they are incurred.



Given the Receiver's ongoing collection efforts against Par Funding merchants, litigation efforts, pursuit of other sources of recovery, and management of Receivership assets, the Receiver anticipates that the Net Asset Value of the Receivership Estate will continue to grow in the upcoming calendar quarters as the Receivership continues.

## **II. Update on Other Assets Included within the Receivership Estate**

### **A. Accounts Receivable and Collection Activities**

At the time of his appointment, the Receiver obtained control over \$28,779,570 in cash held by the various original Receivership Entities. As a result of various Orders expanding the Receivership, the Receiver obtained an additional \$14,756,649 in cash held by the additional Receivership Entities. The Receiver has also acquired an additional \$79,964,096 in cash through collections, settlements, and other recoveries. After accounting for expenses, the total cash balance was \$103,527,145 as of March 31, 2022. As of April 29, 2022, the current cash balance was \$105,672,519.

### **B. Collection Efforts Through Outside Collection Company**

Altus Receivables Management, Inc. ("Altus") is a national collection company that the Receiver has engaged on a contingency fee recovery basis. Altus is seeking to collect judgments

previously entered against select non-performing, non-bankruptcy merchants, guarantors, and counterparties that had outstanding balances and/or were otherwise in default at the time of the establishment of the receivership (collectively “merchants”). Thus, these recovery efforts are being pursued in the ordinary course of the administration and operation of the receivership.

The judgments against these merchants are being exemplified under Pennsylvania law and will be domesticated for legal action in the merchant’s home state and where assets may be found. The judgments referred to Altus range from low five (5)-figure balance accounts to accounts in excess of one million dollars (\$1,000,000), based upon the Receivership Entities’ records. Referrals began on January 9, 2022, and 149 exemplified judgments have since been referred to Altus with active collection efforts underway. Meanwhile the Receiver has initiated 29 actions against merchants in the Philadelphia Court of Common Pleas either through civil action complaints or confessions of judgment. The Receivership Estate has begun to receive offers of settlement through Altus’ collection activities, which the Receiver is considering and, where appropriate, approving when he deems the proposal to be in the best interests of the Receivership Estate. As additional judgments become available from the Pennsylvania Court, they will be assigned to Altus for further collection efforts.

### **C. Collection Activity and Settlements with ESC and HBC Counterparties**

To date, the Receiver has resolved, either through full payoffs of the amount owed or settlements, the account balances of 15 counterparties to agreements with Eagle Six Consultants, Inc. (“ESC”) and Heritage Business Consulting, Inc. (“HBC”). In addition, the Court has entered motions to lift the litigation injunction to allow the Receiver to pursue claims against several counterparties (and their guarantors) to agreements with ESC and HBC. [ECF No. 642; ECF No.

747; ECF No. 879]. The Receiver is in active litigation and/or settlement discussions with several of these counterparties for which the litigation injunction has been lifted.

**D. Settlement Discussions with Defendants**

Following the entry of consent judgments against several Defendants and the trial of Michael Furman, the SEC attempted to reach agreement with the Defendants on the amount of the orders of disgorgement and/or penalties to be entered against each of the Defendants. The SEC reached agreements with John Gissas, Dean Vagnozzi, and Perry Abbonizio, which resulted in the entry of a consent judgment against each of those Defendants [ECF Nos. 1133, 1165, 1169]. Under these judgements, Mr. Gissas, Mr. Vagnozzi, and Mr. Abbonizio agreed to pay additional amounts of cash and other assets into the Receivership Estate. Simultaneously, the Receiver entered into settlement agreements with Mr. Vagnozzi and Mr. Abbonizio to resolve all claims against them [ECF Nos. 1202, 1203].

The SEC was unable to reach an agreement with Joseph LaForte, Lisa McElhone, Joseph Cole Barleta, or Michael Furman regarding the amount of disgorgement and the penalty to be assessed against each of these Defendants. As a result, the SEC filed its Omnibus Motion for Final Judgments Against Defendants Michael Furman, Joseph Cole Barleta, Joseph LaForte, and Lisa McElhone [ECF No. 1214] on April 15, 2022. The Defendants have obtained an extension of time to respond to this motion through July 2, 2022 [ECF No. 1221]. The Court has indicated that once this motion is fully briefed, the Court will schedule a hearing on the motion and anticipates issuing a ruling on the motion before the end of the summer.

**E. Life Settlements**

Two of the Receivership Entities—ABFP Multi-Strategy Investment Fund LP (“MSIF”) and ABFP Multi-Strategy Investment Fund II LP (“MSIF II”)—own portfolios of life settlement

policies. Since the time of his appointment, the Receiver and his consultants at DSI have been managing these portfolios. These duties have included, among other things, the payment of premiums, corresponding with the insurers and servicers of these policies, and communicating with a potential third party regarding a valuation and potential purchase of these policies.

To date, the Receiver has not received a payout of any death benefits on the policies owned by MSIF. On April 26, 2022, however, the Receiver learned that two policies owned by MSIF matured with total death benefits payable in the amount of \$1,000,000.00. The Receiver expects to receive these death benefits in the current calendar quarter.

With respect to MSIF II, the Receiver was previously notified of the maturity of, and received the proceeds for, eight (8) of these policies, which amounted to gross death benefits totaling \$5,482,143. Over this reporting period, however, the Receiver did not learn of the maturity of any additional policies, and the Receiver did not receive any additional death benefits.

### **III. Receiver-Controlled Real Estate**

#### **A. Overview**

The Receiver controls 25 properties, either directly or indirectly owned by Lisa McElhone (collectively, the “Receiver-Controlled Properties”). Three (3) are single-family residential properties previously occupied by Joseph LaForte and McElhone (the “Single-Family Homes”). Two other properties historically have been used for business operations (the “CBSG Offices”). The remaining 20 Receiver-Controlled Properties are either commercial, residential, or mixed-use rental properties in Philadelphia. Prior to the Receivership, these properties were managed by OCF Realty LLC (“OCF”) at McElhone’s direction. The Receiver has retained OCF to continue its management services for these properties (the “OCF-Managed Properties”).



**1. Single-Family Homes**

McElhone holds title to 107 Quayside Drive in Jupiter Florida (the “Florida Home”). LWP North LLC holds title to 105 Rebecca Court in Paupack, Pennsylvania (the “Poconos Home”). Blue Valley Holdings, LLC holds title to 568 Ferndale Lane in Haverford Pennsylvania (the “Haverford Home”). Pursuant to an agreement with the Receiver, McElhone and LaForte may live in the Haverford Home, but may not occupy or otherwise use the Florida Home or Poconos Home. McElhone and LaForte pay the Receiver rent for the Haverford Home and pay all carrying costs (taxes, insurance, and maintenance) for all 3 Single-Family Homes.

**2. CBSG Offices**

The CBSG Offices, 20-22 North 3<sup>rd</sup> Street (4 units) and 205 B Arch Street, were historically occupied by CBSG-affiliated businesses. Prior to the Receiver’s control, the CBSG offices paid \$35,600.00 per month in rent to other McElhone-owned entities, which are now Receivership Entities (the “Related Party Rent Payments”). The Receiver has suspended Related Party Rent Payments as an unnecessary transfer of funds between Receivership Entities with no concomitant benefit to the Receivership Estate. The Receiver also has consolidated all CBSG business operations within the 20-22 North 3<sup>rd</sup> Street office suite. As a result, the 205 B Arch Street office is superfluous and the Receiver has instructed OCF to market it for rent.

**3. OCF-Managed Properties**

The 20 OCF-Managed Properties comprise 121 rental units (110 residential units and 11 commercial units). The following chart provides a property-by-property description of the number and type of units:

OCF Managed Properties/Description of Rental Units					
Properties	# of Units	# Residential	#Commercial	#Vacant	Notes
300 Market St.	13	12	1	1 Commercial	Prior to the Receiver's control, McElhone negotiated a rent reduction and early termination of the commercial lease. The reduced rent and early termination extended into the Receiver's period of control with the lease termination in April 2021. The commercial unit remains vacant due to market conditions in the Old City sub-market. OCF continues to market the unit for rent.
1427 Melon St.	24	24	0	0	
1530 Christian St.	3	3	0	0	
627-629 E. Girard Ave.	10	8	2	0	
861 N. 3 <sup>rd</sup> St.	4	3	1	0	
1223 N. 25 <sup>th</sup> St.	3	3	0	0	
4633 Walnut St.	4	4	0	0	
803 S. 4 <sup>th</sup> St.	2	2	0	0	
142 N. 2 <sup>nd</sup> St.	1	0	1	0	Owned by "803 S. 4 <sup>th</sup> St., LLC"
915-917 S. 11 <sup>th</sup> St.	6	6	0	0	
135-137 N. 3 <sup>rd</sup> St.	18	16	2	0	
500 Fairmount Ave.	6	5	1	0	
2413 Roma Drive	1	1	0	0	
118 Olive St.	1	1	0	0	
1250 N. 25 <sup>th</sup> St.	3	3	0	0	

OCF Managed Properties/Description of Rental Units					
Properties	# of Units	# Residential	#Commercial	#Vacant	Notes
1248 N. 25 <sup>th</sup> St., Unit A	1	1	0	0	Owned by “1250 North 25 <sup>th</sup> St., LLC”
1932 Spruce St.	6	6	0	0	
242 S. 21 <sup>st</sup> St.	4	4	0	0	
1635 Passyunk Ave.	3	2	1	0	
715 Sansom St.	8	6	2	0	
<b>TOTAL:</b>	<b><u>121</u></b>	<b><u>110</u></b>	<b><u>11</u></b>	<b><u>1</u></b>	

### B. Gross Rent Revenue

The following chart analyzes the gross rent revenue collected for three (3) reporting periods: (i) July 1, 2019 through June 30, 2020 (full fiscal year Pre-Receivership); (ii) July 1, 2020 through June 30, 2021 (full fiscal year of the Receivership); and (iii) July 1, 2021 through March 31, 2022 (partial fiscal year of the Receivership) (annualized to June 30, 2022):

OCF Managed Properties/Gross Rent Revenue					
Property (Date Included in Receivership)	Rent				Notes
	Annual 07/01/19 - 06/30/20 (Fiscal YR 2019)	Annual 07/01/20 – 06/30/21 (Fiscal YR 2020)	Partial Year 07/01/21 - 03/31/22 (Fiscal YR 2021)	Projected Annualized (Fiscal YR 2021)	
300 Market St. (12/16/20)	\$322,909.74	\$226,742.00*	\$137,374.00**	\$183,165.00	* As noted previously, McElhone negotiated a rent reduction and early termination of the commercial lease. In addition to this vacancy, there were several other unit

OCF Managed Properties/Gross Rent Revenue					
Property (Date Included in Receivership)	Rent				Notes
	Annual 07/01/19 - 06/30/20 (Fiscal YR 2019)	Annual 07/01/20 – 06/30/21 (Fiscal YR 2020)	Partial Year 07/01/21 - 03/31/22 (Fiscal YR 2021)	Projected Annualized (Fiscal YR 2021)	
					vacancies from August 2020 through June 2021. ** With the exception of the commercial lease, the building is currently fully rented.
1427 Melon St. (12/16/20)	\$473,741.86	\$518,000.00*	\$357,007.00	\$476,009.00	* Includes rent arrearages from fiscal year 2019 paid in fiscal year 2020.
1530 Christian St. (12/16/20)	\$66,302.38	\$65,329.00	\$51,392.00	\$68,523.00	
627 E. Girard Ave. (12/16/20)	\$209,627.98	\$224,426.00	\$195,930.00*	\$261,240.00	* Previously vacant second commercial unit leased 09/18/2021.
861 N. 3 <sup>rd</sup> St. (12/16/20)	\$115,385.59	\$139,351.00	\$103,120.00	\$137,493.00	
1223 N. 25 <sup>th</sup> St. (12/16/20)	\$54,235.00	\$57,034.00	\$41,923.00	\$55,897.00	
4633 Walnut St. (12/16/20)	\$57,607.10	\$50,487.00	\$45,970.00	\$61,293.00	

OCF Managed Properties/Gross Rent Revenue					
Property (Date Included in Receivership)	Rent				Notes
	Annual 07/01/19 - 06/30/20 (Fiscal YR 2019)	Annual 07/01/20 – 06/30/21 (Fiscal YR 2020)	Partial Year 07/01/21 - 03/31/22 (Fiscal YR 2021)	Projected Annualized (Fiscal YR 2021)	
803 S. 4 <sup>th</sup> St., and 142 N. 2 <sup>nd</sup> St.  (12/16/20)	\$37,389.00	\$24,760.00*	\$31,460.00	\$41,947.00**	* Rent revenues impacted by two pre-Receiver tenant defaults, Fezziwigs <sup>4</sup> and Anthony Fazio / Solar Exchange. <sup>5</sup> ** New commercial tenant as of February 1, 2022.
715 Sansom St. (12/16/20)	\$166,344.14	\$121,914.00*	\$114,145.00*	\$152,193.00	* Several unit vacancies, beginning in July 2020 and ending in December 2021. Currently all units are rented.

<sup>4</sup> Greg Evans, the principal of Fezziwigs, is a friend of Joseph LaForte. Describing LaForte as a man of “integrity and honesty,” he advocated on LaForte’s behalf at the latter’s pretrial detention hearing in connection with a federal firearm charge. In 2019, Fezziwigs defaulted on a lease with Receivership Entity 803 S. 4<sup>th</sup> St., LLC for space within the property at 142 N. 2<sup>nd</sup> St. The Receiver has sued Fezziwigs to collect \$16,700.00 in past due rent. Due to certain construction activity by Fezziwigs at 142 N. 2<sup>nd</sup> St., the City of Philadelphia sued the Receivership Entity 803 S. 4<sup>th</sup> St. LLC over certain municipal code violations. As a result, the Receiver locked Fezziwigs out of the space and remedied the code violations, although the City of Philadelphia is still seeking a fine against 803 S. 4<sup>th</sup> St. LLC.

<sup>5</sup> Fazio was the former *de facto* Collections Manager for CBSG and was affiliated with a CBSG merchant, Solar Exchange. On March 30, 2021, the FBI executed a search warrant at 803 S. 4<sup>th</sup> St. and found Fazio squatting in one of the units. After Fazio left the unit during the search, the Receiver changed the locks and arranged to return Fazio’s personal belongings to him. After the Receiver threatened an action over unpaid rent, Solar Exchange made a lump sum payment of \$12,000.00 to the Receiver to satisfy this outstanding rent obligation.

OCF Managed Properties/Gross Rent Revenue					
Property (Date Included in Receivership)	Rent				Notes
	Annual 07/01/19 - 06/30/20 (Fiscal YR 2019)	Annual 07/01/20 – 06/30/21 (Fiscal YR 2020)	Partial Year 07/01/21 - 03/31/22 (Fiscal YR 2021)	Projected Annualized (Fiscal YR 2021)	
915 S. 11 <sup>th</sup> St. (12/16/20)	\$142,940.46	\$122,980.00*	\$111,772.00	\$149,029.00	* Tenant Shainee Gabel defaulted pre-Receivership. <sup>6</sup>
135 N. 3 <sup>rd</sup> St. (12/16/20)	\$474,262.50	\$507,501.00*	\$385,300.00	\$507,055.00	* Includes rent arrearages from fiscal year 2019 paid in fiscal year 2020.
500 Fairmount Ave. (02/02/21)	\$48,797.00*	\$117,191.00	\$84,652.00	\$112,869.00	* Property purchased in February 2020, partial year lease.
2413 Roma Drive (03/21/21)	\$24,800.00	\$9,199.00*	\$29,435.80	\$39,006.00	* Rent paid directly to McElhone from January 2020 to April 2021.
118 Olive St. (12/16/20)	\$35,102.48	\$24,680.00*	\$36,132.00	\$48,176.00**	* Prior to the Receiver's control, the property was leased to a family member of Dean Vagnozzi who vacated the property following the Receiver's appointment. The unit remained vacant for several months. ** Currently the property is fully

<sup>6</sup> Prior to the establishment of the Receivership, Gabel defaulted on a lease for Unit 1B of 915-917 South 11<sup>th</sup> St., Philadelphia, PA 19147. The Receiver has commenced an action against her to collect \$31,135.00 in past due rent.

OCF Managed Properties/Gross Rent Revenue					
Property (Date Included in Receivership)	Rent				Notes
	Annual 07/01/19 - 06/30/20 (Fiscal YR 2019)	Annual 07/01/20 – 06/30/21 (Fiscal YR 2020)	Partial Year 07/01/21 - 03/31/22 (Fiscal YR 2021)	Projected Annualized (Fiscal YR 2021)	
					leased at a market rate.
1635 East Passyunk Ave. (12/16/20)	\$59,587.00	\$38,994.00*	\$57,785.00**	\$70,380.00	* Prior to the Receiver's control, the commercial tenant defaulted due to effects of COVID on business. ** The Receiver and the commercial tenant have entered into a lease cure agreement.
1932 Spruce St. (12/16/20)	\$115,961.71	\$129,253.00	\$93,488.00	\$124,651.00	
1250 N. 25 <sup>th</sup> St. and 1248 N. 25 <sup>th</sup> St. (12/16/20)	\$59,929.54	\$54,950.13*	\$37,056.00*	\$49,408.00	* Roy Rosario, a McElhone employee/contractor, currently occupies Unit C at 1250 N. 25 <sup>th</sup> St. Rosario has refused to pay rent to Receiver and to vacate the unit. <sup>7</sup>

<sup>7</sup> The Receiver has commenced an action against Rosario in the Municipal Court of Philadelphia to: (i) collect \$32,485.10 in past due rent; and (ii) eject him from the Unit. Additionally, for several weeks after the Court expanded the Receivership over LM Property Management, Rosario continued to illegally use Receivership property, namely two commercial trucks owned by LM Property Management, and ignored multiple instructions from the Receiver to surrender the vehicles. Only after the Receiver utilized self-help in towing one of the vehicles did Rosario reluctantly surrender the second vehicle to the Receiver. The Receiver believes that Rosario is the lead individual who LaForte, in his Objection to Receiver Ryan K. Stumphauzer's Sixth

OCF Managed Properties/Gross Rent Revenue					
Property (Date Included in Receivership)	Rent				Notes
	Annual 07/01/19 - 06/30/20 (Fiscal YR 2019)	Annual 07/01/20 – 06/30/21 (Fiscal YR 2020)	Partial Year 07/01/21 - 03/31/22 (Fiscal YR 2021)	Projected Annualized (Fiscal YR 2021)	
242 S. 21 <sup>st</sup> St. (12/16/20)	\$63,248.00	\$64,493.00*	\$55,252.00	\$73,669.00	* Valerie Gomez, a former employee of Full Spectrum Processing defaulted in payment of rent in one unit. <sup>8</sup>
<b>GROSS RENT TOTALS:</b>	<b>\$2,528,171.48</b>	<b>\$2,497,284.13</b>	<b>\$1,969,193.80</b>	<b>\$2,612,003.00</b>	

In his Objection, LaForte represented to the Court that: (i) “[t]he Defendants were able to collect \$70,586.09 more (30% more) per month than the Receiver even through the pandemic”; and (ii) “[the Receiver] is only collecting \$159,806.59 in rent per month...” *See* Objection, p. 4. First, LaForte misrepresented the gross rent revenue actually collected by the Receiver, which has averaged approximately \$208,000.00 monthly in fiscal year 2020 and \$218,000.00 monthly in fiscal year 2021 thus far. Second, LaForte disingenuously included the Related Party Rent Payments in his characterization of the pre-Receivership gross rent revenue. After eliminating the pre-Receivership Related Party Rent Payments of \$35,600.00 per month, the gross rent revenues collected by the Receiver for each of the reporting periods (7/1/20 – 6/30/21 and 7/1/21 – 3/31/22 (annualized)) is comparable to or slightly higher than the gross rent revenues collected by

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Application for Allowance and Payment of Professionals’ Fees and Reimbursements of Expenses [ECF No. 1173] (“Objection”), touts as critical to maintaining the value of the real properties, Objection, pp. 4-5, despite Rosario’s record in ignoring his obligations to the Receiver and the Receivership Estate.

<sup>8</sup> The Receiver has commenced an action against Gomez to collect past due rent.



McElhone for the last full reporting period before the Receiver's control (7/1/2019 – 6/30/20). In other words, notwithstanding adverse effects from: (i) the COVID-19 Pandemic; (ii) pre-Receiver tenant defaults; and (iii) McElhone-negotiated rent and lease term reductions, the gross rent revenue collected by the Receiver from the OCF-Managed Properties are comparable to and projected to exceed the same revenue collected by McElhone for the same properties.

### **C. Title Clearance Efforts**

Certain title defects encumber several Receiver-Controlled Properties. These title defects existed when the properties were originally acquired by McElhone. As reported in the Receiver's Quarterly Status Report dated August 2, 2021 [Doc. No. 666], these title defects were effectively "insured over" through the title insurance policies provided to McElhone at closing. The title defects primarily relate to a failure to terminate prior owner-created liens. The Receiver is continuing to attempt to resolve these liens and may be required to pursue litigation in certain instances.

### **D. Abbonizio Properties**

Pursuant to the Receiver's settlement with Perry Abbonizio and PCA 159 26<sup>th</sup> St. Avalon LLC, the Receiver acquired two single family properties, 159 26<sup>th</sup> St., Avalon, NJ and 164 84<sup>th</sup> St., Stone Harbor, NJ (the "Abbonizio Properties"). The Receiver has contacted local New Jersey real estate counsel to assist with transferring title to the Abbonizio Properties. The Receiver intends to move the Court shortly for permission to engage a real estate broker and list these properties for sale.

## **IV. Information Regarding Anticipated Claims and Distribution Process**

The Receiver continues to receive numerous inquiries from investors and other creditors of the Receivership Entities regarding the timing of a claims and distribution process in this matter, as well as an estimate of the potential amounts that will be distributed to each investor/creditor.

With respect to timing, the Receiver continues to assemble information regarding all known investors in and creditors of the Receivership Entities, and anticipates that the claims and distribution process will begin as soon as possible following the Court's resolution of the SEC's motion seeking an order of disgorgement and penalties against the Defendants.

There still remain a number of questions and uncertainties surrounding the accounts receivable of the Receivership Entities and other claims the Receiver is pursuing or otherwise evaluating. Additionally, the amount of the orders of disgorgement and/or penalties to be entered against the Defendants have not yet been determined, much less an understanding of how much will be collected and available for distribution from those amounts. The Court will also need to consider the Receiver's recommendations and establish a procedure for determining the manner in which various claims will be evaluated and administered. As a result, it is still too early for the Receiver to provide any estimates of the amounts that may be available—either on an individual level or in total—for distribution to investors and other creditors.

Additionally, given that certain claims or collection efforts from various sources of potential recovery are not likely to be resolved in the near future, the Receiver also anticipates the possibility of recommending a phased distribution process. Under this phased process, the Receiver would request permission to make an initial distribution from amounts already collected, after the disgorgement and penalty amounts have been determined. Then, as the Receiver continues to recover additional funds on behalf of the Receivership Estate and otherwise liquidates assets the Receiver has collected, the Receiver would anticipate making a supplemental distribution (or supplemental distributions, depending on the timing of these future recoveries). The Receiver and his professional staff will continue to evaluate these issues and provide updates

as they are available. Information regarding the proposed claims and distribution plan will be posted on the Receivership website after the Receiver has filed it with the Court.

**V. Expansion of Receivership Estate**

In total, the Receiver has filed and obtained Orders from the Court granting eight (8) motions to expand the Receivership Estate. During this quarter, the Court entered Final Judgments against Defendants John Gissas, Dean Vagnozzi, and Perry Abbonizio [ECF Nos. 1133, 1165, 1169] that, in conjunction with parallel settlements the Receiver entered into with Mr. Vagnozzi and Mr. Abbonizio, resulted in the payment of additional cash and the transfer of two additional properties into the Receivership Estate. The Receiver continues to investigate other assets that could potentially be the subject of future motions to expand the Receivership Estate.

In addition, as the Receiver has previously reported, the Court's Order Granting Motion to Expand Receivership Estate dated December 16, 2020 [ECF No. 436], through which several entities and properties were included in the Receivership Estate as additional Receivership Entities, is currently on appeal to the United States Court of Appeals for the Eleventh Circuit. That appeal is fully briefed and has been scheduled for oral argument on the Eleventh Circuit's calendar in Miami during the week of June 6, 2022.

**VI. Update on Pending Motions and Other Matters**

As of the filing of this report, there are no pending motions that pertain specifically to the Receiver and the administration of the Receivership Estate.

**VII. Website / Communications with Interested Parties**

The Receiver continues to receive many e-mails, telephone calls, and other inquiries from investors, merchants, administrators of agent funds, and other interested parties. The Receiver and his professionals have returned phone calls and emails from thousands of investors, merchants,

and others. Since the Receiver established the receivership website on August 16, 2020, which is available at [parfundingreceivership.com](http://parfundingreceivership.com), there have been more than 109,969 visitors and 489,906 pageviews to the website. The Receiver will continue to update this website with key court filings, news and updates, reports from the Receiver, answers to frequently asked questions, important dates and deadlines (including Zoom or telephone dial-in information for status conferences and other significant hearings before the Court), and other pertinent information. Additionally, the Receiver will utilize this website to provide notice to investors and other claimants regarding the claims and distribution process in this matter, once that information is available.

### **VIII. Conclusion**

WHEREFORE, Ryan K. Stumphauzer, as Court-Appointed Receiver, by and through his undersigned counsel, respectfully files this Quarterly Status Report dated May 2, 2022.

Dated: May 2, 2022

Respectfully Submitted,

**STUMPHAUZER FOSLID SLOMAN  
ROSS & KOLAYA, PLLC**  
Two South Biscayne Blvd., Suite 1600  
Miami, FL 33131  
Telephone: (305) 614-1400  
Facsimile: (305) 614-1425

By: /s/ Timothy A. Kolaya  
TIMOTHY A. KOLAYA  
Florida Bar No. 056140  
[tkolaya@sfslaw.com](mailto:tkolaya@sfslaw.com)

*Co-Counsel for Receiver*

**PIETRAGALLO GORDON ALFANO  
BOSICK & RASPANTI, LLP**  
1818 Market Street, Suite 3402  
Philadelphia, PA 19103  
Telephone: (215) 320-6200  
Facsimile: (215) 981-0082

By: /s/ Gaetan J. Alfano  
GAETAN J. ALFANO  
Pennsylvania Bar No. 32971  
(Admitted Pro Hac Vice)  
GJA@Pietragallo.com  
DOUGLAS K. ROSENBLUM  
Pennsylvania Bar No. 90989  
(Admitted Pro Hac Vice)  
DKR@Pietragallo.com

*Co-Counsel for Receiver*

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that on May 2, 2022, I electronically filed the foregoing document with the clerk of the Court using CM/ECF. I also certify that the foregoing document is being served this day on counsel of record via transmission of Notices of Electronic Filing generated by CM/ECF.

/s/ Timothy A. Kolaya  
TIMOTHY A. KOLAYA

# Exhibit “1”



VIA EMAIL ([rstumphauzer@sfslaw.com](mailto:rstumphauzer@sfslaw.com))

May 2, 2022

Mr. Ryan Stumphauzer  
Receiver  
c/o Stumphauzer, Foslid, Sloman, Ross & Kolaya PLLC  
2 South Biscayne Boulevard  
Suite 1600  
Miami, Florida 33131

Dear Ryan:

In accordance with the Amended Order Appointing Receiver (D.E. #141) (“Amended Order”), following is our quarterly report relating to the operations and analyses undertaken by Development Specialists Inc. (“DSI”) for the period of January 1, 2022 through March 31, 2022 (“Reporting Period”). Except as may be noted, all activity and financial data is for the Reporting Period.

**A. A summary of operations of the Receiver**

Currently, the Receivership is comprised of 55 legal entities as well as numerous assets owned by these legal entities or purchased by the defendants in their own name for personal use. During the reporting period, and based on settlements with defendants Gissas, Vagnozzi and Abbonizio, the following additional assets were added to the Receivership:

- Two New Jersey real estate properties owned by Mr. Abbonizio.
- Cash payments from Messrs. Gissas, Vagnozzi and Abbonizio.

In addition to working with you and your counsel, during the Reporting Period, my staff and I continued to work with the corporate staff with various operations matters as they arose.

MIAMI/FT. LAUDERDALE

500 West Cypress Creek Road, Suite 400 • Fort Lauderdale, FL 33309 • Telephone: 305.374.2717 • Fax: 305.374.2718 • [www.DSIConsulting.com](http://www.DSIConsulting.com)

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During the Reporting Period,

- Banking

We closed bank accounts in accordance with the previously mentioned settlement agreements and transferred the funds to the Qualified Settlement Fund (“QSF”) bank account. We continue to work with staff with respect to cash management matters.

- Property Management

During the Reporting Period, property management tasks were transitioned to the Controller, Jim Klenk, and counsel. A summary of the results of the real estate operations, prepared by Mr. Klenk, is included at Exhibit B.

### **General Operations**

- Staffing

We continue to discuss general operations matters with both the accounting and collections staffs as needed.

- Tax Matters

During the Reporting Period, we worked on tax matters with the tax preparers. During the quarter, DSI ensured the filing of the QSF’s tax returns and worked with the tax preparer for ABFP entities to prepare the returns, as needed. Our comments were provided to you.

### **Portfolio Collections**

#### ***Analysis of merchant cash advance (“MCA”) accounts***

As previously reported, at the outset of the Receivership, we were provided a listing of the MCA accounts for CBSG (“CBSG Portfolio”). This listing included thousands of accounts with a gross balance of over \$400MM, without reduction for collectability or bad debt. These accounts were marked as performing, non-performing, under-performing or default. The following table reflects the portfolio status at July 28, 2020, included in our prior reports, and March 31, 2022 based on these categorization of the balances from reports prepared by operations staff.



Mr. Ryan K. Stumphauzer  
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<b>\$MM's</b>	<b>As of:</b>	
	<b>7/28/2020</b>	<b>03/31/2022</b>
	<b>Amount</b>	<b>Amount</b>
Active <sup>1</sup>	\$117.7	\$16.3
Exception Portfolio	203.9	185.8
Litigation <sup>2</sup>	4.6	63.2
Non-Performing <sup>3</sup>	34.7	16.7
Bankruptcy <sup>4</sup>	54.7	58.7
Total Portfolio	\$415.6	\$340.7

The reduction in the CBG Portfolio balance of approximately \$75MM represents merchants that have completely paid their advance through full payment of the remaining balance, settlement at a reduced amount or write-off of the remaining balance if the balance was determined to be unrecoverable<sup>5</sup>. Balances determined to be unrecoverable include bankruptcy of the merchant and guarantor, verifiable closure of the merchant's business or for other business reasons.

### ***Bankruptcies***

It was previously communicated that a portion of the CBSG Portfolio merchants filed for bankruptcy protection. At July 28, 2020, there were over 200 merchants with active and ongoing bankruptcy cases. These merchants owed approximately \$104MM. Of this amount, approximately \$55MM of merchant balances were included in the CBSG Portfolio by management and reflected as being collectible while the remainder, approximately \$49MM, was already written-off by management. The bankruptcy balance

<sup>1</sup> Active portfolio includes all merchants having made a payment from February 1, 2022 through March 31, 2022 and those paying pursuant to a settlement agreement. Merchants have entered into short-term settlement agreements thereby reducing the balance owed. As of the end of the Reporting Period, there are 155 settlement agreements with 119 merchants completely paid and the remainder with outstanding payments according to the agreement.

<sup>2</sup> As of 12/31/2021, there were numerous accounts on hold due to various legal reasons, including collateral issues, pending litigation, legal demands and pending and filed confessions of judgement. In certain of these cases, the Receiver has filed a motion to lift the litigation hold in order to proceed with formal litigation. The balance also includes accounts sent to Altus Receivable Management.

<sup>3</sup> Non-performing merchants include merchants which have not made a payment in the 60 days prior to the end of the Reporting Period. This includes accounts which management defaulted prior to the Receivership.

<sup>4</sup> Includes Exception Portfolio merchants that filed bankruptcy. These merchants are excluded from the Exception Portfolio balance. Furthermore, the balance takes into account only if the merchant filed for bankruptcy. In certain cases, the guarantor filed bankruptcy but not the merchant. In these cases, for the table, the amount owed by the merchants has not been reclassified to bankruptcy. The balance also includes amounts not yet written off although the merchant may have been discharged.

<sup>5</sup> The reduction includes approximately \$10 million of accounts in bankruptcy which have been written off due to receiving either the final distribution or no distribution from the merchant/debtor and the bankruptcy has been closed.

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includes Exception Portfolio merchants which filed for bankruptcy protection and are excluded from the Exception Portfolio balance.

According to the information provided by counsel, there are approximately 223 active and ongoing bankruptcy cases where either the merchant or guarantor has filed for bankruptcy protection with merchant balances of \$53.5MM for all of the MCA Receivership Entities. Although we previously reported that I anticipated my staff working with the accounting group to write off any remaining balances for closed bankruptcies, you requested that operations staff work with counsel. Information contained herein reflects information provided by staff and counsel in various reports.

### ***Alleged Transfers***

As of September 30, 2021, 47 of the Contract Financing Solutions (“CFS”) merchants, owing approximately \$1.4MM (14% of the CFS portfolio), informed us that their remaining MCA balance and advance was purchased by another merchant cash advance company and provided us with documentation of the purported transfer and remittances to the other company. During the quarter, we provided counsel with input as to additional information needed from transferees and alleged receiver of the transfers.

### **Forensic Accounting and Litigation Support**

During the reporting period, DSI assisted you and your counsel in preparing analyses and reports relative to the defendants’ settlements and negotiations relating to disgorgement. We continued our analysis of the Receivership Entities’ cash sources and uses as well as the data needed for claims analysis.

### **B. The amount of cash on hand, the amount and nature of accrued administrative expenses, and the amount of unencumbered funds in the estate.**

Exhibit A shows the activity of the Receivership through for the Reporting Period and the cumulative period. Total cash as of March 31, 2022 is \$103,533,364. All of the cash is unencumbered.

The accrued administrative fees for the quarter ended March 31, 2022 are:

- Receiver/co-counsel – Stumphauzer, Foslid, Sloman, Ross & Kolaya PLLC \$315,691.99
- Co-counsel – Pietragallo Gordon Alfano Bosick & Raspanti, LLP \$692,813.50
- Financial Advisor/Operations Consultant – Development Specialists, Inc. \$246,414.44
- Digital Evidence/Computer Forensics Prof. – Lawgical Insights, LLC \$12,375.00
- Investigation Firm – HD Investigative Group, LLC \$10,785.78

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All other administrative expenses, such as payroll and office expenses, are paid in the ordinary course of business. Certain employee wages, specifically paid time off, for employees who have returned to work may be owed to employees but have not been quantified.

**C. A schedule of all the Receiver's receipts and disbursements.**

Exhibit A details the receipts and disbursements for the Reporting Period.

**D. A description of known Receivership Property, including approximate or actual valuations, anticipated or proposed dispositions, and reasons for retaining assets where no disposition is intended.**

Receivership Property includes:

<b>Asset:</b>	<b>Estimated value (at 3/31/2022)</b>
Cash in bank	\$103,533,364
Cash held by ACH processors	\$350,000
Portfolio balance (without reduction for collectability/bad debt) <sup>6</sup>	\$354,000,000
Other accounts receivable <sup>7</sup>	\$38,000,000
Investment in wholly-owned subsidiary <sup>8</sup>	\$6,300,000

<sup>6</sup> Includes all MCA Receivership Entities – Complete Business Solution Group, Inc.; Fast Advance Funding, LLC; Contract Financing Solutions, Inc; and, Capital Source 2000, Inc.

<sup>7</sup> This balance of “other accounts receivable” includes, among other things, amounts owed by third parties to ESC and HBC, ***without regard to collectability***. The records of ESC and HBC also reflect that these entities are owed additional amounts that are recorded as loans they made to other Receivership Entities, including the entities that own the “real estate” referenced below. This is also true with respect to the entities that own the properties located in Haverford, Pennsylvania and Paupack, Pennsylvania, which are included within the Receivership Estate. For purposes of consistency and to avoid double counting those amounts within these balances, the additional loan balances owed from the other Receivership Entities and in connection with the Haverford and Paupack properties are neither included in these accounts receivable balance, nor are they factored into the value of the real estate listed below. The change from prior quarter is due to adjustments for intercompany receivables for the entities added to the Receivership.

<sup>8</sup> We had been informed that CBSG is the 100% member of Eagle Union Quest One, LLC (“EUQO”), the owner of 2008 Cessna model 680, tail #N789MJ, with a book value of \$6,300,000. The FBI maintains possession of the airplane. Furthermore, as discussed in our prior report, EUQO may actually be owned by defendant Lisa McElhone. The U.S. Attorney’s Office for the Eastern District of Pennsylvania also maintains possession of a Charles Schwab brokerage account owned by the LME 2017 Family Trust but previously controlled by Lisa McElhone through an entity called Tradewinds South, LLC. The approximate value of the account is \$11,000,000 which is not included in this line item.

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<b>Asset:</b>	<b>Estimated value (at 3/31/2022)</b>
Investment in third parties <sup>9</sup>	\$2,076,000
Life settlement policies (gross death benefits) <sup>10</sup>	\$24,830,000
Real estate (see Exhibit C)	\$60,831,900
Other Assets (see Exhibit D)	\$3,496,100
Furniture and fixtures	\$100,000

**E. A description of liquidated and unliquidated claims held by the Receivership Estate, including the need for forensic and/or investigatory resources; approximate valuations of claims; and anticipated or proposed methods of enforcing such claims.**

Working with counsel, this process is ongoing and we have yet to determine the claims and the estimated value of the claims. As noted above, we continue to work on the forensic review of the books and records and will provide more information.

**F. A list of all known creditors with their addresses and the amounts of their claims.**

We provided a list of the known creditors of CBSG in our report to you dated August 31, 2020 and filed as Exhibit 1 to D.E. #214, Receiver Ryan K. Stumphauzer's Notice Of Filing Sworn Statement Pursuant To Paragraph 9 Of The Amended Receivership Order. At this time, we have no additional information to report. However, we continue to review records and are developing a list of creditors related to the non-CBSG entities including investors, trade and vendor payables.

<sup>9</sup> We identified certain balances that are not accounts receivable but rather investments in other, third-party, non-public entities recorded by ESC and HBC. The balance is the gross balance without adjustment for changes in value of the underlying investment assets.

<sup>10</sup> Approximate death benefit of life settlement insurance policies owned by Receivership Entities under the A Better Financial Plan after adjustment for death benefits received and included in the cash balance. The value of the life insurance policies necessarily depends on the availability of critical documentation including but not limited to the insurance policy, actuarial detail and the purchase and sale agreement for the policy. Based on the incomplete documentation that has been made available to us to date and, in turn, provided to Maple Life Analytics, LLC ("Maple"), Maple concluded the market value of the policies in the portfolio (as of the February 2021 valuation) is less than \$10.0MM. Since February 2021, policies have matured with death benefits totaling approximately \$5.45 million. Removing these policies from the prior valuation, the market valuation of the remaining policies is estimated at \$8.0MM as of the end of the Reporting Period. In the event the Receivership receives additional documentation, we will provide such documentation to Maple and will provide additional updates in future reports if any such additional information affects the Maple valuation of these policies.

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**G. The status of Creditor Claims Proceedings, after such proceedings have commenced.**

The Creditor Claims Proceedings have not yet commenced.

**H. The Receiver's recommendations for a continuation or discontinuation of the receivership and the reasons for the recommendations.**

It is my recommendation that the Receivership continues. The Receivership is benefitted by continuing to collect outstanding merchant and loan balances. The professional staffing changes that occurred will reduce fees going forward. Current professionals are knowledgeable of the Receivership Entities' books and records all of which is vital to working with you and counsel on various causes of actions and to maximize and monetize the assets of the receivership.

Sincerely,



Bradley D. Sharp  
President & CEO

Copy to: Mr. Gaetan J. Alfano (GJA@Pietragallo.com)  
Mr. Tom J. Frey (e-mail TFrey@DSIConsulting.com)  
Mr. Timothy A. Kolaya (e-mail TKolaya@sflaw.com)  
Mr. George E. Shoup, III (e-mail GShoup@DSIConsulting.com)  
Mr. Yale S. Bogen (e-mail YBogen@DSIConsulting.com)

# **EXHIBIT A**

Ryan K Stumphauzer, Receiver

Report prepared by:  
Financial Advisor and Operational Consultant to the Receiver  
Development Specialists, Inc.

INTERIM REPORT IN PREPARATION OF STATUS CONFERENCE

# STANDARDIZED FUND ACCOUNTING REPORT

CIVIL - RECEIVERSHIP FUND

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Consolidated Par Funding Receivership Entities <sup>1</sup>

Civil Court Docket No. 20-cv-81205-RAR

Reporting Period 1/1/2022 to 3/31/2022

<sup>[1]</sup> The “Receivership Entities” are Complete Business Solutions Group, Inc. d/b/a Par Funding (“Par Funding”); Full Spectrum Processing, Inc. (“Full Spectrum”); ABetterFinancialPlan.com LLC d/b/a A Better Financial Plan; ABFP Management Company, LLC f/k/a Pillar Life Settlement Management Company, LLC; ABFP Income Fund, LLC; ABFP Income Fund 2, L.P.; United Fidelis Group Corp.; Fidelis Financial Planning LLC; Retirement Evolution Group, LLC; RE Income Fund LLC; RE Income Fund 2 LLC; ABFP Income Fund 3, LLC; ABFP Income Fund 4, LLC; ABFP Income Fund 6, LLC; ABFP Income Fund Parallel LLC; ABFP Income Fund 2 Parallel; ABFP Income Fund 3 Parallel; ABFP Income Fund 4 Parallel; ABFP Income Fund 6 Parallel; ABFP Multi-Strategy Investment Fund LP; ABFP Multi-Strategy Investment Fund 2 LP; MK Corporate Debt Investment Company LLC; Capital Source 2000, Inc.; Fast Advance Funding LLC; Beta Abigail, LLC; New Field Ventures, LLC; Heritage Business Consulting, Inc.; Eagle Six Consultants, Inc.; 20 N. 3rd St. Ltd.; 118 Olive PA LLC; 135-137 N. 3rd St. LLC; 205 B Arch St Management LLC; 242 S. 21st St. LLC; 300 Market St. LLC; 627-629 E. Girard LLC; 715 Sansom St. LLC; 803 S. 4th St. LLC; 861 N. 3rd St. LLC; 915-917 S. 11th LLC; 1250 N. 25th St. LLC; 1427 Melon St. LLC; 1530 Christian St. LLC; 1635 East Passyunk LLC; 1932 Spruce St. LLC; 4633 Walnut St. LLC; 1223 N. 25th St. LLC; Liberty Eighth Avenue LLC; The LME 2017 Family Trust; Blue Valley Holdings, LLC; LWP North LLC; 500 Fairmount Avenue, LLC; Recruiting and Marketing Resources, Inc.; Contract Financing Solutions, Inc.; Stone Harbor Processing LLC; LM Property Management LLC; and ALB Management, LLC; and the Receivership also includes the properties located at 568 Ferndale Lane, Haverford PA 19041; 105 Rebecca Court, Paupack, PA 18451; 107 Quayside Dr., Jupiter FL 33477; 2413 Roma Drive, Philadelphia, PA 19145; 159 26th Street, Avalon, NJ 08202; 164 84th Street, Stone Harbor, NJ 08247.

STANDARDIZED FUND ACCOUNTING REPORT for PAR FUNDING - Cash Basis  
Receivership; Civil Court Docket No. 20-cv-81205-RAR  
Reporting Period 1/1/2022 to 3/31/2022

Fund Accounting:		Current Period	Prior Period(s)	Case-to-date
		1.1.22 - 3.31.22	7.28.20 - 12.31.21	Total
Line 1	Beginning Balance:	\$95,743,169	\$28,779,570	\$28,779,570
<i>Increases in Fund Balance:</i>				
Line 2	Business Receipts	5,561,364	69,337,837	74,899,201
	Business Receipts - Overpayments	0	(66,571)	(66,571)
Line 3	Cash and Securities			
	Pre-Receiver'ship Cash Transfer	2,532,885	12,223,764	14,756,649
	Change in Value of Securities	158,777	520,142	678,919
Line 4	Interest/Dividend Income	19,815	123,991	143,806
Line 5	Business Asset Liquidation	0	0	0
Line 6	Personal Asset Liquidation	0	0	0
Line 7	Third-Party Litigation Income	2,486,098	730,565	3,216,663
Line 8	Miscellaneous <sup>1</sup>	27,285	1,064,793	1,092,078
	Total Receipts <sup>2</sup>	10,786,224	83,934,520	94,720,744
Total Funds Available (Lines 1 - 8):		\$106,529,393	\$112,714,090	\$123,500,314
<i>Decreases in Fund Balance:</i>				
Line 9	Disbursements to Investors	0	0	0
Line 10	Disbursements for Receivership Operations: <sup>3</sup>			
Line 10a	Disbursements to Receiver or Other Professionals <sup>4</sup>	1,821,366	11,769,208	13,590,574
Line 10b	Business Asset Expenses			
	Payroll & Benefits	362,124	1,615,558	1,977,683
	IT Expense	40,644	688,624	729,269
	Utilities	8,937	32,174	41,111
	Insurance	6,417	47,169	53,586
	Other Operating Expense	135,642	223,603	359,245
	Other	12,519	88,700	101,219
	Total Business Asset Expenses <sup>2</sup>	566,283	2,695,829	3,262,111
Line 10c	Personal Asset Expenses	0	1,370	1,370
Line 10d	Investment Expenses			
	Premiums Due on Life Settlement Policies	328,134	2,090,939	2,419,074
	Property Expenses	286,565	368,750	655,315
Line 10e	Third-Party Litigation Expenses			
	1. Attorney Fees	(100)	44,826	44,726
	2. Litigation Expenses	0	0	0
	3. Forensic Accounting	0	0	0
	Total Third-Party Litigation Expenses	(100)	44,826	44,726
Line 10f	Tax Administrator Fees and Bonds	0	0	0
Line 10g	Federal and State Tax Payments	0	0	0
Total Disbursements for Receivership Operations		\$3,002,248	\$16,970,921	\$19,973,169
Line 11	Disbursements for Distribution Expenses Paid by the Fund:	0	0	0
Line 12	Disbursements to Court/Other:	0	0	0
Total Funds Disbursed (Line 9 - 12)		\$3,002,248	\$16,970,921	\$19,973,169
Line 13	Ending Balance: <sup>5</sup>	\$103,527,145	\$95,743,169	\$103,527,145



STANDARDIZED FUND ACCOUNTING REPORT for PAR FUNDING - Cash Basis  
 Receivership; Civil Court Docket No. 20-cv-81205-RAR  
 Reporting Period 1/1/2022 to 3/31/2022

	<u>Current Period</u>	<u>Prior Period(s)</u>	<u>Case-to-date</u>
<b>Line 14 Ending Balance of Fund - Net Assets:</b>			
Line 14a Cash & Cash Equivalents	\$103,527,145	\$95,743,169	\$103,527,145
Line 14b Investments			Unknown
Line 14c Other Assets or Uncleared Funds			
<b>Total Ending Balance of Fund - Net Assets</b>	<b>\$103,527,145</b>	<b>\$95,743,169</b>	<b>\$103,527,145</b>

**OTHER SUPPLEMENTAL INFORMATION:**

	<u>Current Period</u>	<u>Prior Period(s)</u>	<u>Case-to-date</u>
<i>Report of Items NOT To Be Paid by the Fund:</i>			
<b>Line 15 Disbursements for Plan Administration Expenses Not Paid by the Fund:</b>			
<b>Line 16 Disbursements to Court/Other Not Paid by the Fund:</b>			
<b>Line 17 DC &amp; State Tax Payments</b>			
<b>Line 18 No. of Claims:</b>			
Line 18a # of Claims Received This Reporting Period .....			
Line 18b # of Claims Received Since Inception of Fund .....			
<b>Line 19</b>			
Line 19a # of Claimants/Investors Paid This Reporting Period .....			
Line 19b # of Claimants/Investors Paid Since Inception of Fund .....			

Note 1: Includes \$16,574.82 of expense reimbursements from Solar Vision and Solar Exchange for shared IT expenses.

Note 2: Excludes inter-receivership receipts/disbursements.

Note 3: Prior period adjustments were made to correctly allocate expenses.

Note 4: Disbursements to Receiver or Other Professionals includes payments for certain IT related expenses and tax preparation.

Note 5: Difference between bank balance and book balance due to \$6,219 of O/S checks as of 3/31/22.

**Schedule 1.1****STANDARDIZED FUND ACCOUNTING REPORT for PAR FUNDING - Cash Basis**

Receivership; Civil Court Docket No. 20-cv-81205-RAR

Reporting Period 1/1/2022 to 3/31/2022

<b>Entity</b>	<b>Bank Name</b>	<b>Account Number</b>	<b>Ending Cash Balance as of 3/31/2022</b>
<b>Pre-receiver Accounts</b>			
SEP Account	Axos Bank	x3264	\$228,868
ABFP Income Fund 2	TD Ameritrade	x1080	\$1,682,483
<b>Receiver Accounts</b>			
Complete Business Solutions Group, Inc.	City National Bank	x1839	\$11,669,200
Complete Business Solutions Group, Inc.	City National Bank	x5736	\$2,376
Complete Business Solutions Group, Inc.	City National Bank	x2430	\$53,816,053
Complete Business Solutions Group, Inc.	City National Bank	x5554	\$293
Complete Business Solutions Group, Inc.	City National Bank	x3071	\$8,655
Complete Business Solutions Group, Inc.	Actum	N/A	\$12,000
Complete Business Solutions Group, Inc.	FedChex	N/A	\$0
Complete Business Solutions Group, Inc.	Kotapay	N/A	\$20,000
Complete Business Solutions Group, Inc.	Priority Payment Systems	N/A	\$50,000
CBSG dba Par Funding Receivership (QSF)	City National Bank	x2399	\$7,216,377
Full Spectrum Processing Inc.	City National Bank	x5700	\$7,575
ABFP Income Fund 2 <sup>6</sup>	City National Bank	x8328	\$0
abetterfinancialplan.com, LLC. <sup>6</sup>	City National Bank	x2189	\$0
ABFP Multi-Strategy Investment Fund LP.	City National Bank	x3575	\$153,641
ABFP Management Company <sup>6</sup>	City National Bank	x3737	\$0
ABFP Multi-Strategy Investment Fund 2 LP.	City National Bank	x3872	\$4,456,468
MK Corporate Debt Investment Company LLC. <sup>6</sup>	City National Bank	x3944	\$0
Fidelis Financial Planning LLC.	City National Bank	x5835	\$12,934
The United Fidelis Group Corp.	City National Bank	x5682	\$170,664
Retirement Evolution Group LLC. <sup>7</sup>	City National Bank	x5754	\$0
Fast Advance Funding LLC	City National Bank	x2069	\$1,483,763
Fast Advance Funding LLC	Actum	N/A	\$43,613
118 Olive PA LLC	City National Bank	x1195	\$30,277
205 B Arch St Management LLC	City National Bank	x1420	\$1,337
242 S 21st St LLC	City National Bank	x9339	\$40,559
300 Market St LLC	City National Bank	x1186	\$251,798
627-629 E Girard LLC	City National Bank	x9872	\$285,336
803 S 4th St LLC	City National Bank	x9816	\$18,221
1427 Melon St LLC	City National Bank	x3410	\$553,604
1530 Christian St. LLC	City National Bank	x3401	\$67,328
1635 East Passyunk LLC	City National Bank	x3293	\$59,989
1932 Spruce St LLC	City National Bank	x2834	\$58,028
4633 Walnut St. LLC	City National Bank	x2843	\$41,139
1223 N 25th St. LLC	City National Bank	x9861	\$57,537
1250 N 25th St LLC	City National Bank	x4130	\$48,838
135-137 N. 3rd St. LLC	City National Bank	x9753	\$446,554
715 Sansom St. LLC	City National Bank	x9863	\$107,488
861 N 3rd St. LLC	City National Bank	x9845	\$166,205
915-917 S. 11th LLC	City National Bank	x9818	\$106,821
20 N. 3rd St. Ltd	City National Bank	x1447	\$5,777

**Schedule 1.1**

STANDARDIZED FUND ACCOUNTING REPORT for PAR FUNDING - Cash Basis

Receivership; Civil Court Docket No. 20-cv-81205-RAR

Reporting Period 1/1/2022 to 3/31/2022

<b>Entity</b>	<b>Bank Name</b>	<b>Account Number</b>	<b>Ending Cash Balance as of 3/31/2022</b>
Capital Source 2000, Inc	City National Bank	x2528	\$2,197,122
Capital Source 2000, Inc	Actum	N/A	\$99,925
Capital Source 2000, Inc	Priority Payment Systems	N/A	\$0
Heritage Business Consulting, Inc.	City National Bank	x1745	\$808,599
Eagle Six Consulting, Inc.	City National Bank	x2519	\$13,746,006
LME 2017 Family Trust	City National Bank	x8827	\$115,990
LWP North LLC	City National Bank	x8115	\$321
Blue Valley Holdings, LLC	City National Bank	x5460	\$53,535
500 Fairmount Avenue, LLC	City National Bank	x8169	\$105,811
Contract Financing Solutions	City National Bank	x4540	\$3,022,029
ABFP Income Fund 3 Parallel <sup>6</sup>	City National Bank	x4413	\$0
ABFP Income Fund Parallel <sup>6</sup>	City National Bank	x4683	\$0
ABFP Income Fund 4 Parallel <sup>6</sup>	City National Bank	x8211	\$0
ABFP Income Fund 6 Parallel <sup>6</sup>	City National Bank	x4575	\$0
ABFP Income Fund 6 <sup>6</sup>	City National Bank	x4629	\$0
Recruiting and Marketing Resources	City National Bank	x4279	\$2,228
ABFP Income Fund 3 <sup>6</sup>	City National Bank	x4476	\$0
ABFP Income Fund 4 <sup>6</sup>	City National Bank	x4548	\$0
			<b><u>\$103,533,364</u></b>

Note 6: During the quarter, ABFP-related accounts, except for ABFP Multi-Strategy Investment Fund LP and ABFP Multi-Strategy Investment Fund 2 LP, were closed pursuant to the settlement between the SEC and Dean Vagnozzi. All cash was transferred to the CBSG dba Par Funding Receivable (QSF) bank account.

Note 7: During the quarter, the Retirement Evolution Group, LLC account was closed pursuant to the settlement between the SEC and John Gissas. All cash was transferred to the CBSG dba Par Funding Receivable (QSF) bank account.

## EXHIBIT B

### Profit and Loss Statement – Real Estate Holdings Consolidated

	Jan – Mar 2022
Ordinary Income/Expense	
Rental Income	\$675,569
Rent Reimbursement	20,000
Interest Income	543
<b>Total Income</b>	<b>\$669,113</b>
Expenses	
Bank Fees	\$103
Insurance	26,549
Repairs and Maintenance	98,328
Rent – Association Fees	8,307
Licenses, Property and Other Taxes	190,628
Utilities	32,449
Management and Professional Fees	44,175
Non Receiver / Defendant	0
<b>Total Expense</b>	<b>\$400,538</b>
<b>Net Income</b>	<b>\$295,575</b>

# EXHIBIT C

## Real Estate Owned

Location	City. State	Property Type	Approximate Value <sup>11</sup>
118 Olive Street	Philadelphia, PA	Multi-unit residential	\$740,000
205 Arch Street	Philadelphia, PA	Commercial	\$260,000
142 N. 2 <sup>nd</sup> Street	Philadelphia, PA	Commercial	\$170,000
242 S. 21 <sup>st</sup> Street	Philadelphia, PA	Multi-unit residential	\$1,025,000
300 Market Street	Philadelphia, PA	Mixed-use	\$4,400,000
627-629 E. Girard Street	Philadelphia, PA	Multi-unit residential	\$2,950,000
803 S. 4 <sup>th</sup> Street	Philadelphia, PA	Mixed-use	\$349,000
1427 Melon Street	Philadelphia, PA	Multi-unit residential	\$7,600,000
1530 Christian Street	Philadelphia, PA	Multi-unit residential	\$870,000
1635 E. Passyunk Street	Philadelphia, PA	Mixed-use	\$825,000
1932 Spruce Street	Philadelphia, PA	Multi-unit residential	\$2,125,000
4633 Walnut Street	Philadelphia, PA	Multi-unit residential	\$650,000
1223 N. 25 <sup>th</sup> Street	Philadelphia, PA	Multi-unit residential	\$1,100,000
1248 N. 25 <sup>th</sup> Street	Philadelphia, PA	Single-unit residential	\$190,000
1250 N. 25 <sup>th</sup> Street	Philadelphia, PA	Multi-unit residential	\$600,000
135-137 N. 3 <sup>rd</sup> Street	Philadelphia, PA	Mixed-use	\$6,575,000
715 Sansom Street	Philadelphia, PA	Mixed-use	\$2,885,000
861 N. 3 <sup>rd</sup> Street	Philadelphia, PA	Multi-unit residential	\$1,800,000
915-917 S. 11 <sup>th</sup> Street	Philadelphia, PA	Multi-unit residential	\$1,860,000
20 & 22 N. 3 <sup>rd</sup> Street	Philadelphia, PA	Commercial	\$2,965,000
500 Fairmount Ave.	Philadelphia, PA	Mixed-use	\$1,640,000
107 Quayside Dr. <sup>12</sup>	Jupiter, FL	Single-family house	\$5,800,000
2413 Roma Drive <sup>13</sup>	Philadelphia, PA	Single-family house	\$407,900
568 Ferndale Lane <sup>14</sup>	Haverford, PA	Single family house	\$2,445,000
105 Rebecca Court <sup>15</sup>	Paupack, PA	Single family house	\$2,600,000
164 84 <sup>th</sup> Street <sup>16</sup>	Stone Harbor, NJ	Single family home	\$4,000,000
159 26 <sup>th</sup> Street <sup>17</sup>	Avalon, NJ	Single family home	\$4,000,000
		<b>Total</b>	<b>\$60,831,900.00</b>

<sup>11</sup> Amount represents approximate purchase price. An appraisal of each property has not been done.

<sup>12</sup> Property owned by Lisa McElhone and for personal use by Lisa McElhone

<sup>13</sup> Ibid

<sup>14</sup> Property owned by Receivership Entity LWP North, LLC, a single-member LLC owned by Lisa McElhone. Property for personal use by Lisa McElhone.

<sup>15</sup> Property owned by Receivership Entity Blue Valley Holdings, LLC, a single-member LLC owned by Lisa McElhone. Property for personal use by Lisa McElhone

<sup>16</sup> The value of the property is estimated based on recent sales of real estate in the area. Property is encumbered by a mortgage with Citizens Bank. The value of the home has not been reduced for the outstanding balance of the mortgage.

<sup>17</sup> Ibid

# EXHIBIT D

## Other Assets

Asset	Approximate Value <sup>18</sup>
Yacht	\$333,000
Manitou XT Pontoon boat	\$188,000
Yamaha Waverunner jet skis (2)	\$18,000
Artwork	\$2,160,000
Watches	
• Patek Phillipe (2)	\$154,500
Various Automobiles	
• 2020 Mercedes G-class	\$135,000
• 2016 Bentley	\$135,000
• 2016 Chevrolet Tahoe	\$40,000
• 2020 Range Rover	\$100,000
• 2019 Porsche 911 Turbo S Cabriolet <sup>19</sup>	\$232,600
<b>Total</b>	<b>\$3,496,100</b>

<sup>18</sup> Except for the automobiles, amount represents approximate purchase price. An appraisal of each asset has not been done.

<sup>19</sup> Value is the purchase price pursuant to build order (D.E. #634). An appraisal of the asset has not been done.

# Exhibit “2”

# Complete Business Solutions et al Receivership

## Net Assets Schedule

Reporting Period 1/1/2022 to 3/31/2022

	2022		2021				2020	
	Q1		Q4	Q3	Q2	Q1	Q4	Q3
<b>RECEIPTS AND ASSETS:</b>								
Net MCA collections	\$4,796,064		\$5,326,537	\$6,474,926	\$8,178,840	\$7,722,809	\$19,054,124	\$7,439,943
Other accounts receivables	265,300		1,242,828	3,828,799	2,512,869	68,879	126,569	0
Rental income	500,000		505,000	422,000	485,000	400,000	0	0
Insurance proceeds	0		4,432,143	0	450,000	250,000	350,000	0
Litigation proceeds	2,486,098		0	0	0	238,843	491,722	0
Other cash receipts <sup>1</sup>	2,579,985		1,290,325	20,138	34,508	2,124,994	9,935,224	7,358
<b>Other Assets:</b>								
Beginning cash	\$94,219,460		\$84,687,504	\$77,433,972	\$69,395,800	\$63,997,180	\$34,936,278	\$27,776,006
Marketable securities	1,682,483		1,523,709	1,552,283	1,480,515	1,335,714	1,089,936	1,003,564
Net real estate	56,408,435		52,831,900	52,831,900	52,831,900	52,831,900	0	0
Vehicles and watercraft	1,181,600		1,181,600	1,181,600	949,000	949,000	0	0
Other personal assets	2,314,500		2,314,500	2,314,500	2,160,000	2,160,000	0	0
<b>TOTAL RECEIPTS AND ASSETS:</b>	<b>\$166,433,925</b>		<b>\$155,336,046</b>	<b>\$146,060,118</b>	<b>\$138,478,432</b>	<b>\$132,079,318</b>	<b>\$65,983,853</b>	<b>\$36,226,872</b>
<b>EXPENSES AND DISBURSEMENTS:</b>								
Operating expenses	\$568,350		\$444,717	\$590,477	\$513,489	\$534,649	\$472,173	\$138,256
Personal asset expenses	0		0	1,370	0	0	0	0
Premium due on life settlement policies	324,481		354,434	514,854	384,480	363,938	324,301	152,585
Real estate property expenses	287,765		18,993	37,827	263,946	46,784	0	0
Third party attorney fees and expenses	(100)		100	0	0	44,726	0	0
Professional fees <sup>2</sup>	1,821,366		2,441,777	2,486,118	2,380,767	4,460,546	0	0
<b>TOTAL EXPENSES AND DISBURSEMENTS</b>	<b>\$3,001,862</b>		<b>\$3,260,022</b>	<b>\$3,630,647</b>	<b>\$3,542,681</b>	<b>\$5,450,643</b>	<b>\$796,474</b>	<b>\$290,841</b>
<b>NET ASSET VALUE (NAV)</b>	<b>\$163,432,063</b>		<b>\$152,076,025</b>	<b>\$142,429,471</b>	<b>\$134,935,751</b>	<b>\$126,628,675</b>	<b>\$65,187,379</b>	<b>\$35,936,031</b>
NAV change from prior quarter	\$11,356,038		\$9,646,553	\$7,493,721	\$8,307,076	\$61,441,296	\$29,251,348	N/A

Note 1: Balance includes receipts of legacy accounts from the expansions of the Receivership.

Note 2: Professional fees are shown on a cash basis. In all cases, except for the fees paid in Q1 2021, professional fees are incurred in the quarter preceding the payment. Professional fees paid in Q1 2021 were incurred in Q3 and Q4 2020.



# Exhibit “3”

**Complete Business Solutions Group, Inc. d/b/a Par Funding, et al.****Summary of Cash Sources and Uses for the Period 2012 through 2020 (\$ in Millions)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	Total
Beginning Cash Balance	\$ -	\$ -	\$ 0.2	\$ 0.3	\$ 0.8	\$ 2.4	\$ 10.3	\$ 10.7	\$ 40.9	\$ -
Investor Activity										
Receipts from Investors	1.8	2.3	2.3	4.1	24.0	73.1	114.9	256.1	70.2	548.8
Disbursements to Investors										
Principal Repayments	(0.1)	(0.3)	(1.7)	(2.1)	(1.4)	(3.6)	(38.6)	(88.7)	(45.1)	(181.6)
Interest Payments	(0.1)	(0.7)	(1.4)	(1.5)	(3.0)	(10.3)	(26.8)	(52.5)	(24.4)	(120.8)
Total Disbursements to Investors	(0.2)	(1.0)	(3.1)	(3.6)	(4.5)	(13.8)	(65.4)	(141.2)	(69.5)	(302.4)
Net Investor Activity	1.6	1.3	(0.8)	0.4	19.6	59.2	49.5	114.9	0.7	246.5
MCA Activity										
Advances to Merchants	(2.2)	(9.1)	(17.2)	(28.6)	(63.1)	(155.3)	(285.7)	(358.2)	(181.0)	(1,100.4)
Payments from Merchants	1.1	9.5	20.4	32.2	61.6	146.1	286.5	366.1	223.0	1,146.6
Joint Funding Net Activity	-	0.0	(0.3)	(0.4)	(4.8)	(2.6)	14.4	(6.2)	(7.2)	(7.2)
Net MCA Activity	(1.1)	0.4	2.9	3.2	(6.2)	(11.8)	15.2	1.7	34.9	39.1
Operating Expenses	(0.3)	(0.9)	(1.2)	(1.7)	(2.3)	(3.0)	(9.3)	(7.7)	(16.1)	(42.6)
Commissions/Consulting Fees										
To/FBO Related Entities										
Heritage Business Consulting	-	-	(0.2)	(0.7)	(3.6)	(19.2)	(12.7)	-	-	(36.4)
Eagle Six Consultants	-	-	-	-	-	-	(8.2)	(16.2)	(9.9)	(34.2)
Jamie McElhone	(0.0)	-	-	-	-	-	-	-	-	(0.0)
New Field Ventures	-	-	-	-	(0.5)	(2.4)	(2.9)	(4.6)	(2.4)	(12.8)
Rainer & Lloyd Associates	-	(0.1)	(0.1)	-	-	(0.2)	(2.9)	(3.5)	(1.4)	(8.2)
Beta Abigail	-	-	-	-	(0.3)	(1.4)	(2.1)	(1.1)	-	(4.9)
ALB Management	-	-	-	-	-	-	-	(1.8)	(1.4)	(3.2)
A Better Financial Plan	-	-	-	-	(0.4)	(1.4)	(0.1)	-	-	(1.9)
Total To/FBO Related Entities	(0.0)	(0.1)	(0.2)	(0.7)	(4.8)	(24.6)	(28.9)	(27.1)	(15.1)	(101.6)
To Other Entities	(0.2)	(0.5)	(0.4)	(0.2)	(2.5)	(6.4)	(7.8)	(10.3)	(7.4)	(35.6)
Total Commissions/Consulting Fees	(0.2)	(0.6)	(0.7)	(1.0)	(7.3)	(31.0)	(36.7)	(37.4)	(22.5)	(137.2)
Other Related Entity Activity <sup>[1]</sup>										
McElhone/LME Trust	0.1	(0.0)	(0.0)	(0.0)	(0.4)	(0.7)	(14.4)	(17.4)	(0.0)	(32.9)
Eagle Six Consultants	-	-	-	-	-	-	-	(7.6)	(11.3)	(18.8)
Full Spectrum Processing	-	-	-	-	-	(1.0)	(3.1)	(5.0)	(1.6)	(10.7)
Recruiting & Marketing Resources	(0.1)	0.1	0.1	(0.3)	(1.6)	(2.0)	(0.7)	(2.4)	(0.8)	(7.9)
Eagle Union Quest	-	-	-	-	-	-	-	(6.2)	(0.5)	(6.8)
Heritage Business Consulting	-	-	-	(0.0)	(0.1)	(1.3)	0.0	(2.6)	-	(4.0)
Other	0.0	(0.1)	(0.1)	(0.1)	(0.0)	(0.5)	(0.1)	0.0	(0.0)	(0.9)
Total Related Entity Activity	(0.0)	(0.1)	(0.0)	(0.5)	(2.1)	(5.5)	(18.3)	(41.2)	(14.3)	(82.0)
Miscellaneous/Unknown	-	(0.1)	-	-	(0.1)	(0.1)	0.1	(0.1)	(0.1)	(0.3)
Ending Cash Balance	\$ -	\$ 0.2	\$ 0.3	\$ 0.8	\$ 2.4	\$ 10.3	\$ 10.7	\$ 40.9	\$ 23.5	\$ 23.4

<sup>[1]</sup> The other related entity activity reflects the beneficiary of the cash receipts and disbursements as reflected in CBSG's accounting records, and not necessarily the payer or payee. For example, in 2019, there were several disbursements to First Platinum Abstract LLC apparently relating to McElhone properties. CBSG booked these disbursements as distributions to LME 2017 Family Trust. Therefore, those transactions are reflected in the McElhone/LME Trust line item.