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10 Attorneys for Receiver
11 THOMAS A. SEAMAN

12 UNITED STATES DISTRICT COURT
13 CENTRAL DISTRICT OF CALIFORNIA

14 SECURITIES AND EXCHANGE
COMMISSION,

15 Plaintiff,

16 v.

17 EMILIO FRANCISCO; PDC CAPITAL
GROUP, LLC; CAFFE PRIMO
18 INTERNATIONAL, INC.; SAL SENIOR
LIVING, LP; SAL CARMICHAEL, LP;
19 SALE CITRUS HEIGHTS, LP; SAL KERN
CANYON, LP; SAL PHOENIX, LP; SAL
20 WESTGATE, LP; SUMMERPLACE AT
SARASOTA, LP; SUMMERPLACE AT
21 CLEARWATER, LP; SUMMERPLACE AT
CORRELL PALMS, LP; TRC TUCSON, LP;
22 CLEAR CURRENTS WEST, LP; CAFFE
PRIMO MANAGEMENT, LP; CAFFE
23 PRIMO MANAGEMENT 102, LP; CAFFE
PRIMO MANAGEMENT 103, LP; CAFFE
24 PRIMO MANAGEMENT 104, LP; CAFFE
PRIMO MANAGEMENT 105, LP; CAFFE
25 PRIMO MANAGEMENT 106, LP; CAFFE
PRIMO MANAGEMENT 107, LP; and
26 CAFFE PRIMO MANAGEMENT 108, LP,

27 Defendants.
28

Case No. 8:16-cv-02257-CJC-DFM

**RECEIVER'S AND
SECURITIES AND EXCHANGE
COMMISSION'S JOINT
REPORT AND
RECOMMENDATIONS**

Ctrm: 9B, 9th Floor
Judge: Hon. Cormac J. Carney

1 **I. REPORT SUMMARY**

2 Thomas A. Seaman ("Receiver") the Court-appointed permanent receiver for
3 the Defendant entities and their subsidiaries and affiliates (collectively,
4 "Receivership Entities"), and the Securities and Exchange Commission (the "SEC")
5 hereby submit this Joint Report reflecting the status of the receivership and the
6 Receiver's work over the past 7 months from September 1, 2020 through March 31,
7 2021 ("Report Period"). This Joint Report also provides an accounting of receipts
8 and disbursements for the Report Period.

9 During the Report Period, the Receiver worked on the outstanding tasks
10 which need to be completed before the closing of the case. The Receiver was
11 primarily engaged in efforts to conclude the interim distribution and prepare and file
12 the 59 Receivership Entity pre-receiver returns and the qualified settlement fund tax
13 returns for the receivership. In addition, the Receiver has been working with the
14 SEC with regard to their consent judgment and attending to a few unresolved issues
15 associated with various Receivership Entities.

16 Per the prior Receiver's Report, the Receiver had planned to complete the
17 foregoing work and use the previously approved Reserve funds of \$1.550 million to
18 pay the taxes and contingent liabilities. The Receiver planned on turning over the
19 balance of Reserve and other funds (net of the administrative expenses) to the SEC
20 and close the receivership in the first Quarter of 2021. However, the distributions
21 and tax issues took significantly longer to resolve and the Receiver has only recently
22 been able to affirm that there will be no state or federal tax. In addition, the
23 contingent liabilities have been resolved. Accordingly, most of the Reserve was not
24 needed and given that the available cash in the estate is significant, the Receiver
25 recommends there be a final distribution to investors, as opposed to being turned
26 over to the Commission. The Receiver therefore recommends setting aside funds to
27 pay known and anticipated administrative expenses and distributing the balance of
28 available Reserve funds to those with Allowed Claims. As detailed below, taking

1 into account the cost of administrating another distribution, there are sufficient funds
2 to send, on average, \$10,000 to each investor (or 2% of each investor's Allowed
3 Claim).

4 Therefore, the Receiver requests that the Court approve a final distribution to
5 investors and the below described approach to timing of the distribution and the
6 filing of the Receiver's motion to conclude the receivership and discharge the
7 Receiver.

8 **II. RECEIVER'S ACTIVITIES**

9 **A. Receivership Accounting - Receipts and Disbursements.**

10 Exhibit A provides a profit and loss statement, balance sheet, and general
11 ledger as well as a Standardized Fund Accounting Report ("SFAR") for the Report
12 Period. During the Report Period the Receiver disbursed \$89,842.90 comprised of
13 \$72,047.06 for the cost of preparing tax returns and administrative expenses of
14 \$17,795.84. From inception through March 31, 2021, the Receiver has recovered a
15 total of \$17,359,648.06. The Receiver has completed the distribution of \$9,378,000
16 to investors. Since the prior report was filed, the Receiver has not recovered any
17 new assets, however, a contingent liability to the purchaser of the Tucson TRC
18 facility was eliminated saving \$150,000.

19 The Receiver is holding cash in the amount of \$2,300,251.73, as of March 31,
20 2021. The Receiver proposes to set aside \$990,251, for administrative expenses as
21 set forth in the following table, and distribute \$1.310 million as provided for herein.

22		
23	Cash balance 03/31/2021	2,300,252
24	QSF tax preparation fees	(12,500)
25	Tax preparation pre-receiver	(25,000)
26		
27	Receiver fees 8/1/2019 to 02/28/2021	(154,306)
28	Receiver fees 3/1/2021 to close	(25,000)

1		
2	Receiver fee holdback to 8/1/2019	(137,044)
3	Allen Matkins 8/1/2019 to 02/28/2021	(171,394)
4	Allen Matkins fees 3/1/2021 to close	(25,000)
5		
6	AM holdback	(413,239)
7	BRG Holdback	(5,020)
8	Distribution Agent fees	(3,300)
9		
10	Storage	(6,300)
11	Document destruction	(3,500)
12	Contingency	(8,648)
13	<hr/>	
14	Total Reserve	(990,251)
15		
16	Available for Distribution	1,310,000

17 B. Taxes.

18 During this Report Period, the Receiver has been working with tax
19 accountants to prepare the pre-receiver and post-receiver Qualified Settlement Fund
20 ("QSF") tax returns. This has been a time consuming and difficult process because
21 of the lack of proper historical financial records, the myriad of receivership entities
22 created by the Defendants, and significant commingling of funds and intercompany
23 transfers. The QSF returns have been filed for 2017, 2018, and 2019. The 2020
24 QSF return will be filed in May, 2021 and the 2021 return will be filed following
25 completion fo the final disposition of funds as ordered by the Court. Draft returns
26 for the pre-receiver period have been prepared and the Receiver is working with the
27 tax accountants to confirm the accuracy of the returns. There are 59 separate
28 pre-receivership tax returns. That work is expected to be completed by May 1,

1 2021. On the basis of the tax work performed to date, the Receiver has determined
2 that no tax payments are or will be required.

3 **B. Richardson Appeal.**

4 The Richardson Appeal arose out of the Court's granting of the Receiver's
5 motion for summary judgment in connection with a claim by Mr. Richardson with
6 regard to a \$2.0 million deed of trust. The Ninth Circuit Court of Appeals issued its
7 ruling denying the Richardson Appeal and affirming this Court's judgment on
8 February 1, 2021.

9 **C. Distribution Process.**

10 The Receiver made the distributions pursuant to the plan of distribution to
11 investors and other claimants. As previously noted, the Receiver had difficulties
12 effectuating payment of many of the overseas investors, however, all investors have
13 now received their first distribution.

14 As set forth above, the Receiver proposes to make a final distribution of
15 \$1,310,000 to holders of Allowed Claims in accordance with the Distribution Plan
16 [Doc 364-1]. This final distribution will be made with the condition that all
17 distributions must be successfully accepted and negotiated by Allowed Claimants
18 within 90 days of the date of the Receiver's distribution. Those wires not accepted
19 or negotiated as of the 90th day will be stopped and the funds will be turned over to
20 the SEC for payment to the U.S. Treasury in accordance with the Distribution Plan.

21 For avoidance of doubt, the Receiver proposes to make a final distribution no
22 later than May 15, 2021 (the "Distribution Date"). All checks or wires that are not
23 successfully cashed or otherwise confirmed and accepted within 90 days of the
24 Distribution Date, will be stopped and the remaining funds will be turned over to the
25 SEC, after payment of approved administrative expenses.

26 On or before August 31, 2021, the Receiver will file his motion seeking
27 approval of the final accounting, payment of the Receiver's and his professional's
28 fees, the turnover to the SEC of any residual funds, and for authority to destroy the

1 records of the receivership. At the same time, the Receiver will request that the
2 Court discharge the Receiver and close the receivership.

3 **III. CONCLUSION**

4 Based upon his investigation and findings to date, the Receiver recommends
5 and requests that the Court approve the Receiver's recommendations as follows:

6 1. A final distribution, as described in this Report, shall be made to
7 Allowed Claimants in accordance with the Distribution Plan.

8 2. The Receiver is authorized to stop payment on all distributions
9 that are not accepted and fully negotiated within 90 days following the
10 Receiver's distribution of the funds.

11 3. Absent a further order of the Court, the Receiver will file his
12 motion to conclude the receivership and for discharge, no later than
13 August 31, 2021.

14 Dated: March 31, 2021

By: Thomas A. Seaman
THOMAS A. SEAMAN
Receiver

17 Dated: March 31, 2021

ALLEN MATKINS LECK GAMBLE
MALLORY & NATSIS LLP

19

20

By: /s/ David R. Zaro
DAVID R. ZARO
Attorneys for Receiver
THOMAS A. SEAMAN

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22

23 Dated: March 31, 2021

SECURITIES AND EXCHANGE
COMMISSION

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By: /s/ John B. Bulgozdy
John B. Bulgozdy
Attorneys for Plaintiff SECURITIES
AND EXCHANGE COMMISSION

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EXHIBIT A
#12087

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03/30/21

Accrual Basis

PDC Capital Receivership
Profit & Loss
September 2020 through March 2021

	Sep '20 - Mar 21
Ordinary Income/Expense	
Income	
Asset Sales	
Real Property Sales	150,000.00
Total Asset Sales	150,000.00
Total Income	150,000.00
Expense	
Bank Service Charges	3,941.90
Caffe Primo Expenses	
Sales Tax	5,017.20
Total Caffe Primo Expenses	5,017.20
Distributions on Allowed Claims	-292.22
Moving & Storage	6,818.80
Office Supplies	30.16
Outside Services	
Computer and Internet Expenses	2,280.00
Total Outside Services	2,280.00
Professional Fees	
Tax Accountants Fees	72,047.06
Total Professional Fees	72,047.06
Total Expense	89,842.90
Net Ordinary Income	60,157.10
Net Income	60,157.10

3:34 PM

03/30/21

Accrual Basis

**PDC Capital Receivership
Balance Sheet
As of March 31, 2021**

	<u>Mar 31, 21</u>
ASSETS	
Current Assets	
Checking/Savings	
PDC Capital Operating Account	684,490.72
Rabobank Disbursement Account	1,615,761.01
Total Checking/Savings	<u>2,300,251.73</u>
Total Current Assets	<u>2,300,251.73</u>
TOTAL ASSETS	<u>2,300,251.73</u>
LIABILITIES & EQUITY	
Equity	
Retained Earnings	2,310,810.70
Net Income	-10,558.97
Total Equity	<u>2,300,251.73</u>
TOTAL LIABILITIES & EQUITY	<u>2,300,251.73</u>

3:36 PM

**PDC Capital Receivership
General Ledger**

03/30/21

As of March 31, 2021

Accrual Basis

Type	Date	Num	Name	Memo	Split	Debit	Credit	Balance
PDC Capital Operating Account								770,775.84
Check	9/11/2020		Wells Fargo Bank		Bank Service...		15.81	770,760.03
Check	9/30/2020	1536	AIC Owner, LLC	t0002258	Moving & Sto...		803.55	769,956.48
Check	9/30/2020	1537	Southern CA Edison	2-32-970-48...	Moving & Sto...		106.20	769,850.28
Check	9/30/2020	1538	Cox Business	001 7601 06...	Moving & Sto...		31.92	769,818.36
Check	9/30/2020	1539	Orange County Ne...	Invoice 9545	Computer an...		332.50	769,485.86
Check	9/30/2020	1540	CliftonLarsonAllen...	Account 064...	Tax Accounta...		43,629.06	725,856.80
Check	10/11/2020			Service Cha...	Bank Service...		19.98	725,836.82
Check	10/30/2020	1541	Southern CA Edison	2-32-970-48...	Moving & Sto...		110.00	725,726.82
Check	10/30/2020	1542	Cox Business	001 7601 06...	Moving & Sto...		31.92	725,694.90
Check	10/30/2020	1543	AIC Owner, LLC	t0002258	Moving & Sto...		803.55	724,891.35
Check	10/30/2020	1544	Orange County Ne...	Invoice 9568	Computer an...		807.50	724,083.85
Check	11/11/2020			Service Cha...	Bank Service...		17.52	724,066.33
Check	11/19/2020	ACH	CliftonLarsonAllen...	Account 064...	-SPLIT-		22,607.82	701,458.51
Check	11/20/2020	1545	Orange County Ne...	Invoice 9611	Computer an...		427.50	701,031.01
Check	11/20/2020	1546	Southern CA Edison	2-32-970-48...	Moving & Sto...		72.16	700,958.85
Check	11/20/2020	1547	Cox Business	001 7601 06...	Moving & Sto...		31.92	700,926.93
Check	11/20/2020	1548	AIC Owner, LLC	t0002258	Moving & Sto...		803.55	700,123.38
Check	12/1/2020	ACH	CliftonLarsonAllen...	Account 064...	Tax Accounta...		2,172.98	697,950.40
Check	12/1/2020			Service Cha...	Bank Service...		20.99	697,929.41
Check	12/29/2020	ACH	CliftonLarsonAllen...	Account 097...	Tax Accounta...		3,637.20	694,292.21
Check	12/29/2020	1549	Southern CA Edison	2-32-970-48...	Moving & Sto...		57.05	694,235.16
Check	12/29/2020	1550	Cox Business	001 7601 06...	Moving & Sto...		31.92	694,203.24
Check	12/29/2020	1551	AIC Owner, LLC	t0002258	Moving & Sto...		803.55	693,399.69
Check	1/11/2021			Service Cha...	Bank Service...		17.60	693,382.09
Check	2/8/2021	1552	Southern CA Edison	2-32-970-48...	Moving & Sto...		62.27	693,319.82
Check	2/8/2021	1553	Cox Business	001 7601 06...	Moving & Sto...		31.92	693,287.90
Check	2/8/2021	1554	AIC Owner, LLC	t0002258	Moving & Sto...		803.55	692,484.35
Check	2/8/2021	1555	Orange County Ne...	Invoice 9650	Computer an...		712.50	691,771.85
Bill Pmt -Check	3/18/2021	1556	AIC Owner, LLC	t002258	Accounts Pay...		803.55	690,968.30
Check	3/25/2021	1557	CA Department of ...	ID L001004...	Sales Tax		5,017.20	685,951.10
Bill Pmt -Check	3/29/2021	1558	AIC Owner, LLC	t0002258	Accounts Pay...		803.55	685,147.55
Bill Pmt -Check	3/29/2021	1559	Cox Business	001 7601 06...	Accounts Pay...		31.92	685,115.63
Bill Pmt -Check	3/29/2021	1560	Southern CA Edison	2-32-970-48...	Accounts Pay...		59.70	685,055.93
Bill Pmt -Check	3/29/2021	1561	Tim McDonnell	Office Max - ...	Accounts Pay...		30.16	685,025.77
Bill Pmt -Check	3/29/2021	1562	Thomas Seaman ...	Moving com...	Accounts Pay...		535.05	684,490.72
Total PDC Capital Operating Account						0.00	86,285.12	684,490.72
Rabobank Disbursement Account								1,619,318.79
Check	9/30/2020		Stretto		Bank Service...		550.00	1,618,768.79
General Journal	10/15/2020			Returned Di...	Distributions ...	292.22		1,619,061.01
Check	10/31/2020		Stretto		Bank Service...		550.00	1,618,511.01
Check	11/30/2020		Stretto		Bank Service...		550.00	1,617,961.01
Check	12/31/2020		Stretto		Bank Service...		550.00	1,617,411.01
Check	1/29/2021		Stretto		Bank Service...		550.00	1,616,861.01
Check	1/31/2021		Stretto		Bank Service...		550.00	1,616,311.01
Check	2/28/2021		Stretto		Bank Service...		550.00	1,615,761.01
Total Rabobank Disbursement Account						292.22	3,850.00	1,615,761.01
SLALMC, LLC								0.00
Total SLALMC, LLC								0.00
Treasury Management Acct 6484								0.00
Total Treasury Management Acct 6484								0.00
Treasury Management Acct 8108								0.00
Total Treasury Management Acct 8108								0.00
Advances to Subsidiary								0.00
Total Advances to Subsidiary								0.00
Accumulated Depreciation								0.00
Total Accumulated Depreciation								0.00
Furniture and Equipment								0.00
Total Furniture and Equipment								0.00
SAL Phoenix LP Promissory Note								0.00
Total SAL Phoenix LP Promissory Note								0.00
Accounts Payable								0.00
Bill	2/25/2021		Thomas Seaman ...	Moving com...	Moving & Sto...		535.05	-535.05
Bill	3/16/2021		Southern CA Edison	2-32-970-48...	Moving & Sto...		59.70	-594.75
Bill	3/18/2021		AIC Owner, LLC	t002258	Moving & Sto...		803.55	-1,398.30
Bill Pmt -Check	3/18/2021	1556	AIC Owner, LLC	t002258	PDC Capital ...	803.55		-594.75
Bill	3/18/2021		Tim McDonnell	Office Max - ...	Office Supplies		30.16	-624.91
Bill	3/18/2021		Cox Business	001 7601 06...	Moving & Sto...		31.92	-656.83
Bill Pmt -Check	3/29/2021	1558	AIC Owner, LLC	t0002258	PDC Capital ...	803.55		146.72
Bill Pmt -Check	3/29/2021	1559	Cox Business	001 7601 06...	PDC Capital ...	31.92		178.64

3:36 PM

**PDC Capital Receivership
General Ledger**

03/30/21

As of March 31, 2021

Accrual Basis

Type	Date	Num	Name	Memo	Split	Debit	Credit	Balance
Bill Pmt -Check	3/29/2021	1560	Southern CA Edison	2-32-970-48...	PDC Capital ...	59.70		238.34
Bill Pmt -Check	3/29/2021	1561	Tim McDonnell	Office Max - ...	PDC Capital ...	30.16		268.50
Bill Pmt -Check	3/29/2021	1562	Thomas Seaman ...	Moving com...	PDC Capital ...	535.05		803.55
Bill	3/31/2021		AIC Owner, LLC	t0002258	Moving & Sto...		803.55	0.00
Total Accounts Payable						2,263.93	2,263.93	0.00
Deposit for CP 106								0.00
Total Deposit for CP 106								0.00
Disputed Sarasota Lien								0.00
Total Disputed Sarasota Lien								0.00
Disputed West Sacramento Lien								0.00
Total Disputed West Sacramento Lien								0.00
Payroll Liabilities								0.00
Total Payroll Liabilities								0.00
ProLoading Partnership Sale Dep								0.00
Total ProLoading Partnership Sale Dep								0.00
RE Sales Earnest Money Deposit								0.00
Total RE Sales Earnest Money Deposit								0.00
Tucson Medicare Audit Reserve								-150,000.00
General Journal	10/31/2020			reverse unu...	Real Property...	150,000.00		0.00
Total Tucson Medicare Audit Reserve						150,000.00	0.00	0.00
Opening Balance Equity								0.00
Total Opening Balance Equity								0.00
Retained Earnings								-2,240,094.63
Closing Entry	12/31/2020						70,716.07	-2,310,810.70
Total Retained Earnings						0.00	70,716.07	-2,310,810.70
1415 Main St Investments Income								0.00
Rental Income								0.00
Total Rental Income								0.00
1415 Main St Investments Income - Other								0.00
Total 1415 Main St Investments Income - Other								0.00
Total 1415 Main St Investments Income								0.00
Asset Sales								0.00
Partnership Interest Sale								0.00
Total Partnership Interest Sale								0.00
Personal Property Sales								0.00
Total Personal Property Sales								0.00
Real Property Sales								0.00
Total Real Property Sales								0.00
Asset Sales - Other								0.00
Total Asset Sales - Other								0.00
Total Asset Sales								0.00
Caffe Primo Income								0.00
Asset Sales								0.00
Total Asset Sales								0.00
Personal Property Sales								0.00
Total Personal Property Sales								0.00
Caffe Primo Income - Other								0.00
Total Caffe Primo Income - Other								0.00
Total Caffe Primo Income								0.00
Sale of Assets								0.00
Total Sale of Assets								0.00
Sales								0.00
Total Sales								0.00
Settlement Proceeds								0.00

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PDC Capital Receivership

General Ledger

03/30/21

As of March 31, 2021

Accrual Basis

Type	Date	Num	Name	Memo	Split	Debit	Credit	Balance
Total Settlement Proceeds								0.00
Turnover/Seizure								0.00
Banks & Financial Institutions								0.00
Total Banks & Financial Institutions								0.00
Caffe Primo								0.00
Total Caffe Primo								0.00
Constructions Bonds								0.00
Total Constructions Bonds								0.00
Escrow Accounts								0.00
Total Escrow Accounts								0.00
Legal Retainers Returned								0.00
Total Legal Retainers Returned								0.00
Pro-Loading Receivables								0.00
Total Pro-Loading Receivables								0.00
Refunds								0.00
Total Refunds								0.00
Unused Loan Proceeds								0.00
Total Unused Loan Proceeds								0.00
Turnover/Seizure - Other								0.00
Total Turnover/Seizure - Other								0.00
Total Turnover/Seizure								0.00
1415 Main St Invstmnts Expenses								0.00
Total 1415 Main St Invstmnts Expenses								0.00
Advertising and Promotion								0.00
Total Advertising and Promotion								0.00
Automobile Expense								0.00
Total Automobile Expense								0.00
Bank Service Charges								0.00
Check	1/11/2021			Service Cha...	PDC Capital ...	17.60		17.60
Check	1/29/2021		Stretto	wire process...	Rabobank Di...	550.00		567.60
Check	1/31/2021		Stretto	wire process...	Rabobank Di...	550.00		1,117.60
Check	2/28/2021		Stretto	wire process...	Rabobank Di...	550.00		1,667.60
Total Bank Service Charges						1,667.60	0.00	1,667.60
Caffe Primo Expenses								0.00
Commercial Cleaning Services								0.00
Total Commercial Cleaning Services								0.00
Food & Beverage Purchases								0.00
Total Food & Beverage Purchases								0.00
Insurance								0.00
Total Insurance								0.00
Licenses & Fees								0.00
Total Licenses & Fees								0.00
Locksmith								0.00
Total Locksmith								0.00
Moving & Storage Expense								0.00
Total Moving & Storage Expense								0.00
Outside Services								0.00
Total Outside Services								0.00
Payroll Expenses								0.00
Total Payroll Expenses								0.00
Reissued Returned Paychecks								0.00
Total Reissued Returned Paychecks								0.00
Sales Tax								0.00
Check	3/25/2021	1557	CA Department of ...	Post Receiv...	PDC Capital ...	5,017.20		5,017.20

3:36 PM

PDC Capital Receivership

03/30/21

General Ledger

Accrual Basis

As of March 31, 2021

Type	Date	Num	Name	Memo	Split	Debit	Credit	Balance
Total Sales Tax						5,017.20	0.00	5,017.20
Utilities								0.00
Total Utilities								0.00
Caffe Primo Expenses - Other								0.00
Total Caffe Primo Expenses - Other								0.00
Total Caffe Primo Expenses						5,017.20	0.00	5,017.20
Depreciation Expense								0.00
Total Depreciation Expense								0.00
Distributions on Allowed Claims								0.00
Total Distributions on Allowed Claims								0.00
Insurance Expense								0.00
Total Insurance Expense								0.00
Interest Expense								0.00
Total Interest Expense								0.00
Licenses & Fees								0.00
Total Licenses & Fees								0.00
Meals and Entertainment								0.00
Total Meals and Entertainment								0.00
Moving & Storage								0.00
Check	2/8/2021	1552	Southern CA Edison	2-32-970-48...	PDC Capital ...	62.27		62.27
Check	2/8/2021	1553	Cox Business	Account 001...	PDC Capital ...	31.92		94.19
Check	2/8/2021	1554	AIC Owner, LLC	Irvine Storag...	PDC Capital ...	803.55		897.74
Bill	2/25/2021		Thomas Seaman ...	Moving Filed...	Accounts Pay...	535.05		1,432.79
Bill	3/16/2021		Southern CA Edison	March Invoic...	Accounts Pay...	59.70		1,492.49
Bill	3/18/2021		AIC Owner, LLC	t002258 - M...	Accounts Pay...	803.55		2,296.04
Bill	3/18/2021		Cox Business	March Invoice	Accounts Pay...	31.92		2,327.96
Bill	3/31/2021		AIC Owner, LLC	t0002258 M...	Accounts Pay...	803.55		3,131.51
Total Moving & Storage						3,131.51	0.00	3,131.51
Office Supplies								0.00
Bill	3/18/2021		Tim McDonnell	Banker Boxes	Accounts Pay...	30.16		30.16
Total Office Supplies						30.16	0.00	30.16
Outside Services								0.00
Appraiser Fees								0.00
Total Appraiser Fees								0.00
Boat Expenses								0.00
Total Boat Expenses								0.00
Computer and Internet Expenses								0.00
Check	2/8/2021	1555	Orange County Ne...	Oct Services...	PDC Capital ...	712.50		712.50
Total Computer and Internet Expenses						712.50	0.00	712.50
Locksmith								0.00
Total Locksmith								0.00
PACER Fees								0.00
Total PACER Fees								0.00
Postage & Delivery								0.00
Total Postage & Delivery								0.00
Reproduction & Subpoena Fees								0.00
Total Reproduction & Subpoena Fees								0.00
Outside Services - Other								0.00
Total Outside Services - Other								0.00
Total Outside Services						712.50	0.00	712.50
Professional Fees								0.00
Receiver's Fees								0.00
Total Receiver's Fees								0.00
Receiver's IT Consultant Costs								0.00

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03/30/21

Accrual Basis

PDC Capital Receivership

General Ledger

As of March 31, 2021

Type	Date	Num	Name	Memo	Split	Debit	Credit	Balance
Total Costs								0.00
Fees								0.00
Total Fees								0.00
Receiver's IT Consultant - Other								0.00
Total Receiver's IT Consultant - Other								0.00
Total Receiver's IT Consultant								0.00
Receiver's Legal Counsel Costs								0.00
Total Costs								0.00
Fees								0.00
Total Fees								0.00
Receiver's Legal Counsel - Other								0.00
Total Receiver's Legal Counsel - Other								0.00
Total Receiver's Legal Counsel								0.00
Tax Accountants Fees								0.00
Total Tax Accountants Fees								0.00
Professional Fees - Other								0.00
Total Professional Fees - Other								0.00
Total Professional Fees								0.00
Prograde Expenses								0.00
Total Prograde Expenses								0.00
Rent Expense								0.00
Total Rent Expense								0.00
Repairs and Maintenance								0.00
Total Repairs and Maintenance								0.00
Senior Living Project Expenses								0.00
Appraiser Fees								0.00
Total Appraiser Fees								0.00
Architectural Services								0.00
Total Architectural Services								0.00
Construction/Site Expenses								0.00
Total Construction/Site Expenses								0.00
Fire Alarm Monitoring								0.00
Total Fire Alarm Monitoring								0.00
HOA Dues								0.00
Total HOA Dues								0.00
Insurance								0.00
Total Insurance								0.00
Landscape & Maintenance								0.00
Total Landscape & Maintenance								0.00
Legal Fees								0.00
Total Legal Fees								0.00
Licenses & Fees								0.00
Total Licenses & Fees								0.00
Mortgage Loan Interest								0.00
Total Mortgage Loan Interest								0.00
Outside Services								0.00
Total Outside Services								0.00
Property Management Fees								0.00
Total Property Management Fees								0.00
Property Taxes								0.00

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03/30/21

Accrual Basis

PDC Capital Receivership

General Ledger

As of March 31, 2021

Type	Date	Num	Name	Memo	Split	Debit	Credit	Balance
Total Property Taxes								0.00
Real Estate Sales Breakup Fee								0.00
Total Real Estate Sales Breakup Fee								0.00
Security								0.00
Total Security								0.00
Telephone Expense								0.00
Total Telephone Expense								0.00
TRC Tucson Debt Servicing								0.00
Total TRC Tucson Debt Servicing								0.00
Utilities								0.00
Total Utilities								0.00
Senior Living Project Expenses - Other								0.00
Total Senior Living Project Expenses - Other								0.00
Total Senior Living Project Expenses								0.00
Taxes								0.00
Total Taxes								0.00
Travel Expense								0.00
Total Travel Expense								0.00
Interest Income								0.00
Total Interest Income								0.00
Ask My Accountant								0.00
Total Ask My Accountant								0.00
No acct								0.00
Total no acct								0.00
TOTAL						163,115.12	163,115.12	0.00

STANDARDIZED FUND ACCOUNTING REPORT for PDC Capital Receivership
SEC vs. PDC Capital, et al Case number 8:16-cv-02257-CJC-DFM
Reporting Period 09/01/2020 to 03/31/2021


FUND ACCOUNTING (See instructions):			
	<u>Detail</u>	<u>Subtotal</u>	<u>Grand Total</u>
Line 1	Beginning Balance (08/31/2020):	2,390,094.63	2,390,095
	<i>Increases in Fund Balance:</i>		
Line 2	Business Income		-
Line 3	Cash and Securities		-
Line 4	Interest/Dividend Income		-
Line 5	Business Asset Liquidation		-
Line 6	Personal Asset Liquidation		-
Line 7	Third-Party Litigation Income		-
Line 8	Miscellaneous - Other		-
	Total Funds Available (Lines 1 - 8):	2,390,095	2,390,095
	<i>Decreases in Fund Balance:</i>		
Line 9	Disbursements to Investors		-
Line 10	Disbursements to Receivership Operations		
	<i>Line 10a Disbursement to Receiver or Other Professionals</i>	(72,047)	(72,047)
	<i>Line 10b Business Asset Expenses</i>	(17,796)	(17,796)
	<i>Line 10c Personal Asset Expenses</i>		-
	<i>Line 10d Investment Expenses</i>	-	-
	<i>Line 10e Third-Party Litigation Expenses</i>		
	1. Attorney Fees		-
	2. Litigation Expenses	-	-
	Total Third-Party Litigation Expenses	-	-
	<i>Line 10f Tax Administrator Fees and Bonds</i>	-	-
	<i>Line 10g Federal and State Tax Payments</i>		
	Total Disbursements for Receivership Operations		(89,843)
Line 11	Disbursements for Distribution Expenses Paid by the Fund:		
	<i>Line 11a Distribution Plan Development Expenses:</i>		
	1. Fees:		
	Fund Administrator.....	-	-
	Independent Distribution Consultant (IDC)..	-	-
	Distribution Agent.....	-	-
	Consultants.....	-	-
	Legal Advisors.....	-	-
	Tax Advisors.....	-	-
	2. Administrative Expenses	-	-
	3. Miscellaneous	-	-
	Total Plan Developmental Expenses		-
	<i>Line 11b Distribution Plan Implementation Expenses:</i>		
	1. Fees:		
	Fund Administrator.....	-	-
	IDC.....	-	-
	Distribution Agent.....	-	-
	Consultants.....	-	-
	Legal Advisors.....	-	-
	Tax Advisors.....	-	-
	2. Administrative Expenses	-	-
	3. Investor Identification:		
	Notice/Publishing Approved Plan.....	-	-
	Claimant Identification.....	-	-
	Claims Processing.....	-	-
	Web Site Maintenance/Call Center.....	-	-
	4. Fund Administrator Bond	-	-
	5. Miscellaneous	-	-
	6. Federal Account for Investor Restitution (FAIR) Reports Expenses	-	-
	Total Plan Implementation Expenses	-	-
	Total Disbursements for Distribution Expenses Paid by the Fund		-
Line 12	Disbursements to Court/Other:		
	<i>Line 12a Investment Expenses/Court Registry Investment System (CRIS) Fees</i>	-	-
	<i>Line 12b Federal Tax Payments</i>	-	-
	Total Disbursement to Court/Other:		-
	Total Funds Disbursed (Lines 9 - 11):		(89,843)
Line 13	Ending Balance (As of 03/31/2021):		2,300,252

STANDARDIZED FUND ACCOUNTING REPORT for USFIA - Cash Basis
SEC vs. PDC Capital, et al Case number 8:16-cv-02257-CJC-DFM
Reporting Period 09/01/2020 to 03/31/2021

Line 14	Ending Balance of Fund - Net Assets:			
<i>Line 14a</i>	<i>Cash & Cash Equivalents</i>			2,300,252
<i>Line 14b</i>	<i>Investments</i>			-
<i>Line 14c</i>	<i>Other Assets or Uncleared Funds</i>			-
	Total Ending Balance of Fund - Net Assets			2,300,252

OTHER SUPPLEMENTAL INFORMATION:

	<u>Detail</u>	<u>Subtotal</u>	<u>Grand Total</u>
<i>Report of Items NOT to be Paid by the Fund:</i>			
Line 15	Disbursement for Plan Administration Expenses Not Paid by the Fund:		
<i>Line 15a</i>	<i>Plan Development Expenses Not Paid by the Fund:</i>		
	1. Fees:		
	Fund Administrator.....	-	-
	IDC.....	-	-
	Distribution Agent.....	-	-
	Consultants.....	-	-
	Legal Advisors.....	-	-
	Tax Advisors.....	-	-
	2. Administrative Expenses	-	-
	3. Miscellaneous	-	-
	Total Plan Developmental Expenses Not Paid by the Fund		-
<i>Line 15b</i>	<i>Plan Implementation Expenses Not Paid by the Fund</i>		
	1. Fees:		
	Fund Administrator.....	-	-
	IDC.....	-	-
	Distribution Agent.....	-	-
	Consultants.....	-	-
	Legal Advisors.....	-	-
	Tax Advisors.....	-	-
	2. Administrative Expenses	-	-
	3. Investor Identification		
	Notice/Publishing Approved Plan.....	-	-
	Claimant Identification.....	-	-
	Claims Processing.....	-	-
	Web Site Maintenance/Call Center.....	-	-
	4. Fund Administrator Bond	-	-
	5. Miscellaneous	-	-
	6. FAIR Reporting Expenses	-	-
	Total Plan Implementation Expenses Not Paid by the Fund		-
<i>Line 15c</i>	<i>Tax Administrator Fees & Bonds Not Paid by the Fund</i>		-
	Total Disbursements for Plan Administration Expenses Not Paid by the Fund		-
Line 16	Disbursements to Court/Other Not Paid by the Fund:		
<i>Line 16a</i>	<i>Investment Expenses/CRIS Fees</i>	-	-
<i>Line 16b</i>	<i>Federal Tax Payments</i>	-	-
	Total Disbursement to Court/Other Not Paid by the Fund:		-
Line 17	DC & State Tax Payments	-	-
Line 18	No. of Claims:		
<i>Line 18a</i>	<i># of Claims Received This Reporting Period.....</i>		
<i>Line 18b</i>	<i># of Claims Received Since Inception of Fund.....</i>		
Line 19	No. of Claimants/Investors:		
<i>Line 19a</i>	<i># of Claimants/Investors Paid this Reporting Period.....</i>		
<i>Line 19b</i>	<i># of Claimants/Investors Paid Since Inception of Fund.....</i>		

Receiver: 

By: Thomas Seaman
 Receiver for PDC Capital

Date: March 31, 2021

PROOF OF SERVICE

Securities and Exchange Commission v. Emilio Francisco; PDC Capital Group, LLC, et al.,
USDC, Central District of California – Case No. 8:16-cv-02257-CJC-DFM

I am employed in the County of Los Angeles, State of California. I am over the age of 18 and not a party to the within action. My business address is 865 S. Figueroa Street, Suite 2800, Los Angeles, California 90017-2543.

On **March 31, 2021**, I caused to be served the document entitled: **RECEIVER’S AND SECURITIES AND EXCHANGE COMMISSION’S JOINT REPORT AND RECOMMENDATIONS** on all the parties to this action addressed as stated on the attached service list.

- OFFICE MAIL:** By placing in sealed envelope(s), which I placed for collection and mailing today following ordinary business practices. I am readily familiar with the firm's practice for collection and processing of correspondence for mailing; such correspondence would be deposited with the U.S. Postal Service on the same day in the ordinary course of business.
- OVERNIGHT DELIVERY:** I deposited in a box or other facility regularly maintained by express service carrier, or delivered to a courier or driver authorized by said express service carrier to receive documents, a true copy of the foregoing document(s) in sealed envelope(s) or package(s) designed by the express service carrier, addressed as indicated on the attached service list, with fees for overnight delivery paid or provided for.
- HAND DELIVERY:** I caused to be hand delivered each such envelope to the office of the addressee as stated on the attached service list.
- ELECTRONIC MAIL:** By transmitting the document by electronic mail to the electronic mail address as stated on the attached service list.
- E-FILING:** By causing the document to be electronically filed via the Court's CM/ECF system, which effects electronic service on counsel who are registered with the CM/ECF system.
- FAX:** By transmitting the document by facsimile transmission. The transmission was reported as complete and without error.

I declare that I am employed in the office of a member of the Bar of this Court at whose direction the service was made. I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct. Executed on **March 31, 2021** at Los Angeles, California.

/s/ Martha Diaz
Martha Diaz

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SERVICE LIST

Securities and Exchange Commission v. Emilio Francisco; PDC Capital Group, LLC, et al.,
USDC, Central District of California – Case No. 8:16-cv-02257-CJC-DFM

Emilio Francisco
15 Rue Saint Cloud
Newport Beach, CA 92660