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305-373-9400

# Standardized Fund Accounting Report

CIVIL - RECEIVERSHIP FUND

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1 Global Capital, LLC, et. al<sup>1</sup>  
United States District Court  
Southern District of Florida  
Case No. 0:18-cv-61991-BB

**Reporting Period 07/01/2019 to 09/30/2019**

**1:** Bright Smile Financing, LLC ("Bright Smile"); BRR Block Inc. ("BRR Block"); Digi South LLC ("Digi South"); Ganador Enterprises, LLC ("Ganador"); Media Pay LLC ("Media Pay"); Pay Now Direct LLC ("Pay Now"); the Ruderman Family Trust; and Bright Smile Trust (the "Receivership Entities")

STANDARDIZED FUND ACCOUNT REPORT for Receivership Entities - Cash Basis Receivership;  
Case No. 0:18-cv-61991-BB  
Reporting Period 07/01/2019 to 09/30/2019

FUND ACCOUNTING [COMBINED] for Bright Smile Financing LLC, BRR Block Inc, Digi South LLC, and Ganador Enterprises LLC as of September 30, 2019				
		Detail	Subtotal	Grand Total
Line 1	Beginning Balance (As of 6/30/2019):	\$ 5,042,458.51		\$ 5,042,458.51
	<i>Increases in Fund Balance:</i>			
Line 2	Business Income			
	BrightSmile Operation Collections	-	-	
Line 3	Cash and Securities			
	Turnover of Funds from Frozen Accounts	-	-	
	Release of collateral - Bright Smile <sup>2</sup>	501,572.70	501,572.70	
Line 4	Interest/Dividend Income	-	-	
Line 5	Business Asset Liquidation			
5.1	Sale of BrightSmile Assets <sup>3</sup>	450,000.00		
5.2	Ganador Settlement <sup>4</sup>	60,937.50		
	Total Line 5		510,937.50	
Line 6	Personal Asset Liquidation	-	-	
Line 7	Third-Party Litigation Income	-	-	
Line 8	Miscellaneous - Other	-	-	
8.1	Security Deposits/Retainer Refunds	-	-	
8.2	Tax Refunds	-	-	
	Total Line 8		-	
	<b>Total Funds Available (Lines 1-8)</b>			<b>6,054,968.71</b>
	<i>Decreases in Fund Balance:</i>			
Line 9	Disbursements to Investors			
Line 10	Disbursements for Receivership Operations			
Line 10a	Disbursements to Receiver	-		
	Disbursements to Other Professionals			
	Accountants for Receiver	4,880.78		
	Appraisers for Receiver	-		
	Attorneys for Receiver	146,089.88		
	Total 10a		150,970.66	
Line 10b	Business and Asset Expenses			
	Lease Payments, Admin Rent	-		
	Contract Labor and Office Expenses	-		
	Other Contract and Business Expenses	107.68		
	Costs to Secure/Maintain Property/Assets	-		
	Computer and Website Expenses	-		
	Expenses re Sales of Assets	-		
	Total 10b		107.68	
Line 10c	Personal Asset Expenses	-	-	
Line 10d	Investment Expenses	-	-	
Line 10e	Third-Party Litigation Expenses			
	1. Attorney Fees	-		
	2. Litigation Expenses	-		
	3. Mediation Services	4,025.00		
	Total 10e		4,025.00	
Line 10f	Tax Administrator Fees and Bonds			
Line 10g	Federal and State Tax Payments	-	-	
	<b>Total Disbursements for Receivership Operations</b>			<b>155,103.34</b>
Line 11	Disbursements for Distribution Expenses Paid by the Fund:			
Line 11a	Distribution Plan Development Expenses:			
	1. Fees:			
	Fund Administrator			
	Independent Distribution Consultant (IDC)			
	Distribution Agent			
	Consultants			
	Legal Advisers			
	Tax Advisers			
	2. Administrative Expenses			
	3. Miscellaneous			
	Total Plan Development Expenses			
Line 11b	Distribution Plan Implementation Expenses:			
	1. Fees:			
	Fund Administrator			
	Independent Distribution Consultant (IDC)			
	Distribution Agent			
	Consultants			
	Legal Advisers			
	Tax Advisers			
	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) Reporting Expenses			
	Total Plan Implementation Expenses			
	<b>Total Disbursements for Distribution Expenses Paid by the Fund</b>			
Line 12	Disbursements to Court/Other:			
Line 12a	Investment Expenses/ Court Registry Investment System (CRIS) Fees			
Line 12b	Federal Tax Payments			
	<b>Total Disbursements to Court/Other:</b>			
	<b>Total Funds Disbursed (Lines 9-11):</b>			<b>155,103.34</b>
Line 13	Ending Balance (As of 09/30/2019):			<b>\$ 5,899,865.37</b>

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FUND ACCOUNTING [COMBINED] for Bright Smile Financing LLC, BRR Block Inc, Digi South LLC, and Ganador Enterprises LLC as of September 30, 2019				
		Detail	Subtotal	Grand Total
Line 14	Ending Balance of Fund - Net Assets:			
Line 14a	Cash & Cash Equivalents			5,899,865.37
Line 14b	Investments			
Line 14c	Other Assets or Uncleared Funds			
	<b>Total Ending Balance of Fund - Net Assets</b>			<b>\$ 5,899,865.37</b>
<b>OTHER SUPPLEMENTAL INFORMATION:</b>				
	<b>Report of Items NOT To Be Paid by the Fund:</b>			
Line 15	Disbursements for Plan Administration Expenses Not Paid by the Fund:			
Line 15a	Plan Development Expenses Not Paid by the Fund:			
	1. Fees:			
	Fund Administrator			
	IDC			
	Distribution Agent			
	Consultants			
	Legal Advisers			
	2. Administrative Expenses			
	3. Miscellaneous			
	<b>Total Plan Development Expenses Not Paid by the Fund</b>			
Line 15b	Plan Implementation Expenses Not Paid by the Fund:			
	1. Fees:			
	Fund Administrator			
	IDC			
	Distribution Agent			
	Consultants			
	Legal Advisers			
	Tax Advisers			
	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 Development Expenses Not Paid by the Fund			
Line 15c	Tax Administrator Fees & Bonds Not Paid by the Fund			
	<b>Total Disbursements for Plan Administration Expenses Not Paid by the Fund</b>			
Line 16	Disbursements for Plan Administration Expenses Not Paid by the Fund:			
Line 16a	Investment Expenses/CRIS Fees			
Line 16b	Federal Tax Payments			
	<b>Total Disbursements to Court/Other Not Paid by the Fund:</b>			
Line 17	DC & State Tax Payments			
Line 18	No. of Claims			
Line 18a	# of Claims Received This Reporting Period			
Line 18b	# of Claims Received Since Inception of Fund			
Line 19	No. of Claimants/Investors			
Line 19a	# of Claims Received This Reporting Period			
Line 19b	# of Claims Received Since Inception of Fund			

- The Receiver recovered \$2,517,463.12 on May 28, 2019, from Bridge Bank that was allegedly being held as cash collateral in connection with clearing house services to Bright Smile. Subsequently, on July 9, 2019, the Receiver recovered the remaining \$501,572.70 from Bridge Bank that was being withheld.
- The Bright Smile Financing, LLC asset sale proceeds were received pursuant to the *Omnibus Order on Motion for Comfort Order Confirming Termination of Banking agreements and Receiver's Motion to Approve Bright Smile Asset Sale and Purchase Agreement [DE 162 filed on February 20, 2019]* and subsequent Receiver's Notice of Entering Into Second Amendment to Asset Purchase and Sale Agreement and Modification of Payment Schedule Under Purchase and Sale Agreement [DE 168 filed on March 7, 2019].
- The Ganador Enterprises, LLC settlement proceeds were received pursuant to the *Order Granting Receiver's Motion for Approval of the Settlement Agreement Related to Ganador Enterprises, LLC [DE 124 filed on December 27, 2018]*.

Receiver:  
By: Jon A. Sale  
(signature)  
JON A. SALE  
(printed name)  
2/28/20 Receiver  
(title)  
Date: 2/28/20

Schedule 1.1  
 STANDARDIZED FUND ACCOUNT REPORT for Receivership Entities - Cash Basis Receivership;  
 Case No. 0:18-cv-61991-BB  
 Reporting Period 07/01/2019 to 09/30/2019

DETAIL OF LINE 1, BEGINNING BALANCE

Entity	Bank Name	Account Number	Bank ID	As of Date	Balance
BrightSmile	Bank United	*****9469	BU 9469	6/30/2019	\$ 3,736,696.39
BRR Block	Bank United	*****0955	BU 0955	6/30/2019	300,614.99
Digi South	Bank United	*****0707	BU 0707	6/30/2019	153,983.38
Ganadaor	Bank United	*****9065	BU 9065	6/30/2019	851,163.75
					\$ 5,042,458.51

Schedule 3.1  
STANDARDIZED FUND ACCOUNT REPORT for Receivership Entities - Cash Basis Receivership;  
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DETAIL OF LINE 3, CASH AND SECURITIES

Date	Entity	Bank ID	Ref	Payee	Purpose	Amount
07/09/19	BrightSmile	BU 9469	Deposit	Bridge Bank	Recovery of Collateral	501,572.70
						<u>\$ 501,572.70</u>

Schedule 5.1  
 STANDARDIZED FUND ACCOUNT REPORT for Receivership Entities - Cash Basis Receivership;  
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DETAIL OF LINE 5, BUSINESS ASSET LIQUIDATION

Date	Entity	Bank ID	Ref	Payee	Purpose	Amount
07/01/19	BrightSmile	BU 9469	Deposit	Bright Smile	Asset Sale	\$ 150,000.00
07/26/19	Ganador	BU 9065	Deposit	National Techmark	Settlement Collections	20,312.50
08/01/19	BrightSmile	BU 9469	Deposit	Bright Smile	Asset Sale	150,000.00
08/28/19	Ganador	BU 9065	Deposit	National Techmark	Settlement Collections	20,312.50
09/03/19	BrightSmile	BU 9469	Deposit	Bright Smile	Asset Sale	150,000.00
09/26/19	Ganador	BU 9065	Deposit	National Techmark	Settlement Collections	20,312.50
						\$ 510,937.50

Schedule 10.1  
 STANDARDIZED FUND ACCOUNT REPORT for Receivership Entities - Cash Basis Receivership;  
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DETAIL OF LINE 10, DISBURSEMENTS FOR RECEIVERSHIP OPERATIONS

DETAIL OF LINE 10A, DISBURSEMENTS TO RECEIVER AND TO OTHER PROFESSIONALS

Date	Entity	Bank ID	Ref	Payee	Purpose	Amount
08/08/19	BrightSmile	BU 9469	1019	Nelson Mullins Broad & Cassel	Attorneys for Receiver	\$ 117,739.88
08/08/19	BrightSmile	BU 9469	1020	Sale & Weintraub	Attorneys for Receiver	28,350.00
08/13/19	BrightSmile	BU 9469	1021	Kapila Mukamal	Accountants for Receiver	4,880.78
						\$ 150,970.66

DETAIL OF LINE 10B, BUSINESS AND ASSET EXPENSES

Date	Entity	Bank ID	Ref	Payee	Purpose	Amount
07/09/19	BrightSmile	BU 9469		Bank Fee	Bank Fee	\$ 15.00
08/13/19	Ganador	BU 9065		Bank Fee	Bank Fee Reversal	(20.00)
08/13/19	BrightSmile	BU 9469		Bank Fee	Bank Fee Reversal	(45.00)
08/27/19	BrightSmile	BU 9469	1022	PayChex	W-2 Processing Fees	157.68
						\$ 107.68

DETAIL OF LINE 10E, THIRD-PARTY LITIGATION EXPENSES

Date	Entity	Bank ID	Ref	Payee	Purpose	Amount
08/14/19	BrightSmile	BU 9469	1023	Esquibel Communications Company	Mediation Services	\$ 5,250.00
09/03/19	BrightSmile	BU 9469		Esquibel Communications Company	Mediation Services - Return of Retainer	\$ (1,225.00)
						\$ 4,025.00

Schedule 13.1  
STANDARDIZED FUND ACCOUNT REPORT for Receivership Entities - Cash Basis Receivership;  
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DETAIL OF LINE 13, ENDING BALANCE

Entity	Bank Name	Account Number	Bank ID	As of Date	Balance
BrightSmile	Bank United	*****9469	BU 9469	9/30/2019	\$ 4,533,145.75
BRR Block	Bank United	*****0955	BU 0955	9/30/2019	300,614.99
Digi South	Bank United	*****0707	BU 0707	9/30/2019	153,983.38
Ganadaor	Bank United	*****9065	BU 9065	9/30/2019	912,121.25
					\$ 5,899,865.37