



**QUARTERLY STATEMENT  
AS OF MARCH 31, 2017  
OF THE CONDITION AND AFFAIRS OF THE  
PACIFCSOURCE HEALTH PLANS**

NAIC Group Code 4704 , 4704 NAIC Company Code 54976 Employer's ID Number 93-0245545  
(Current Period) (Prior Period)

Organized under the Laws of Oregon , State of Domicile or Port of Entry OR

Country of Domicile United States of America

Licensed as business type: Life, Accident & Health[] Property/Casualty[  Hospital, Medical & Dental Service or Indemnity[   
 Dental Service Corporation[  Vision Service Corporation[  Health Maintenance Organization[   
 Other[  Is HMO Federally Qualified? Yes[  No[  N/A[]

Incorporated/Organized 03/31/1933 Commenced Business 07/01/1939

Statutory Home Office 110 INTERNATIONAL WAY , SPRINGFIELD, OR, US 97477  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 110 INTERNATIONAL WAY  
(Street and Number) (541)686-1242  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 110 INTERNATIONAL WAY , SPRINGFIELD, OR, US 97477  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 110 INTERNATIONAL WAY  
(Street and Number) (541)686-1242  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.pacificsource.com

Statutory Statement Contact PETER F DAVIDSON (541)684-5212  
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**OFFICERS**

<u>Name</u>	<u>Title</u>
KENNETH P PROVENCHER	President/CEO
KRISTIN E KERNUTT	Secretary
PETER F DAVIDSON	EVP/Chief Financial Officer
ERICK DOOLEN	EVP/Chief Operating Officer
DAN ROTH	EVP/Chief Medical Officer
DAN STEVENS	Executive Vice President
SHARON THOMSON	Executive Vice President

**OTHERS**

**DIRECTORS OR TRUSTEES**

PATRICIA SCHMITT	DAVID SHUTE MD
ROGER SAYDACK	EDWIN DAHLBERG
RICHARD WRIGHT JR	DIVYA SHARMA MD
JEFFREY BARBER	ROBERT BENTLEY MD
GEORGE BROWN MD	LINDA HOFF
CHARLES WILHOITE	JOHN WINTER JR

State of Oregon  
 County of Lane ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

\_\_\_\_\_  
(Signature)  
 KENNETH P. PROVENCHER  
(Printed Name)  
 1.  
 President/CEO  
(Title)

\_\_\_\_\_  
(Signature)  
 PETER F. DAVIDSON  
(Printed Name)  
 2.  
 Chief Financial Officer  
(Title)

\_\_\_\_\_  
(Signature)  
(Printed Name)  
 3.  
(Title)

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 2017

a. Is this an original filing?  
 b. If no, 1. State the amendment number  
 2. Date filed  
 3. Number of pages attached

Yes[] No[ ]

05/15/2017

\_\_\_\_\_  
(Notary Public Signature)

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	67,508,417		67,508,417	67,005,027
2. Stocks:				
2.1 Preferred stocks .....	534,331		534,331	513,758
2.2 Common stocks .....	101,796,749		101,796,749	98,527,246
3. Mortgage loans on real estate:				
3.1 First liens .....				
3.2 Other than first liens .....				
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances) .....				
4.2 Properties held for the production of income (less \$.....0 encumbrances) .....				
4.3 Properties held for sale (less \$.....0 encumbrances) .....				
5. Cash (\$.....37,619,932), cash equivalents (\$.....6,349,619) and short-term investments (\$.....190,570) .....	44,160,121		44,160,121	30,310,647
6. Contract loans (including \$.....0 premium notes) .....				
7. Derivatives .....				
8. Other invested assets .....	555,011		555,011	555,011
9. Receivables for securities .....				14,779
10. Securities lending reinvested collateral assets .....				
11. Aggregate write-ins for invested assets .....				
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	214,554,628		214,554,628	196,926,469
13. Title plants less \$.....0 charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	492,584		492,584	451,991
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	14,291,507	627,003	13,664,504	8,391,421
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums) .....				
15.3 Accrued retrospective premiums (\$.....54,015) and contracts subject to redetermination (\$.....6,028,009) .....	6,987,803	905,779	6,082,024	10,952,511
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	6,095,648		6,095,648	8,867,495
16.2 Funds held by or deposited with reinsured companies .....				
16.3 Other amounts receivable under reinsurance contracts .....				
17. Amounts receivable relating to uninsured plans .....	3,469,048	568	3,468,480	2,993,558
18.1 Current federal and foreign income tax recoverable and interest thereon .....				339,659
18.2 Net deferred tax asset .....	1,700,000		1,700,000	2,000,000
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....				
21. Furniture and equipment, including health care delivery assets (\$.....0) .....				
22. Net adjustments in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....	4,069,128		4,069,128	2,384,448
24. Health care (\$.....4,454,210) and other amounts receivable .....	7,359,013	2,904,803	4,454,210	3,975,459
25. Aggregate write-ins for other-than-invested assets .....	1,227,508	570,652	656,856	803,335
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	260,246,868	5,008,806	255,238,062	238,086,346
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. TOTAL (Lines 26 and 27) .....	260,246,868	5,008,806	255,238,062	238,086,346
<b>DETAILS OF WRITE-INS</b>				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above) .....				
2501. INTANGIBLE ASSETS .....	488,921	488,921		
2502. PREPAID EXPENSES .....	143,129	81,732	61,397	122,795
2503. PREPAID REINSURANCE & GOVERNMENT RECEIVABLE .....	595,458		595,458	680,541
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	1,227,508	570,652	656,856	803,335



## LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$.....125,442 reinsurance ceded) .....	66,064,931	165,576	66,230,507	59,196,586
2. Accrued medical incentive pool and bonus amounts .....	762,028		762,028	78,979
3. Unpaid claims adjustment expenses .....	1,771,643		1,771,643	1,666,834
4. Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act .....	1,822,118		1,822,118	1,488,461
5. Aggregate life policy reserves .....				
6. Property/casualty unearned premium reserve .....				
7. Aggregate health claim reserves .....				
8. Premiums received in advance .....	8,143,071		8,143,071	8,025,562
9. General expenses due or accrued .....	3,210,030		3,210,030	5,224,343
10.1 Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized gains (losses)) .....	4,001,237		4,001,237	
10.2 Net deferred tax liability .....				
11. Ceded reinsurance premiums payable .....	72,797		72,797	363,987
12. Amounts withheld or retained for the account of others .....	1,201,370		1,201,370	2,329,939
13. Remittances and items not allocated .....				
14. Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current) .....				
15. Amounts due to parent, subsidiaries and affiliates .....	32,681		32,681	210,105
16. Derivatives .....				
17. Payable for securities .....	1,009,032		1,009,032	
18. Payable for securities lending .....				
19. Funds held under reinsurance treaties with (\$.....0 authorized reinsurers, \$.....0 unauthorized reinsurers and \$.....0 certified reinsurers) .....				
20. Reinsurance in unauthorized and certified (\$.....0) companies .....				
21. Net adjustments in assets and liabilities due to foreign exchange rates .....				
22. Liability for amounts held under uninsured plans .....	157,548		157,548	2,131,018
23. Aggregate write-ins for other liabilities (including \$.....0 current) .....	8,383		8,383	8,833
24. Total liabilities (Lines 1 to 23) .....	88,256,869	165,576	88,422,445	80,724,649
25. Aggregate write-ins for special surplus funds .....	X X X	X X X	3,750,000	
26. Common capital stock .....	X X X	X X X		
27. Preferred capital stock .....	X X X	X X X		
28. Gross paid in and contributed surplus .....	X X X	X X X	22,166,216	22,166,216
29. Surplus notes .....	X X X	X X X		
30. Aggregate write-ins for other-than-special surplus funds .....	X X X	X X X		
31. Unassigned funds (surplus) .....	X X X	X X X	140,899,401	135,195,482
32. Less treasury stock, at cost:				
32.1 .....0 shares common (value included in Line 26 \$.....0) .....	X X X	X X X		
32.2 .....0 shares preferred (value included in Line 27 \$.....0) .....	X X X	X X X		
33. Total capital and surplus (Lines 25 to 31 minus Line 32) .....	X X X	X X X	166,815,617	157,361,698
34. Total Liabilities, capital and surplus (Lines 24 and 33) .....	X X X	X X X	255,238,062	238,086,346
<b>DETAILS OF WRITE-INS</b>				
2301. POST RETIREMENT BENEFITS .....	8,383		8,383	8,833
2302. ....				
2303. ....				
2398. Summary of remaining write-ins for Line 23 from overflow page .....				
2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above) .....	8,383		8,383	8,833
2501. ACA 9010 Assessment .....	X X X	X X X	3,750,000	
2502. ....	X X X	X X X		
2503. ....	X X X	X X X		
2598. Summary of remaining write-ins for Line 25 from overflow page .....	X X X	X X X		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	X X X	X X X	3,750,000	
3001. ....	X X X	X X X		
3002. ....	X X X	X X X		
3003. ....	X X X	X X X		
3098. Summary of remaining write-ins for Line 30 from overflow page .....	X X X	X X X		
3099. TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above) .....	X X X	X X X		

## STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year	Prior Year
	1	2	To Date	Ended
	Uncovered	Total	Total	December 31
1. Member Months .....	X X X	598,936	483,011	1,933,218
2. Net premium income (including \$.....0 non-health premium income) .....	X X X	165,374,715	138,329,146	547,038,052
3. Change in unearned premium reserves and reserves for rate credits .....	X X X	(333,657)	818,950	885,881
4. Fee-for-service (net of \$.....0 medical expenses) .....	X X X			
5. Risk revenue .....	X X X			
6. Aggregate write-ins for other health care related revenues .....	X X X			
7. Aggregate write-ins for other non-health revenues .....	X X X			
8. Total revenues (Lines 2 to 7) .....	X X X	165,041,058	139,148,096	547,923,933
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits .....	211,362	84,544,859	74,064,753	306,938,135
10. Other professional services .....	34,605	13,842,078	11,403,462	44,619,643
11. Outside referrals .....	16,399	6,559,629	6,017,247	45,319,349
12. Emergency room and out-of-area .....	16,050	6,419,828	6,421,044	31,078,682
13. Prescription drugs .....	43,500	17,399,874	15,815,546	70,129,756
14. Aggregate write-ins for other hospital and medical .....				
15. Incentive pool, withhold adjustments and bonus amounts .....		683,049	2,127	32,364
16. Subtotal (Lines 9 to 15) .....	321,916	129,449,317	113,724,179	498,117,929
<b>Less:</b>				
17. Net reinsurance recoveries .....		(1,292,430)	583,884	11,531,263
18. Total hospital and medical (Lines 16 minus 17) .....	321,916	130,741,747	113,140,295	486,586,666
19. Non-health claims (net) .....				
20. Claims adjustment expenses, including \$.....3,454,771 cost containment expenses .....		6,712,643	7,475,272	25,711,018
21. General administrative expenses .....		16,949,291	22,567,365	64,919,813
22. Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only) .....				
23. Total underwriting deductions (Lines 18 through 22) .....	321,916	154,403,681	143,182,932	577,217,497
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	X X X	10,637,377	(4,034,836)	(29,293,564)
25. Net investment income earned .....		488,044	546,892	2,419,069
26. Net realized capital gains (losses) less capital gains tax of \$.....(43,981) .....		(81,678)	76,662	746,468
27. Net investment gains or (losses) (Lines 25 plus 26) .....		406,366	623,554	3,165,537
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....25,041)] .....		(25,041)	(35,229)	(262,235)
29. Aggregate write-ins for other income or expenses .....		(18,979)	(34,987)	3,597,066
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....	X X X	10,999,723	(3,481,497)	(22,793,195)
31. Federal and foreign income taxes incurred .....	X X X	3,762,683	2,490,017	(1,705,357)
32. Net income (loss) (Lines 30 minus 31) .....	X X X	7,237,040	(5,971,515)	(21,087,838)
<b>DETAILS OF WRITE-INS</b>				
0601. ....	X X X			
0602. ....	X X X			
0603. ....	X X X			
0698. Summary of remaining write-ins for Line 6 from overflow page .....	X X X			
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above) .....	X X X			
0701. ....	X X X			
0702. ....	X X X			
0703. ....	X X X			
0798. Summary of remaining write-ins for Line 7 from overflow page .....	X X X			
0799. TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above) .....	X X X			
1401. ....				
1402. ....				
1403. ....				
1498. Summary of remaining write-ins for Line 14 from overflow page .....				
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above) .....				
2901. MISCELLANEOUS .....		646	1,179	5,243
2902. CHARITABLE CONTRIBUTIONS .....		(19,624)	(36,166)	(75,415)
2903. Contract revenue .....				3,667,239
2998. Summary of remaining write-ins for Line 29 from overflow page .....				
2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above) .....		(18,979)	(34,987)	3,597,066



## STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
<b>CAPITAL &amp; SURPLUS ACCOUNT</b>			
33. Capital and surplus prior reporting year .....	157,361,697	144,396,362	144,396,362
34. Net income or (loss) from Line 32 .....	7,237,040	(5,971,515)	(21,087,838)
35. Change in valuation basis of aggregate policy and claim reserves .....			
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ 500,000 .....	3,639,074	361,607	9,670,612
37. Change in net unrealized foreign exchange capital gain or (loss) .....			
38. Change in net deferred income tax .....	(800,000)	500,000	(700,000)
39. Change in nonadmitted assets .....	(622,195)	(723,404)	698,592
40. Change in unauthorized and certified reinsurance .....			
41. Change in treasury stock .....			
42. Change in surplus notes .....			
43. Cumulative effect of changes in accounting principles .....			
44. Capital Changes:			
44.1 Paid in .....			
44.2 Transferred from surplus (Stock Dividend) .....			
44.3 Transferred to surplus .....			
45. Surplus adjustments:			
45.1 Paid in .....			25,000,000
45.2 Transferred to capital (Stock Dividend) .....			
45.3 Transferred from capital .....			
46. Dividends to stockholders .....			
47. Aggregate write-ins for gains or (losses) in surplus .....			(616,030)
48. Net change in capital and surplus (Lines 34 to 47) .....	9,453,919	(5,833,311)	12,965,335
49. Capital and surplus end of reporting period (Line 33 plus 48) .....	166,815,616	138,563,051	157,361,697
<b>DETAILS OF WRITE-INS</b>			
4701. Correction of Error .....			(616,030)
4702. ....			
4703. ....			
4798. Summary of remaining write-ins for Line 47 from overflow page .....			
4799. TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above) .....			(616,030)

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	164,215,173	143,214,564	550,659,535
2. Net investment income .....	464,691	555,329	2,470,699
3. Miscellaneous income .....			
4. TOTAL (Lines 1 to 3) .....	164,679,864	143,769,892	553,130,233
5. Benefit and loss related payments .....	120,963,749	115,728,464	483,277,106
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			
7. Commissions, expenses paid and aggregate write-ins for deductions .....	28,063,850	24,129,566	88,953,833
8. Dividends paid to policyholders .....			
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses) .....	(622,194)		(401,674)
10. TOTAL (Lines 5 through 9) .....	148,405,405	139,858,030	571,829,265
11. Net cash from operations (Line 4 minus Line 10) .....	16,274,459	3,911,862	(18,699,032)
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	11,564,595	20,429,056	69,635,714
12.2 Stocks .....			6,333,871
12.3 Mortgage loans .....			
12.4 Real estate .....			
12.5 Other invested assets .....		34,414	133,355
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....			
12.7 Miscellaneous proceeds .....	1,023,812	18,828	35,976
12.8 TOTAL investment proceeds (Lines 12.1 to 12.7) .....	12,588,407	20,482,298	76,138,917
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	12,210,886	20,122,988	60,863,583
13.2 Stocks .....	151,000		1,035,398
13.3 Mortgage loans .....			
13.4 Real estate .....			
13.5 Other invested assets .....			
13.6 Miscellaneous applications .....		53,491	50,377
13.7 TOTAL investments acquired (Lines 13.1 to 13.6) .....	12,361,886	20,176,479	61,949,358
14. Net increase (or decrease) in contract loans and premium notes .....			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	226,520	305,819	14,189,558
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....			
16.2 Capital and paid in surplus, less treasury stock .....			25,000,000
16.3 Borrowed funds .....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....			
16.5 Dividends to stockholders .....			
16.6 Other cash provided (applied) .....	(2,651,508)	885,868	(3,214,464)
17. Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6) .....	(2,651,508)	885,868	21,785,536
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	13,849,471	5,103,548	17,276,062
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	30,310,649	13,034,587	13,034,587
19.2 End of period (Line 18 plus Line 19.1) .....	44,160,121	18,138,135	30,310,649
<b>Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:</b>			
20.0001 .....			
20.0002 .....			
20.0003 .....			
20.0004 .....			

**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION**

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year .....	161,881	13,210	97,432	22		17,162				34,055
2. First Quarter .....	201,356	25,630	104,167	21		15,824				55,714
3. Second Quarter .....										
4. Third Quarter .....										
5. Current Year .....										
6. Current Year Member Months .....	598,936	72,957	311,569	63		47,377				166,970
Total Member Ambulatory Encounters for Period:										
7. Physician .....	102,154	14,397	87,757							
8. Non-Physician .....	83,340	8,577	62,354			12,409				
9. Total .....	185,494	22,974	150,111			12,409				
10. Hospital Patient Days Incurred .....	4,089	656	3,425	8						
11. Number of Inpatient Admissions .....	1,111	168	942	1						
12. Health Premiums Written (a) .....	167,303,656	33,518,517	126,804,576	9,395		4,587,454				2,383,714
13. Life Premiums Direct .....										
14. Property/Casualty Premiums Written .....										
15. Health Premiums Earned .....	166,969,999	33,451,670	126,546,934	9,376		4,578,305				2,383,714
16. Property/Casualty Premiums Earned .....										
17. Amount Paid for Provision of Health Care Services .....	124,639,288	23,593,897	95,075,935	8,618		3,838,763				2,122,075
18. Amount Incurred for Provision of Health Care Services .....	129,449,317	24,504,423	98,406,862	8,951		3,986,907				2,542,174

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$.....0.



**CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)****Aging Analysis of Unpaid Claims**

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
0199999 Individually Listed Claims Unpaid .....						
0299999 Aggregate Accounts Not Individually Listed - Uncovered .....						
0399999 Aggregate Accounts Not Individually Listed - Covered .....	18,642,425	1,905,412	729,899	520,293	515,881	22,313,910
0499999 Subtotals .....	18,642,425	1,905,412	729,899	520,293	515,881	22,313,910
0599999 Unreported claims and other claim reserves .....						42,463,372
0699999 Total Amounts Withheld .....						1,327,783
0799999 Total Claims Unpaid .....						66,105,065
0899999 Accrued Medical Incentive Pool And Bonus Amounts .....						762,028



**UNDERWRITING AND INVESTMENT EXHIBIT**  
**ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE**

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5	6
	1	2	3	4	Claims Incurred in Prior Years (Columns 1+3)	Estimated Claim Reserve and Claim Liability Dec 31 of Prior Year
	On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec 31 of Prior Year	On Claims Incurred During the Year		
1. Comprehensive (hospital & medical) .....	44,864,896	73,221,291	8,718,947	55,670,495	53,583,843	58,094,116
2. Medicare Supplement .....	5,907	2,711		11,447	5,907	15,497
3. Dental only .....	801,938	3,036,825	56,181	765,622	858,119	828,446
4. Vision only .....						
5. Federal Employees Health Benefits Plan .....						
6. Title XVIII - Medicare .....						
7. Title XIX - Medicaid .....						
8. Other health .....	1,526,139	275,888	329,188	678,627	1,855,327	258,527
9. Health subtotal (Lines 1 to 8) .....	47,198,880	76,536,715	9,104,316	57,126,191	56,303,196	59,196,586
10. Healthcare receivables (a) .....	1,614,656	5,744,357			1,614,656	6,848,194
11. Other non-health .....						
12. Medical incentive pools and bonus amounts .....			79,054	682,974	79,054	78,979
13. Totals (Lines 9 - 10 + 11 + 12) .....	45,584,224	70,792,358	9,183,370	57,809,165	54,767,594	52,627,371

(a) Excludes \$.....0 loans or advances to providers not yet expensed.

## Notes to Financial Statement

### 1. Summary of Significant Accounting Policies

#### A. Accounting Practices

The accompanying financial statements of PacificSource Health Plans (the "Company" or "PSHP") have been prepared in conformity with accounting practices prescribed or permitted by the state of Oregon for determining and reporting the financial conditions and results of operations of an insurance company for determining its solvency under Oregon Insurance law. The National Association of Insurance Commissioners ("NAIC") Accounting Practices and Procedures Manual, ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the state of Oregon.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of Oregon is shown below:

		SSAP #	F/S Page	F/S Line	2017	2016
<u>NET INCOME</u>						
(1)	State basis (Page 4, Line 32, Columns 2 & 3)				7,237,040	(21,087,841)
(2)	State Prescribed Practices that increase/(decrease) NAIC SAP:					
(201)						
(299)	Total				0	0
(3)	State Permitted Practices that increase/(decrease) NAIC SAP:					
(301)						
(399)	Total				0	0
(4)	NAIC SAP (1-2-3=4)				7,237,040	(21,087,841)
<u>SURPLUS</u>						
(5)	State basis (Page 3, Line 33, Columns 3 & 4)				166,815,617	157,361,698
(6)	State Prescribed Practices that increase/(decrease) NAIC SAP:					
(601)						
(699)	Total				0	0
(7)	State Permitted Practices that increase/(decrease) NAIC SAP:					
(701)						
(799)	Total				0	0
(8)	NAIC SAP (5-6-7=8)				166,815,617	157,361,698

#### B. Use of Estimates in the Preparation of the Financial Statements.

No Material Change

#### C. Accounting Policy

(1) – (5) – No Material Change

(6) The Company had no loan-backed securities.

(1) (7) – (13) - No Material Change

#### D. Going Concern

None

### 2. Accounting Changes and Corrections of Errors

No Material Change

### 3. Business Combinations and Goodwill



## Notes to Financial Statement

No Material Change

#### 4. Discontinued Operations

No Material Change

#### 5. Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans - No Material Change
- B. Debt Restructuring - No Material Change
- C. Reverse Mortgages - No Material Change
- D. Loan-Backed Securities

(1) Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from third party data source.

(2) There are no other-than-temporary impairments on any Loan-Backed Securities.

(3) There are no other-than-temporary impairments on any Loan-Backed Securities.

(4) All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

a. The aggregate amount of unrealized losses:

1. Less than 12 months	\$0
2. 12 Months or Longer	\$218

b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 months	\$0
2. 12 Months or Longer	\$26,878

(5) There are no impaired securities for which an other-than-temporary impairment was not recognized in earnings as a realized loss.

#### E. Repurchase Agreements and/or Securities Lending Transactions

(1) Policy for requiring collateral or other security – No Material Change

(2) Carrying amount and classification of both those assets and associated liabilities – No Material Change

(3) Collateral accepted that it is permitted by contract or custom to sell or repledge:

a. Aggregate amount of contractually obligated open collateral positions – No Material Change

b. Fair value of that collateral and of the portion of that collateral that it has sold or repledged – None

c. Information about the sources and uses of that collateral – No Material Change

(4) Aggregate value of the reinvested collateral which is “one-line” reported and the aggregate reinvested collateral which is reported in the investment schedules – No Material Change

(5) Reinvestment of the cash collateral and any securities which it or its agent receives as collateral that can be sold or repledged – No Material Change

(6) Collateral accepted that it is not permitted by contract or custom to sell or repledge – No Material Change

(7) Collateral for transactions that extend beyond one year from the reporting date – No Material Change

- F. Real Estate – No Material Change
- G. Low-income housing tax credits (LIHTC) – No Material Change
- H. Restricted Assets – No Material Change
- I. Working Capital Finance Investments

2) Aggregate Book/Adjusted Carrying Value – None

(3) Events of Default – None

J. Offsetting and Netting of Assets and Liabilities – None

## Notes to Financial Statement

- K. Structured Notes – No Material Change
- L. 5\* Securities – No Material Change
- M. Short-Sales – No Material Change
- N. Prepayment Penalty and Acceleration Fees – No Material Change

**6. Joint Ventures, Partnerships and Limited Liability Companies**

No Material Change

**7. Investment Income**

No Material Change

**8. Derivative Instruments**

No Material Change

**9. Income Taxes**

No Material Change

**10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

A, B, & C - No Material Change

D. Amounts Due from or to Related Parties – No Material Change

E. Guarantees - No Material Change.

F. Material management contracts – No Material Change.

G. Common Control – No Material Change.

H. Deductions in Value – No Material Change.

I. SCA that exceed 10% of Admitted Assets – No Material Change.

J. Impaired SCAs – No Material Change.

K. Foreign Subsidiary – No Material Change

L. Downstream Noninsurance Holding Company – No Material Change

M. All SCA Investments - No Material Change

N. Investment in Insurance SCA – No Material Change.

**11. Debt**

A. Debt – No Material Change

B. FHLB (Federal Home Loan Bank) Agreements – None

**12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans.**

A. Defined Benefit Plan –

1) Change in benefit obligation – No Material Change

(2) Change in plan assets- No Material Change

(3) Funded status - No Material Change

(4) Components of net periodic benefit cost - None

(5) The amount included in unassigned funds (surplus) for the period arising from a change in the additional minimum pension liability recognized - No Material Change

(6) Amounts in unassigned funds (surplus expected to be recognized in the next fiscal year as components of net periodic benefit cost - No Material Change



## Notes to Financial Statement

(7) Amounts in unassigned funds (surplus) that have not been recognized as components of net periodic benefit cost - No Material Change

(8) Weighted-average assumptions used to determine net period benefit cost - No Material Change

(9) The amount of accumulated benefit obligation for defined benefit pension plans - No Material Change

(10) – (11) The defined benefit pension plan asset allocation as of the measurement date, and the target asset allocation, presented as a percentage of total plan assets - No Material Change

(12) Estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years- No Material Change

(13) Regulatory contribution requirements - No Material Change

(14) – (21) No Material Change.

B. Investment Policies and Strategies – No Material Change

C. Plan Assets – No Material Change

D. Long-term Rate-of-return-on-assets Assumption - No Material Change

E. Defined Contribution Plans - No Material Change

F. Multi-Employer Plan – No Material Change

G. Consolidated/Holding Company Plans – No Material Change e

H. Post-Employment Benefits and Compensated Absences – No Material Change

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17) – No Material Change

### 13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

No Material Change

### 14. Liabilities, Contingencies and Assessments

No Material Change

### 15. Leases

A. Lessee Operating Lease – No Material Change

B. Lessor Leases – No Material Change

### 16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk

No Material Change

### 17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables reported as Sales – No Material Change

B. Transfer and Servicing of Financial Assets

(1) Description of loaned securities – No Material Change

(2) Servicing Assets and Liabilities

a. Risks inherent in servicing assets and servicing liabilities – None

b. Amount of contractually specified servicing fees, late fees and ancillary fees earned for each period – None

c. Assumptions used to estimate the fair value – None

(3) Servicing assets and servicing liabilities are subsequently measured at fair value – No Material Change

(4) For securitizations, asset-backed financing arrangements, and similar transfers accounted for as sales when the transferor has continuing involvement (as defined in the glossary of the Accounting Practices & Procedures Manual) with the transferred financial assets:

a. Each income statement presented – None

b. Each statement of financial position presented, regardless of when the transfer occurred – None

(5) Transfers of financial assets accounted for as secured borrowing value – No Material Change

(6) Transfers of receivables with recourse – No Material Change

## Notes to Financial Statement

(7) Securities underlying repurchase and reverse repurchase agreements – No Material Change

C. Wash Sales – None

**18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans**

No Material Change

**19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators**

No Material Change

**20. Fair Value Measurements**

A.

(1) Fair Value Measurements at Reporting Date

	Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
<b>a.</b>	<b>Assets at fair value</b>				
01	Bonds				
02	Industrial and Misc	\$26,878			\$26,878
03	Total Bonds	\$26,878			\$26,878
04	Preferred Stock				
05	Industrial and Misc	\$534,331			\$534,331
06	Common stock				
07	Mutual Funds	\$24,130,682			\$24,130,682
08	Total Common Stock	\$24,130,682			\$24,130,682
99	Subtotal – Assets at fair value	\$24,691,891			\$24,691,891
<b>b.</b>	<b>Liabilities at fair value</b>				
01					
02					
99	Subtotal – Liabilities at fair value				

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy - None

(3) The Company's policy for determining when transfers between levels are recognized is determined at the end of the reporting period.

(4) The Company has not valued any securities at a Level 2 or 3.

(5) Derivative assets and liabilities- None

B. Fair Value Information under SSAP No. 100 combined with Fair Value information Under Other Account Pronouncements – None

C. Aggregate Fair Value of All Financial Instruments

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$67,333,000	\$67,508,417	\$67,333,000			
Preferred Stock	\$534,331	\$534,331	\$534,331			
Common Stock	\$101,796,749	\$101,796,749	\$24,130,682		\$77,666,067	
Short-term Investments	\$190,570	\$190,570	\$190,570			
Other Invested Assets	\$555,010	\$555,010		\$555,010		

D. Not Practicable to Estimate Fair Value – None

**21. Other Items**

A. Unusual and Infrequent Items – No Material Change

B. Troubled Debt Restructuring – No Material Change

C. Other Disclosures – No Material Change

D. Business Interruption Insurance Recoveries - No Material Change

E. State Transferable and Non-transferable Tax Credits - No Material Change

F. Subprime-Mortgage-Related Risk Exposure – No Material Change

G. Retained Assets – No Material Change

H. Insurance-Linked Securities (ILS) Contracts - No Material Change

**22. Events Subsequent**

Type I. – Recognized Subsequent Events



## Notes to Financial Statement

No Material Change

Type II – Nonrecognized Subsequent Events

No Material Change

## 23. Reinsurance

No Material Change

## 24. Retrospectively Rated Contracts &amp; Contracts Subject to Redetermination

- A. Accrued retrospective premium adjustments - No Material Change
- B. Accrued retrospective premium as an adjustment to earned premium - No Material Change
- C. Net premiums written subject to retrospective rating features - No Material Change
- D. Medical loss ratio rebates required pursuant to the Public Health Service Act - None.
- E. Risk-Sharing Provisions of the Affordable Care Act (ACA)

- (1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO)? Yes
- (2) Impact of Risk-Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

	<u>AMOUNT</u>
a. Permanent ACA Risk Adjustment Program	
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment	6,028,009
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	60,112
3. Premium adjustments payable due to ACA Risk Adjustment	
Operations (Revenue & Expense)	
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	(4,851,000)
5. Reported in expenses as ACA risk adjustment user fees (incurred/paid)	16,185
b. Transitional ACA Reinsurance Program	
Assets	
1. Amounts recoverable for claims paid due to ACA Reinsurance	5,101,699
2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	
3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	
Liabilities	
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	612,258
5. Ceded reinsurance premiums payable due to ACA Reinsurance	72,797
6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	
Operations (Revenue & Expense)	
7. Ceded reinsurance premiums due to ACA Reinsurance	
8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	(245,631)
9. ACA Reinsurance contributions – not reported as ceded premium	
c. Temporary ACA Risk Corridors Program	
Assets	
1. Accrued retrospective premium due to ACA Risk Corridors	54,015
Liabilities	
2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	
Operations (Revenue & Expense)	
3. Effect of ACA Risk Corridors on net premium income (paid/received)	
4. Effect of ACA Risk Corridors on change in reserves for rate credits	

## Notes to Financial Statement

- (3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance.

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Unsettled Balances as of the Reporting Date		
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Cumulative Balance from Prior Years (Col 1 - 3 +7)	Cumulative Balance from Prior Years (Col 2 - 4 +8)	
					1	2	3	4	5	6	7
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Ref	Receivable	(Payable)
<b>a. Permanent ACA Risk Adjustment Program</b>											
1. Premium adjustments receivable	\$10,879,009	\$-	\$-	\$-	\$10,879,009	\$-	\$(266,000)	\$-	A	\$10,613,009	\$-
2. Premium adjustments (payable)	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	B	\$-	\$-
3. Subtotal ACA Permanent Risk Adjustment Program	\$10,879,009	\$-	\$-	\$-	\$10,879,009	\$-	\$(266,000)	\$-		\$10,613,009	\$-
<b>b. Transitional ACA Reinsurance Program</b>											
1. Amounts recoverable for claims paid	\$6,683,754	\$-	\$1,336,424	\$-	\$5,347,330	\$-	\$(245,631)	\$-	C	\$5,101,699	\$-
2. Amounts recoverable for claims unpaid (contra liability)	\$522,590	\$-	\$522,590	\$-	\$-	\$-	\$-	\$-	D	\$-	\$-
3. Amounts receivable relating to uninsured plans	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	E	\$-	\$-
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$-	\$3,061,289	\$-	\$2,449,031	\$-	\$612,258	\$-	\$-	F	\$-	\$612,258
5. Ceded reinsurance premiums payable	\$-	\$363,987	\$-	\$291,190	\$-	\$72,797	\$-	\$-	G	\$-	\$72,797
6. Liability for amounts held under uninsured plans	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	H	\$-	\$-
7. Subtotal ACA Transitional Reinsurance Program	\$7,206,344	\$3,425,276	\$1,859,014	\$2,740,221	\$5,347,330	\$685,055	\$(245,631)	\$-		\$5,101,699	\$685,055
<b>c. Temporary ACA Risk Corridors Program</b>											
1. Accrued retrospective premium	\$979,283	\$-	\$19,488	\$-	\$959,795	\$-	\$-	\$-	I	\$959,795	\$-
2. Reserve for rate credits or policy experience rating refunds	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	J	\$-	\$-
3. Subtotal ACA Risk Corridors Program	\$979,283	\$-	\$19,488	\$-	\$959,795	\$-	\$-	\$-		\$959,795	\$-
4. Total for ACA Risk Sharing Provisions	\$19,064,636	\$3,425,276	\$1,878,502	\$2,740,221	\$17,186,133	\$685,055	\$(511,631)	\$-		\$16,674,502	\$685,055

Explanations of Adjustments

A Adjusted amount based on notice received from United States Department of Health and Human Services
B.
C Adjusted amount based on notice received from United States Department of Health and Human Services.
D
E
F
G
H
I
J

- (4) Roll Forward of ACA Risk Corridor Asset and Liability Balances

Risk Corridors Program Year	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Unsettled Balances as of the Reporting Date		
					Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Cumulative Balance from Prior Years (Col 1 - 3 +7)	Cumulative Balance from Prior Years (Col 2 - 4 +8)	
					1	2	3	4	5	6	7
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Ref	Receivable	(Payable)
<b>2014</b>											
1. Accrued retrospective premium	979,283		19,488						A	959,795	0
2. Reserve for rate credits or policy experience rating refunds									B		
<b>2015</b>											
1. Accrued retrospective premium									C		0
2. Reserve for rate credits or policy experience rating refunds									D		
<b>2016</b>											
1. Accrued retrospective premium									E		
2. Reserve for rate credits or policy experience rating refunds									F		
d. Total for Risk Corridors											

Explanations of Adjustments

A
B.
C
D
E
F

24E(4)d (Columns 1 through 10) should equal 24E(3)c3 (Column 1 through 10 respectively)



## Notes to Financial Statement

## (5) ACA Risk Corridor Receivable:

Risk Corridors Program Year	1 Estimated Amount to be Filed or Final Amount Filed with CMS	2 Non-Accrued Amounts for Impairment or Other Reasons	3 Amounts received from CMS	4 Asset Balance (Gross of Non-admissions) (1-2-3)	5 Non-admitted Amount	6 Net Admitted Asset (4-5)
a. 2014	\$ 7,188,726	\$ 5,139,939	\$ 1,088,992	\$ 959,795	\$ 905,780	\$ 54,015
b. 2015	\$ 32,311,569	\$ 32,311,569	\$	\$	\$	\$
c. 2016	\$ 20,500,000	\$ 20,500,000	\$	\$	\$	\$
d. Total (a+b+c)	\$ 60,000,295	\$ 57,951,508	\$ 1,088,992	\$ 959,795	\$ 905,780	\$ 54,015

24E(5)d (Column 4) should equal 24E(3)c1 (Column 9)

24E(5)d (Column 6) should equal 24E(2)c1

## 25. Changes in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2016 were \$60,942,399. As of March 31, 2017, \$48,865,714 has been paid for incurred claims and claims adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$9,104,316 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$2,972,369 favorable prior-year development since December 31, 2016 to March 31, 2017. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

## 26. Intercompany Pooling Arrangements

No Material Change

## 27. Structured Settlements

No Material Change

## 28. Health Care Receivables

No Material Change

## 29. Participating Policies

No Material Change

## 30. Premium Deficiency Reserves

No Material Change

## 31. Anticipated Salvage and Subrogation

No Material Change

**GENERAL INTERROGATORIES****PART 1 - COMMON INTERROGATORIES****GENERAL**

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ] N/A [X]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]
- 2.2 If yes, date of change: .....
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No [ ]  
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes: .....
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile
.....	.....	.....

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [ ] No [ ] N/A [X]  
If yes, attach an explanation. ....
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2013
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .... 12/31/2013
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .... 05/05/2015
- 6.4 By what department or departments?  
State of Oregon Insurance Division
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [ ] No [ ] N/A [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [ ] N/A [ ]
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]
- 7.2 If yes, give full information
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC
.....	.....	Yes [ ] No [X]	Yes [ ] No [X]	Yes [ ] No [X]	Yes [ ] No [X]

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]  
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;  
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;  
(c) Compliance with applicable governmental laws, rules and regulations;  
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and  
(e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain: .....
- 9.2 Has the code of ethics for senior managers been amended? Yes [ ] No [X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

**FINANCIAL**

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No [ ]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ ..... 3,868,156

**INVESTMENT**

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [ ] No [X]
- 11.2 If yes, give full and complete information relating thereto: .....
12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ ..... 0
13. Amount of real estate and mortgages held in short-term investments: \$ ..... 0



## GENERAL INTERROGATORIES (Continued)

### INVESTMENT

- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?  
 14.2 If yes, please complete the following:

Yes[X] No[]

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....		
14.22 Preferred Stock .....		
14.23 Common Stock .....	75,775,356	77,666,067
14.24 Short-Term Investments .....		
14.25 Mortgages Loans on Real Estate .....		
14.26 All Other .....		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) .....	75,775,356	77,666,067
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....		

- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?  
 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?  
 If no, attach a description with this statement.

Yes[] No[X]  
 Yes[] No[] N/A[X]

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:  
 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2  
 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2  
 16.3 Total payable for securities lending reported on the liability page

\$ ..... 0  
 \$ ..... 0  
 \$ ..... 0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?  
 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

Yes[X] No[]

1 Name of Custodian(s)	2 Custodian Address
US BANK .....	PO BOX 10948, EUGENE OR 97440 .....
WELLS FARGO BANK .....	525 MARKET ST., SAN FRANCISCO, CA 94105 .....

- 17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?  
 17.4 If yes, give full and complete information relating thereto:

Yes[] No[X]

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

- 17.5 Investment management - Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. [" that have access to the investment accounts"; " handle securities"]

1 Name of Firm or Individual	2 Affiliation
Wells Capital Management .....	U .....
US Bank .....	U .....

- 17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?  
 17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets?  
 17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

Yes[X] No[]

Yes[X] No[]



## GENERAL INTERROGATORIES (Continued)

1 Central Registration Depository Number	2  Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4  Registered With	5 Investment Management Agreement (IMA) Filed
104973 .....	Wells Capital Management .....	54900B3H2IOO2L85I90 .....	SEC .....	NO .....
.....	US Bank .....	.....	.....	NO .....

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed?

Yes[X] No [ ]

18.2 If no, list exceptions:

## GENERAL INTERROGATORIES

### PART 2 - HEALTH

1. Operating Percentages:	
1.1 A&H loss percent	..... 81.311%
1.2 A&H cost containment percent	..... 2.093%
1.3 A&H expense percent excluding cost containment expenses	..... 12.244%
2.1 Do you act as a custodian for health savings accounts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.	\$ ..... 0
2.3 Do you act as an administrator for health savings accounts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
2.4 If yes, please provide the balance of the funds administered as of the reporting date.	\$ ..... 0

**SCHEDULE S - CEDED REINSURANCE**  
 Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
			<b>NONE</b>					



**SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS**

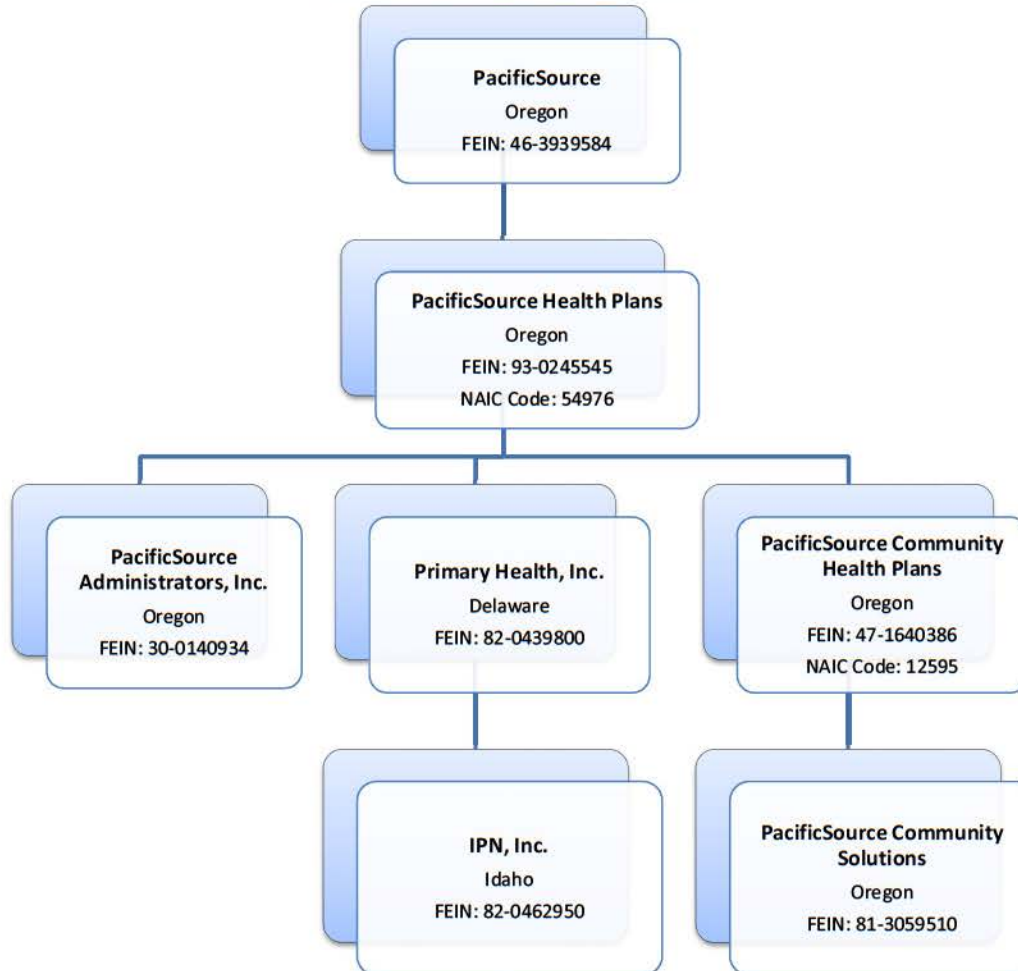
Current Year to Date - Allocated by States and Territories

	1	Direct Business Only							
		2	3	4	5	6	7	8	9
State, Etc.	Active Status	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums and Other Considerations	Property/Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1. Alabama (AL)	N								
2. Alaska (AK)	N								
3. Arizona (AZ)	N								
4. Arkansas (AR)	N								
5. California (CA)	N								
6. Colorado (CO)	N								
7. Connecticut (CT)	N								
8. Delaware (DE)	N								
9. District of Columbia (DC)	N								
10. Florida (FL)	N								
11. Georgia (GA)	N								
12. Hawaii (HI)	N								
13. Idaho (ID)	L	13,129,114						13,129,114	
14. Illinois (IL)	N								
15. Indiana (IN)	N								
16. Iowa (IA)	N								
17. Kansas (KS)	N								
18. Kentucky (KY)	N								
19. Louisiana (LA)	N								
20. Maine (ME)	N								
21. Maryland (MD)	N								
22. Massachusetts (MA)	N								
23. Michigan (MI)	N								
24. Minnesota (MN)	N								
25. Mississippi (MS)	N								
26. Missouri (MO)	N								
27. Montana (MT)	L	40,807,166						40,807,166	
28. Nebraska (NE)	N								
29. Nevada (NV)	N								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	N								
32. New Mexico (NM)	N								
33. New York (NY)	N								
34. North Carolina (NC)	N								
35. North Dakota (ND)	N								
36. Ohio (OH)	N								
37. Oklahoma (OK)	N								
38. Oregon (OR)	L	113,367,376						113,367,376	
39. Pennsylvania (PA)	N								
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	N								
43. Tennessee (TN)	N								
44. Texas (TX)	N								
45. Utah (UT)	N								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	L								
49. West Virginia (WV)	N								
50. Wisconsin (WI)	N								
51. Wyoming (WY)	N								
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CAN)	N								
58. Aggregate other alien (OT)	X X X								
59. Subtotal	X X X	167,303,656						167,303,656	
60. Reporting entity contributions for Employee Benefit Plans	X X X								
61. Total (Direct Business)	(a) 4	167,303,656						167,303,656	
<b>DETAILS OF WRITE-INS</b>									
58001.	X X X								
58002.	X X X								
58003.	X X X								
58998. Summary of remaining write-ins for Line 58 from overflow page	X X X								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X								

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER**  
MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART





**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	FEDERAL RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity / Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	Is an SCA Filing Required? (Y/N)	*
4704	PacificSource	00000	46-3939584				PacificSource	OR	UDP			100.0	PacificSource	N	
4704	PacificSource	00000	30-0140934				PacificSource Administrators, Inc.	OR	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	N	
4704	PacificSource	00000	82-0439800				Primary Health Inc.	DE	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	N	
4704	PacificSource	00000	82-0462950				IPN, Inc.	ID	DS	Primary Health Inc.	Ownership	60.0	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Charles P. Schneider, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Darrell J. Ludders, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Frank J. Fazio, M.D.	Ownership	4.9	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	George A. Wade, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley	Ownership	1.4	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley M.D.	Ownership	0.1	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gregory J. Kent, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	James Johnston, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jeffrey G. Hessing, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	John Hine, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jon R. Kattenhorn, M.D.	Ownership	4.9	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Kirk Lewis, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Mark C. Clawson, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Michael J. Adcox, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Michael J. Coughlin, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Nagraj Narasimhan, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Robert E. Lindsay, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Robert H. Friedman, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Aaron D. Moorhouse, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Barry F. Bennett, M.D.	Ownership	0.3	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Daniel C. Reed, M.D.	Ownership	0.3	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	G. Robert Klomp, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	G. Robert W. Klomp, M.D.	Ownership	0.3	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gary W. Wallace M.D.	Ownership	0.3	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gary W. Wallace, M.D.	Ownership	0.5	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	CA	DS	Gene Hodges, M.D.	Ownership	0.3	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley, M.D.	Ownership	1.0	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gregory J. Kent, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jason D. Ludwig, M.D.	Ownership	0.3	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jason S. Ludwig, M.D.	Ownership	0.5	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jeffrey Stiegiz M.D.	Ownership	0.3	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Johanna M. Jensen, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	John Kaiser, M.D.	Ownership	8.2	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Joseph H. Williams, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Sarah L. Bolender, M.D.	Ownership	0.8	PacificSource	N	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Wilfred E. Watkins, M.D.	Ownership	0.3	PacificSource	N	
4704	PacificSource	54976	93-0245545				PacificSource Health Plans	OR	RE	PacificSource	Ownership	100.0	PacificSource	N	
4704	PacificSource	12595	47-1640386				PacificSource Community Health Plans	OR	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	N	
4704	PacificSource	00000	81-3059510				PacificSource Community Solutions	OR	DS	PacificSource Community Health Plans	Ownership	100.0	PacificSource	N	

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Asterisk	Explanation
0000001	Footnote



## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

RESPONSE

No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement



54976201736500001

2017

Document Code: 365



STATEMENT AS OF **March 31, 2017** OF THE **PACIFICSOURCE HEALTH PLANS**  
**SCHEDULE A - VERIFICATION**

**Real Estate**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Current year change in encumbrances .....		
4. Total gain (loss) on disposals .....		
5. Deduct amounts received on disposals .....		
6. Total foreign exchange change in book/adjusted carrying value .....		
7. Deduct current year's other-than-temporary impairment recognized .....		
8. Deduct current year's depreciation .....		
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8) .....		
10. Deduct total nonadmitted amounts .....		
11. Statement value at end of current period (Line 9 minus Line 10) .....		

**NONE**

**SCHEDULE B - VERIFICATION**

**Mortgage Loans**

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and mortgage interest paid .....		
9. Total foreign exchange change in book value/recorded investment .....		
10. Deduct current year's other-than-temporary impairment recognized .....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) .....		
12. Total valuation allowance .....		
13. Subtotal (Line 11 plus Line 12) .....		
14. Deduct total nonadmitted amounts .....		
15. Statement value at end of current period (Line 13 minus Line 14) .....		

**NONE**

**SCHEDULE BA - VERIFICATION**

**Other Long-Term Invested Assets**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	555,011	724,012
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		(35,646)
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		133,355
8. Deduct amortization of premium and depreciation .....		
9. Total foreign exchange change in book/adjusted carrying value .....		
10. Deduct current year's other-than-temporary impairment recognized .....		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) .....	555,011	555,011
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12) .....	555,011	555,011

**SCHEDULE D - VERIFICATION**

**Bonds and Stocks**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	166,046,032	169,827,631
2. Cost of bonds and stocks acquired .....	12,361,886	61,898,981
3. Accrual of discount .....	12,069	145,267
4. Unrealized valuation increase (decrease) .....	3,139,074	9,206,261
5. Total gain (loss) on disposals .....	(125,659)	1,166,989
6. Deduct consideration for bonds and stocks disposed of .....	11,564,595	75,969,586
7. Deduct amortization of premium .....	29,310	193,534
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other-than-temporary impairment recognized .....		35,976
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	169,839,497	166,046,032
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	169,839,497	166,046,032



**SCHEDULE D - PART 1B**

**Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation**

NAIC Designation		1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>									
1.	NAIC 1 (a) .....	49,454,969	13,288,013	7,874,930	(4,126,313)	50,741,739			49,454,969
2.	NAIC 2 (a) .....	16,947,450	5,318,964	3,775,926	4,110,465	22,600,952			16,947,450
3.	NAIC 3 (a) .....	746,449		39,398	(1,136)	705,915			746,449
4.	NAIC 4 (a) .....								
5.	NAIC 5 (a) .....								
6.	NAIC 6 (a) .....								
7.	Total Bonds .....	67,148,868	18,606,977	11,690,254	(16,985)	74,048,606			67,148,868
<b>PREFERRED STOCK</b>									
8.	NAIC 1 .....								
9.	NAIC 2 .....								
10.	NAIC 3 .....								
11.	NAIC 4 .....	513,758			20,572	534,331			513,758
12.	NAIC 5 .....								
13.	NAIC 6 .....								
14.	Total Preferred Stock .....	513,758			20,572	534,331			513,758
15.	Total Bonds & Preferred Stock .....	67,662,627	18,606,977	11,690,254	3,588	74,582,937			67,662,627

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....6,540,189; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

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**SCHEDULE DA - PART 1****Short - Term Investments**

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals .....	190,570	X X X	190,570	57	

**SCHEDULE DA - Verification****Short-Term Investments**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	143,841	571,191
2. Cost of short-term investments acquired .....	46,729	1,403,845
3. Accrual of discount .....		
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals .....		0
6. Deduct consideration received on disposals .....		1,831,195
7. Deduct amortization of premium .....		
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other-than-temporary impairment recognized .....		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	190,570	143,841
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	190,570	143,841

**SI04 Schedule DB - Part A Verification ..... NONE**

**SI04 Schedule DB - Part B Verification ..... NONE**

**SI05 Schedule DB Part C Section 1 ..... NONE**

**SI06 Schedule DB Part C Section 2 ..... NONE**

**SI07 Schedule DB - Verification ..... NONE**



**SCHEDULE E - Verification**  
(Cash Equivalents)

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year .....		
2.	Cost of cash equivalents acquired .....	6,349,361	
3.	Accrual of discount .....	257	
4.	Unrealized valuation increase (decrease) .....		
5.	Total gain (loss) on disposals .....		
6.	Deduct consideration received on disposals .....		
7.	Deduct amortization of premium .....		
8.	Total foreign exchange change in book/adjusted carrying value .....		
9.	Deduct current year's other-than-temporary impairment recognized .....		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	6,349,619	
11.	Deduct total nonadmitted amounts .....		
12.	Statement value at end of current period (Line 10 minus Line 11) .....	6,349,619	

**E01 Schedule A Part 2** ..... **NONE**

**E01 Schedule A Part 3** ..... **NONE**

**E02 Schedule B Part 2** ..... **NONE**

**E02 Schedule B Part 3** ..... **NONE**

**E03 Schedule BA Part 2** ..... **NONE**

**E03 Schedule BA Part 3** ..... **NONE**

**SCHEDULE D - PART 3**

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Governments</b>									
912828U24	UNITED STATES TREASURY		02/07/2017	VARIOUS	XXX	796,346	825,000	3,724	1
912828U81	UNITED STATES TREASURY		01/11/2017	VARIOUS	XXX	654,137	650,000	611	1
912828V72	UNITED STATES TREASURY		02/06/2017	Piper Jaffray Inc	XXX	400,375	400,000	186	1
912828W55	UNITED STATES TREASURY		03/06/2017	JEFFERIES & COMPANY, INC.	XXX	526,522	530,000	243	1
0599999	Subtotal - Bonds - U.S. Governments				XXX	2,377,380	2,405,000	4,764	XXX
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
00206RDQ2	AT&T INC		01/31/2017	Citigroup Global Markets (AU)	XXX	349,790	350,000		2FE
00772BAM3	AERCAP IRELAND CAP LTD / AERCAP GLOBAL A	C	03/15/2017	VARIOUS	XXX	745,993	700,000	16,083	2FE
037833CJ7	APPLE INC		02/02/2017	Deutsche Bank	XXX	800,000	800,000		1FE
05367AAJ2	AVIATION CAPITAL GROUP CORP		01/12/2017	Citigroup Global Markets (AU)	XXX	695,548	700,000		2FE
06051GGE3	BANK OF AMERICA CORP		01/17/2017	Bank of America	XXX	225,000	225,000		2FE
12479RAD9	CAUTO 171 A1 - ABS		03/30/2017	CS First Boston (BR)	XXX	674,804	675,000		1FE
12503MAA6	CBOE HOLDINGS INC		01/09/2017	Bank of America	XXX	658,409	660,000		2FE
294751CH3	EQABS 032 M1 - CMBS/CMO/RMBS		02/01/2017	Adjustment	XXX	316,914	316,807		1FM
294751CH3	EQABS 032 M1 - CMO/RMBS		03/01/2017	Unknown	XXX	(316,914)	(316,807)		1FM
38141GWB6	GOLDMAN SACHS GROUP INC		01/23/2017	Goldman Sachs & Co. (AU)	XXX	199,440	200,000		1FE
391164AJ9	GREAT PLAINS ENERGY INC		03/06/2017	Goldman Sachs & Co. (AU)	XXX	473,186	475,000		2FE
456837AJ2	ING GROEP NV	C	03/21/2017	J.P. Morgan Securities Inc. (AU)	XXX	350,000	350,000		2FE
46625HRY8	JPMORGAN CHASE & CO		01/25/2017	J.P. Morgan Securities Inc. (AU)	XXX	700,000	700,000		1FE
594918BY9	MICROSOFT CORP		01/30/2017	Hong Kong Shanghai Bank Corp	XXX	896,805	900,000		1FE
61746BEF9	MORGAN STANLEY		01/17/2017	MORGAN STANLEY CO	XXX	643,494	650,000		1FE
655664AS9	NORDSTROM INC		03/06/2017	Bank of America	XXX	498,120	500,000		2FE
76110WQR0	RASC 03KS2 A16 - CMBS/CMO/RMBS		02/01/2017	Adjustment	XXX	636,609	671,883	1,340	1FM
76110WQR0	RASC 03KS2 A16 - CMO/RMBS		03/01/2017	Stifel Nicolaus & Co.	XXX	(636,609)	(671,883)	(1,340)	1FM
774341AJ0	ROCKWELL COLLINS INC		03/28/2017	J.P. Morgan Securities Inc. (AU)	XXX	648,128	650,000		2FE
785592AH9	SABINE PASS LIQUEFACTION LLC		02/28/2017	MORGAN STANLEY CO	XXX	674,790	600,000	17,500	2FE
90352JAB9	UBS GROUP FUNDING SWITZERLAND AG	C	03/16/2017	APX Asset	XXX	600,000	600,000		1FE
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				XXX	9,833,507	9,735,000	33,583	XXX
8399997	Subtotal - Bonds - Part 3				XXX	12,210,886	12,140,000	38,348	XXX
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
8399999	Subtotal - Bonds				XXX	12,210,886	12,140,000	38,348	XXX
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
<b>Common Stocks - Mutual Funds</b>									
00769G188	ACADIAN EMRG MKT:I		03/31/2017	Not Provided		425.310	8,000	XXX	V
245917802	DELAWARE U.S. GRW CL INST MF		03/31/2017	Not Provided		1,934.950	47,000	XXX	L
256206103	DODGE & COX INTL STOCK MF		03/31/2017	Not Provided		192.080	8,000	XXX	L
38142V209	GOLDMAN SACHS SML CAP VAL CL INST MF		03/31/2017	Not Provided		180.360	11,000	XXX	L
411511306	HARBOR INTL CL INST MF	C	03/31/2017	Not Provided		125.980	8,000	XXX	L
552983694	MFS VAL CL I MF		03/31/2017	Not Provided		1,242.400	47,000	XXX	L
701765505	PARNAS SUS:MID CAP:INST		03/31/2017	Not Provided		361.130	11,000	XXX	V
92934R785	CRM SMALL CAP VAL CL INST MF		03/31/2017	Not Provided		555.280	11,000	XXX	L
9299999	Subtotal - Common Stocks - Mutual Funds				XXX	151,000	XXX		XXX
9799997	Subtotal - Common Stocks - Part 3				XXX	151,000	XXX		XXX
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
9799999	Subtotal - Common Stocks				XXX	151,000	XXX		XXX
9899999	Subtotal - Preferred and Common Stocks				XXX	151,000	XXX		XXX
9999999	Total - Bonds, Preferred and Common Stocks				XXX	12,361,886	XXX	38,348	XXX

QE04



**Schedule D Part 3 (continued)**

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0.

**SCHEDULE D - PART 4**

**Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of During the Current Quarter**

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)		
<b>Bonds - U.S. Governments</b>																					
36208UG24	GN 461116 - RMBS	03/01/2017	Paydown	X XX	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	12/15/2027	1
36225AWJ0	GN 78051 - RMBS	03/01/2017	Paydown	X XX	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	10/15/2027	1
912828A7	UNITED STATES TREASURY	01/29/2017	VARIOUS	X XX	540,807	590,000	585,944	586,065	29	29	586,094	586,094	0	0	0	0	0	0	0	08/15/2026	1
912828M56	UNITED STATES TREASURY	01/31/2017	VARIOUS	X XX	615,482	625,000	635,420	634,543	(68)	(68)	634,455	634,455	0	0	(45,487)	(45,487)	4,009	3,089	11/15/2025	1	
912828P46	UNITED STATES TREASURY	01/30/2017	VARIOUS	X XX	897,943	965,000	938,788	940,700	207	207	940,906	940,906	0	0	(42,963)	(42,963)	7,254	02/15/2026	1		
912828S76	UNITED STATES TREASURY	01/17/2017	Citigroup Global Markets (AU)	X XX	199,114	205,000	204,872	204,881	1	1	204,881	204,881	0	0	(5,768)	(5,768)	1,084	07/13/2021	1		
912828U24	UNITED STATES TREASURY	03/06/2017	VARIOUS	X XX	1,084,923	1,125,000	1,078,877	475,255	242	242	1,079,217	1,079,217	0	0	5,705	5,705	5,326	11/15/2026	1		
912828U57	UNITED STATES TREASURY	03/28/2017	CS First Boston (BR)	X XX	646,242	650,000	638,600	638,667	364	364	639,030	639,030	0	0	7,212	7,212	4,516	11/30/2023	1		
912828U81	UNITED STATES TREASURY	01/12/2017	BARCLAYS CAPITAL INC.	X XX	654,063	650,000	664,137	664,137	(2)	(2)	654,135	654,135	0	0	(72)	(72)	646	12/31/2021	1		
912828W30	UNITED STATES TREASURY	03/07/2017	VARIOUS	X XX	542,215	540,000	539,557	539,824	13	13	539,835	539,835	0	0	2,380	2,380	4,426	06/30/2018	1		
059999	Subtotal - Bonds - U.S. Governments			X XX	5,180,589	5,350,000	5,276,195	4,019,935	763	763	5,278,556	5,278,556	0	0	(97,967)	(97,967)	30,349	X XX	X XX		
<b>Bonds - U.S. Special Revenue, Special Assessment</b>																					
3128LW90	FH G01864 - RMBS	03/01/2017	Paydown	X XX	4,751	4,751	4,608	4,585	166	166	4,751	4,751	0	0	0	0	0	0	01/01/2034	1	
3128LW96	FH G01838 - RMBS	03/01/2017	Paydown	X XX	9,685	9,685	10,511	11,078	(1,393)	(1,393)	9,685	9,685	0	0	0	0	0	0	07/01/2035	1	
3128MCLL7	FH G13475 - RMBS	03/01/2017	Paydown	X XX	4,304	4,304	4,533	4,454	(150)	(150)	4,304	4,304	0	0	0	0	0	0	01/01/2024	1	
3128S4G03	FH 100196 - RMBS	03/01/2017	Paydown	X XX	10,897	10,897	11,292	11,182	(286)	(286)	10,897	10,897	0	0	0	0	0	0	02/01/2037	1	
31292LW49	FH C04241 - RMBS	03/01/2017	Paydown	X XX	61,516	61,516	65,539	65,018	(3,503)	(3,503)	61,516	61,516	0	0	0	0	0	0	09/01/2042	1	
3129332N3	FH A87081 - RMBS	03/01/2017	VARIOUS	X XX	486,272	432,061	430,036	429,589	116	116	429,685	429,685	0	0	36,587	36,587	4,962	07/01/2039	1		
312933PU2	FH A86735 - RMBS	03/01/2017	Paydown	X XX	12,231	12,231	12,181	12,164	66	66	12,231	12,231	0	0	0	0	0	0	06/01/2039	1	
312933RL0	FH A86791 - RMBS	03/01/2017	Paydown	X XX	26,779	26,779	26,654	26,615	164	164	26,779	26,779	0	0	0	0	0	0	06/01/2039	1	
31325MJD0	FH Q05969 - RMBS	03/01/2017	Paydown	X XX	42,543	42,543	44,943	44,936	(2,393)	(2,393)	42,543	42,543	0	0	0	0	0	0	04/01/2042	1	
3132HN4E6	FH Q12621 - RMBS	03/01/2017	Paydown	X XX	908	908	973	968	(59)	(59)	908	908	0	0	0	0	0	0	11/01/2042	1	
3133T5AX1	FHR 1710 GF - CMO/RMBS	03/15/2017	Paydown	X XX	1,189	1,189	1,326	1,190	(1)	(1)	1,189	1,189	0	0	0	0	0	0	04/15/2024	1	
31385JEL8	FN 546639 - RMBS	03/01/2017	Paydown	X XX	4,640	4,640	4,714	4,674	(35)	(35)	4,640	4,640	0	0	0	0	0	0	04/01/2032	1	
31385W2E4	FN 555177 - RMBS	03/01/2017	Paydown	X XX	168	168	165	167	2	2	168	168	0	0	0	0	0	0	01/01/2033	1	
3138A3SC1	FN AL1786 - RMBS	03/01/2017	Paydown	X XX	16,015	16,015	16,718	16,690	(673)	(673)	16,015	16,015	0	0	0	0	0	0	06/01/2041	1	
3138ELB79	FN AL3649 - RMBS	03/01/2017	Paydown	X XX	15,003	15,003	16,012	15,971	(968)	(968)	15,003	15,003	0	0	0	0	0	0	12/01/2042	1	
3138ELK51	FN AL3915 - RMBS	03/01/2017	Paydown	X XX	8,323	8,323	8,708	8,739	(416)	(416)	8,323	8,323	0	0	0	0	0	0	02/01/2042	1	
3138WFKJ4	FN AS5896 - RMBS	03/01/2017	Paydown	X XX	36,773	36,773	38,169	38,232	(1,459)	(1,459)	36,773	36,773	0	0	0	0	0	0	08/01/2045	1	
31397LDB2	FNR 0824F NA - CMO/RMBS	03/01/2017	Paydown	X XX	3,316	3,316	3,390	3,510	(194)	(194)	3,316	3,316	0	0	0	0	0	0	06/25/2037	1	
31402QY08	FN 735207 - RMBS	03/01/2017	Paydown	X XX	1,405	1,405	1,474	1,498	(62)	(62)	1,405	1,405	0	0	0	0	0	0	04/01/2034	1	
31402RH00	FN 735646 - RMBS	03/01/2017	Paydown	X XX	5,097	5,097	5,071	5,071	26	26	5,097	5,097	0	0	0	0	0	0	07/01/2030	1	
3140EWW76	FN 82C251 - RMBS	03/01/2017	Paydown	X XX	23,460	23,460	24,475	24,499	(1,039)	(1,039)	23,460	23,460	0	0	0	0	0	0	01/01/2046	1	
31410SAF4	FN 895606 - RMBS	03/01/2017	Paydown	X XX	418	418	415	416	2	2	418	418	0	0	0	0	0	0	06/01/2036	1	
31412NZY5	FN 930569 - RMBS	03/01/2017	Paydown	X XX	5,223	5,223	5,404	5,409	(186)	(186)	5,223	5,223	0	0	0	0	0	0	02/01/2039	1	
31413ADY6	FN 939419 - RMBS	03/01/2017	Paydown	X XX	1,104	1,104	1,101	1,102	3	3	1,104	1,104	0	0	0	0	0	0	05/01/2037	1	
31416BWH7	FN 996348 - RMBS	03/01/2017	Paydown	X XX	562	562	587	581	(19)	(19)	562	562	0	0	0	0	0	0	03/01/2038	1	
31416XW6	FN A2462 - RMBS	03/01/2017	Paydown	X XX	8,642	8,642	8,877	8,826	(184)	(184)	8,642	8,642	0	0	0	0	0	0	03/01/2026	1	
319999	Subtotal - Bonds - U.S. Special Revenue, Special Assessment			X XX	771,223	737,012	747,733	747,113	(12,477)	(12,477)	734,636	734,636	0	0	36,587	36,587	5,734	X XX	X XX		
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																					
002804E9	ABBOTT LABORATORIES	03/09/2017	JEFFERIES & COMPANY, INC	X XX	426,266	425,000	422,998	423,027	48	48	423,075	423,075	0	0	3,311	3,311	4,296	11/30/2023	2FE		
00817YA06	AETNA INC	03/16/2017	Not Provided	X XX	606,000	600,000	597,756	597,857	40	40	597,906	597,906	0	0	8,094	8,094	4,853	06/15/2026	2FE		
023761AC2	AMERICAN AIRLINES INC	01/15/2017	Paydown	X XX	39,264	39,264	40,442	39,801	(538)	(538)	39,264	39,264	0	0	0	0	1,099	01/15/2022	3FE		
0532MAA2	AVANT 16C A - ABS	03/15/2017	Paydown	X XX	120,968	120,968	120,964	120,966	2	2	120,968	120,968	0	0	0	0	363	09/16/2019	1FE		
12563A08	CLIF 142 NTS - ABS	03/18/2017	Paydown	X XX	15,000	15,000	14,994	14,995	5	5	15,000	15,000	0	0	0	0	0	0	10/18/2029	1FE	
22541QJ00	CSFB 03A24A 244 - CMO/RMBS	03/01/2017	Paydown	X XX	3,294	3,294	3,279	3,286	9	9	3,294	3,294	0	0	0	0	0	0	10/25/2033	1FM	
23341BA09	DRB 166 A2 - ABS	03/29/2017	Paydown	X XX	11,368	11,368	11,366	11,366	3	3	11,368	11,368	0	0	0	0	27	06/25/2040	1FE		
294751043	EQABS 032 MI - CMO/RMBS	03/01/2017	Paydown	X XX	628,927	(126,922)	(127,795)	2,006	(1)	(1)	(127,033)	(127,033)	0	0	111	111	0	0	10/25/2034	1FM	
294751043	EQABS 032 MI - CMO/RMBS	02/01/2017	Paydown	X XX	129,341	129,341	130,231	413	130	130	129,452	129,452	0	0	0	0	0	0	09/25/2033	1FM	
30219GAL2	EXPRESS SCRIPTS HOLDING CO	02/06/2017	Piper Jaffray Inc	X XX	510,150	500,000	498,990	499,117	21	21	499,138	499,138	0	0	11,012	11,012	7,517	02/25/2021	2FE		
30290UAL3	FREM 12K22 C - CMB	01/01/2017	Adjustment	X XX	0	0	0	0	0	0	0	0	0	0	0	0	0	0	08/25/2045	1FM	
32051DB3	FHAMS 0A03 A1 - CMO/RMBS	03/01/2017	Paydown	X XX	4,353	4,353	4,412	4,389	(36)	(36)	4,353	4,353	0	0	0	0	0	0	09/25/2034	1FM	
37558BM4	GILEAD SCIENCES INC	02/02/2017	BARCLAYS CAPITAL INC.	X XX	805,749	850,000	849,779	849,779	0	0	849,779	849,779	0	0	(44,030)	(44,030)	9,542	03/01/2027	1FE		
43690N125	INEX 0495 6A1 - CMO/RMBS	03/01/2017	Paydown	X XX	3,568	3,568	3,569	3,569	(2)	(2)	3,568	3,568	0	0	0	0	1	10/25/2034	1FE		
43886FAC8	INTERCONTINENTAL EXCHANGE INC	03/01/2017	Market/less	X XX	628,947																



**SCHEDULE D - PART 4**

**Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of During the Current Quarter**

1	2	3 F o r e i g n	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NA/IC Designation or Market Indicator (a)		
575433GH3	MARM 03ARM6 4A2 - CMO/RMBS	0301/2017	Paydown	X XX	819	819	810	814		5		5		819		0	0		3	01/25/2034	1FM	
575756UAE1	MSCI 071Q16 A4 - CMBS	0301/2017	Paydown	X XX	68,809	68,809	59,017	67,630		1,171		1,171		68,809		0	0		450	12/13/2049	1FM	
68298BA7	OMFIT 142 A - ABS	0318/2017	Paydown	X XX	113,589	113,589	113,571	113,578		12		12		113,589		0	0		241	09/18/2024	1FE	
714295AC6	PERRIGO CO	01/12/2017	Citigroup Global Markets (AU)	X XX	197,356	200,000	192,680	193,442		33		33		193,474		3,882	3,882		715	12/15/2024	2FE	
760985W68	RAMP 04SL1B A8 - CMO/RMBS	01/01/2017	Paydown	X XX	134	134	139	136	1	(3)		(2)		134		0	0			11/25/2031	3FM	
76110WQR0	RASC 03KS2 A 16 - CMO/RMBS	0301/2017	Paydown	X XX	(141,346)	(141,346)	(133,925)	6,118		44		44		(141,346)		0	0		22	04/25/2033	1FM	
87342RAB0	BELL 161 A22 - ABS	02/01/2017	Paydown	X XX	149,084	149,084	141,257	1,695		(2,105)		(2,105)		149,084		0	0		6	04/25/2033	1FM	
88167AAE1	TEVA PHARMACEUTICAL FINANCE	02/25/2017	J.P. Morgan Securities Inc.	X XX	1,125	1,125	1,125	1,125						1,125		0	0			05/25/2046	2FE	
88314RAA4	NETHERLANDS	02/07/2017	(AU)	X XX	678,674	750,000	748,005	748,110		25		25		748,136		(69,462)	(69,462)		13,025	10/01/2026	2FE	
929227AD5	TMCL 131 NTS - ABS	03/20/2017	Paydown	X XX	12,500	12,500	12,788	12,493		5,270		5,270		12,500		0	0		41	09/20/2038	1FE	
92922FNJ3	WAMU 03AR6 A1 - CMO/RMBS	03/01/2017	Paydown	X XX	2,217	2,217	2,213	2,215		2		2		2,217		0	0		7	06/25/2033	1FM	
931427AN8	WAMU 04AR3 A2 - CMO/RMBS	03/01/2017	Paydown	X XX	3,310	3,310	3,285	3,298		12		12		3,310		0	0		7	06/25/2034	1FM	
	WALGREENS BOOTS ALLIANCE INC	01/11/2017	BNY/SUNTRUST CAPITAL MARKETS	X XX	496,900	500,000	499,720	499,751		2		2		499,753		(2,853)	(2,853)		1,661	06/01/2021	2FE	
999999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)			X XX	5,612,783	5,628,000	5,679,143	5,677,267	1	3,199		3,200		5,677,062		(64,279)	(64,279)		70,496	X XX	X XX	
999999	Subtotal - Bonds - Part 4			X XX	11,564,595	11,715,012	11,703,071	10,444,315	1	(8,515)		(8,514)		11,690,254		(125,659)	(125,659)		106,579	X XX	X XX	
999999	Summary Item from Part 5 for Bonds (N/A to Quarterly)			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
999999	Subtotal - Bonds			X XX	11,564,595	11,715,012	11,703,071	10,444,315	1	(8,515)		(8,514)		11,690,254		(125,659)	(125,659)		106,579	X XX	X XX	
999999	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
999999	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
999999	Subtotal - Preferred and Common Stocks			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
999999	Total - Bonds, Preferred and Common Stocks			X XX	11,564,595	X XX	11,703,071	10,444,315	1	(8,515)		(8,514)		11,690,254		(125,659)	(125,659)		106,579	X XX	X XX	

(a) For all common stock bearing the NA/IC market indicator "U" provide the number of such issues .....0.

QE05.1



**E06 Schedule DB Part A Section 1 ..... NONE**

**E07 Schedule DB Part B Section 1 ..... NONE**

**E08 Schedule DB Part D Section 1 ..... NONE**

**E09 Schedule DB Part D Section 2 - Collateral Pledged By Reporting Entity ..... NONE**

**E09 Schedule DB Part D Section 2 - Collateral Pledged To Reporting Entity ..... NONE**

**E10 Schedule DL - Part 1 - Securities Lending Collateral Assets ..... NONE**

**E11 Schedule DL - Part 2 - Securities Lending Collateral Assets ..... NONE**

**SCHEDULE E - PART 1 - CASH**

## Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
					First Month	Second Month	Third Month	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date				*
<b>open depositories</b>								
Wells Fargo	SAN FRANCISCO, CA				1,268,497	1,248,359	1,278,787	X X X
WellsCap APX	SAN FRANCISCO, CA					5,000,000	13,650,639	X X X
US BANK NA 06/16/2017	CINCINNATI, OH	SD	1.047	3,227	1,089,000	1,089,000	1,089,000	X X X
WELLS FARGO - CHECKING - GENERAL	EUGENE, OR				39,798,170	34,349,982	26,399,978	X X X
WELLS FARGO - CHECKING - Facets Claims	EUGENE, OR				(10,908,435)	(14,740,529)	(5,305,453)	X X X
SUMMIT BANK - CHECKING - MMDA	EUGENE, OR		0.200	126	253,330	253,369	253,412	X X X
FIRST INTERSTATE BANK	HELENA, MT	SD	0.380	226	252,796	252,864	252,944	X X X
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories	X X X	X X X			0	0	0	X X X
0199999 Totals - Open Depositories	X X X	X X X	352	3,227	31,753,357	27,453,044	37,619,307	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories	X X X	X X X						X X X
0299999 Totals - Suspended Depositories	X X X	X X X						X X X
0399999 Total Cash On Deposit	X X X	X X X	352	3,227	31,753,357	27,453,044	37,619,307	X X X
0499999 Cash in Company's Office	X X X	X X X	X X X	X X X	625	625	625	X X X
0599999 Total Cash	X X X	X X X	352	3,227	31,753,982	27,453,669	37,619,932	X X X

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
<b>Bonds - U.S. Special Revenue, Special Assessment - Issuer Obligations</b>							
KfW .....		03/31/2017	0.000	05/22/2017	757,957		20
2599999 Subtotals - Bonds - U.S. Special Revenue, Special Assessment - Issuer Obligations .....					757,957		20
3199999 Subtotals - Bonds - U.S. Special Revenue, Special Assessment .....					757,957		20
<b>Bonds - Industrial &amp; Miscellaneous (Unaffiliated) - Issuer Obligations</b>							
Macquarie Bank Limited .....		03/31/2017	0.000	04/20/2017	499,763		13
LMA S.A. ....		03/30/2017	0.000	04/07/2017	799,877		20
Wal-Mart Stores, Inc. ....		03/31/2017	0.000	04/10/2017	299,948		6
Victory Receivables Corporation .....		03/29/2017	0.000	06/20/2017	797,920		52
DBS Bank Ltd. ....		03/30/2017	0.000	06/20/2017	798,044		24
Gotham Funding Corporation .....		03/30/2017	0.000	04/18/2017	799,637		21
BPCE .....		03/29/2017	0.000	06/01/2017	798,509		49
Atlantic Asset Securitization Corp. ....		03/29/2017	0.000	06/19/2017	797,964		52
3299999 Subtotals - Bonds - Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations .....					5,591,662		237
3899999 Subtotals - Bonds - Industrial & Miscellaneous (Unaffiliated) .....					5,591,662		237
7799999 Subtotals - Bonds - Total Bonds - Issuer Obligations .....					6,349,619		257
7899999 Subtotals - Bonds - Total Bonds - Residential Mortgage-Backed Securities .....							
7999999 Subtotals - Bonds - Total Bonds - Commercial Mortgage-Backed Securities .....							
8099999 Subtotals - Bonds - Total Bonds - Other Loan-Backed and Structured Securities .....							
8199999 Subtotals - Bonds - SVO Identified Funds .....							
8399999 Subtotals - Bonds - Total Bonds .....					6,349,619		257
8499999 Sweep Accounts .....							
8599999 Other Cash Equivalents .....							
8699999 Total - Cash Equivalents .....					6,349,619		257



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