

## **Amended Statement Cover**

Updated Schedule P part 1, part 2 and part 3. Changed Y to N on schedule T for all states except for Ohio. Included note for Actuarial Statement.



# ANNUAL STATEMENT

## For the Year Ended December 31, 2002

### OF THE CONDITION AND AFFAIRS OF THE

# PRIMETIME MEDICAL INSURANCE COMPANY

|                                       |  |                                       |                                    |  |                      |            |
|---------------------------------------|--|---------------------------------------|------------------------------------|--|----------------------|------------|
| NAIC Group Code                       | 1204<br><small>(Current Period)</small>                                | 1204<br><small>(Prior Period)</small> | NAIC Company Code                  | 10694  | Employer's ID Number | 34-1809738 |
| Organized under the Laws of           | Ohio   |                                       | State of Domicile or Port of Entry | Ohio   |                      |            |
| Country of Domicile                   | United States of America   |                                       |                                    |  |                      |            |
| Incorporated                          | 09/26/1995   |                                       | Commenced Business                 | 10/05/1995   |                      |            |
| Statutory Home Office                 | 2600 SIXTH STREET SW<br><small>(Street and Number)</small>             |                                       |                                    | CANTON, OH 44710<br><small>(City, or Town, State and Zip Code)</small>   |                      |            |
| Main Administrative Office            | 2600 SIXTH STREET SW<br><small>(Street and Number)</small>             |                                       |                                    |  |                      |            |
|                                       | CANTON, OH 44710<br><small>(City or Town, State and Zip Code)</small>  |                                       |                                    | (330)438-6360-4057<br><small>(Area Code) (Telephone Number)</small>      |                      |            |
| Mail Address                          | 2600 SIXTH STREET SW<br><small>(Street and Number or P.O. Box)</small> |                                       |                                    | CANTON, OH 44710<br><small>(City, or Town, State and Zip Code)</small>   |                      |            |
| Primary Location of Books and Records | 2600 SIXTH STREET SW<br><small>(Street and Number)</small>             |                                       |                                    |  |                      |            |
|                                       | CANTON, OH 44710<br><small>(City, or Town, State and Zip Code)</small> |                                       |                                    | (330)438-6360-4057<br><small>(Area Code) (Telephone Number)</small>      |                      |            |
| Internet Website Address              |  |                                       |                                    |  |                      |            |
| Statement Contact                     | MARK DAVID LAUTZENHEISER<br><small>(Name)</small>                      |                                       |                                    | (330)363-3362<br><small>(Area Code)(Telephone Number)(Extension)</small> |                      |            |
|                                       | mlautzenheiser@aultman.com<br><small>(E-Mail Address)</small>          |                                       |                                    | (330)580-6658<br><small>(Fax Number)</small>                             |                      |            |
| Policyowner Relations Contact         |  |                                       |                                    |  |                      |            |
|                                       |  |                                       |                                    |  |                      |            |

### OFFICERS

President RICK L HAINES  
 Secretary WILLIAM S ALFORD DO  
 Treasurer CHRISTOPHER E REMARK  
 Executive Vice President EDWARD J ROTH III

### VICE PRESIDENTS

### DIRECTORS

JOHN B HUMPHREY JR MD  
 WILLIAM A HAMMERSTROM  
 GREGORY HABAN MD  
 MARK WRIGHT

RAYMOND L CANDAGE MD  
 EILEEN W GOOD  
 MICHAEL A RICH MD

State of Ohio  
 County of Stark ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of the 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 manuals 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.

\_\_\_\_\_  
(Signature)  
 Rick L. Haines  
(Printed Name)  
 President

\_\_\_\_\_  
(Signature)  
 George E. Film  
(Printed Name)  
 Controller

\_\_\_\_\_  
(Signature)  
(Printed Name)

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 2003

- a. Is this an original filing? Yes[ ] No[X]  
 b. If no,    1. State the amendment number 1  
                   2. Date filed 03/14/2003  
                   3. Number of pages attached 9

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

**SCHEDULE P - PART 1L  
OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

(\$000 omitted)

| Years in Which<br>Premiums<br>Were Earned<br>and Losses<br>Were<br>Incurred | Premiums Earned            |               |                                | Loss and Loss Expense Payments |            |  |            |                                 |            |  | 12<br>Number<br>of Claims<br>Reported -<br>Direct and<br>Assumed |   |
|---|----------------------------|---------------|--------------------------------|--------------------------------|------------|--|------------|---------------------------------|------------|--|--|---|
|   | 1<br>Direct and<br>Assumed | 2<br>Ceded    | 3<br>Net<br>(Columns<br>1 - 2) | Loss Payments                  |            | Defense and Cost<br>Containment Payments |            | Adjusting and Other<br>Payments |            | 10<br>Salvage and<br>Subrogation<br>Received |  | 11<br>Total Net<br>Paid (Columns<br>4 - 5 + 6<br>- 7 + 8 - 9) |
|   |                            |               |                                | 4<br>Direct and<br>Assumed     | 5<br>Ceded | 6<br>Direct and<br>Assumed               | 7<br>Ceded | 8<br>Direct and<br>Assumed      | 9<br>Ceded |  |  |   |
| 1. Prior ...  | ... X X X ...              | ... X X X ... | ... X X X ...                  | 143,852                        | .....      | .....                                    | .....      | .....                           | .....      | .....  | 143,852  | ... X X X ..  |
| 2. 2001 ...   | 86,502                     | 926           | 85,576                         | 92,078                         | .....      | .....                                    | .....      | .....                           | .....      | .....  | 92,078   | ... X X X ..  |
| 3. 2002 ...   | 114,986                    | 778           | 114,208                        | 98,286                         | .....      | .....                                    | .....      | .....                           | .....      | .....  | 98,286   | ... X X X ..  |
| 4. Totals ..  | ... X X X ...              | ... X X X ... | ... X X X ...                  | 334,216                        | .....      | .....                                    | .....      | .....                           | .....      | .....  | 334,216  | ... X X X ..  |

|              | Losses Unpaid               |             |                             |             | Defense and Cost Containment Unpaid |             |                             |             | Adjusting and Other<br>Expenses Unpaid |             | 23<br>Salvage and<br>Subrogation<br>Anticipated | 24<br>Total Net<br>Losses and<br>Expenses<br>Unpaid | 25<br>Number<br>of Claims<br>Outstanding<br>Direct and<br>Assumed |
|--------------|-----------------------------|-------------|-----------------------------|-------------|-------------------------------------|-------------|-----------------------------|-------------|--|-------------|---|---|---|
|              | Case Basis                  |             | Bulk + IBNR                 |             | Case Basis                          |             | Bulk + IBNR                 |             | 21<br>Direct and<br>Assumed            | 22<br>Ceded |   |   |   |
|              | 13<br>Direct and<br>Assumed | 14<br>Ceded | 15<br>Direct and<br>Assumed | 16<br>Ceded | 17<br>Direct and<br>Assumed         | 18<br>Ceded | 19<br>Direct and<br>Assumed | 20<br>Ceded |  |             |   |   |   |
| 1. Prior ... | .....                       | .....       | .....                       | .....       | .....                               | .....       | .....                       | .....       | .....                                  | .....       | .....   | .....   |   |
| 2. 2001 ...  | .....                       | .....       | .....                       | .....       | .....                               | .....       | .....                       | .....       | .....                                  | .....       | .....   | .....   |   |
| 3. 2002 ...  | .....                       | .....       | 7,961                       | .....       | .....                               | .....       | .....                       | .....       | .....                                  | .....       | 7,961   | .....   |   |
| 4. Totals .. | .....                       | .....       | 7,961                       | .....       | .....                               | .....       | .....                       | .....       | .....                                  | .....       | 7,961   | .....   |   |

|              | Total Losses and<br>Loss Expenses Incurred |               |               | Loss and Loss Expense Percentage<br>(Incurred/Premiums Earned) |               |               | Nontabular<br>Discount |                       | 34<br>Inter-Company<br>Pooling<br>Participation<br>Percentage | Net Balance Sheet<br>Reserves After Discount |                               |
|--------------|--|---------------|---------------|--|---------------|---------------|------------------------|-----------------------|---|--|-------------------------------|
|              | 26<br>Direct and<br>Assumed                | 27<br>Ceded   | 28<br>Net     | 29<br>Direct and<br>Assumed                                    | 30<br>Ceded   | 31<br>Net     | 32<br>Loss             | 33<br>Loss<br>Expense |   | 35<br>Losses<br>Unpaid                       | 36<br>Loss Expenses<br>Unpaid |
|              |  |               |               |  |               |               |                        |                       |   |  |                               |
| 1. Prior ... | ... X X X ...                              | ... X X X ... | ... X X X ... | ... X X X ...  | ... X X X ... | ... X X X ... | .....                  | .....                 | ... X X X ...   | .....  | .....                         |
| 2. 2001 ...  | 92,078                                     | .....         | 92,078        | 106.446  | .....         | 107.598       | .....                  | .....                 | .....   | .....  | .....                         |
| 3. 2002 ...  | 106,247                                    | .....         | 106,247       | 92.400   | .....         | 93.029        | .....                  | .....                 | .....   | 7,961  | .....                         |
| 4. Totals .. | ... X X X ...                              | ... X X X ... | ... X X X ... | ... X X X ...  | ... X X X ... | ... X X X ... | .....                  | .....                 | ... X X X ...   | 7,961  | .....                         |

**SCHEDULE P - PART 2I**

**SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)**

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) |      |      |      |      |      |      |      |      |      | DEVELOPMENT |          |
|-------------------------------------|--|------|------|------|------|------|------|------|------|------|-------------|----------|
|                                     | 1  | 2    | 3    | 4    | 5    | 6    | 7    | 8    | 9    | 10   | 11          | 12       |
|                                     | 1993   | 1994 | 1995 | 1996 | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | One Year    | Two Year |
| 1. Prior                            | XXX  | XXX  | XXX  | XXX  |      |      |      |      |      |      |             |          |
| 2. 2001                             | XXX  | XXX  | XXX  | XXX  |      |      |      | XXX  |      |      |             | XXX      |
| 3. 2002                             | XXX  | XXX  | XXX  | XXX  |      |      |      | XXX  | XXX  |      | XXX         | XXX      |
| 4. TOTALS                           |  |      |      |      |      |      |      |      |      |      |             |          |

**NONE**

**SCHEDULE P - PART 2J**

**AUTO PHYSICAL DAMAGE**

|           |     |     |     |     |  |  |  |     |     |  |     |     |
|-----------|-----|-----|-----|-----|--|--|--|-----|-----|--|-----|-----|
| 1. Prior  | XXX | XXX | XXX | XXX |  |  |  |     |     |  |     |     |
| 2. 2001   | XXX | XXX | XXX | XXX |  |  |  | XXX |     |  |     | XXX |
| 3. 2002   | XXX | XXX | XXX | XXX |  |  |  | XXX | XXX |  | XXX | XXX |
| 4. TOTALS |     |     |     |     |  |  |  |     |     |  |     |     |

**NONE**

**SCHEDULE P - PART 2K**

**FIDELITY/SURETY**

|           |     |     |     |     |  |  |  |     |     |  |     |     |
|-----------|-----|-----|-----|-----|--|--|--|-----|-----|--|-----|-----|
| 1. Prior  | XXX | XXX | XXX | XXX |  |  |  |     |     |  |     |     |
| 2. 2001   | XXX | XXX | XXX | XXX |  |  |  | XXX |     |  |     | XXX |
| 3. 2002   | XXX | XXX | XXX | XXX |  |  |  | XXX | XXX |  | XXX | XXX |
| 4. TOTALS |     |     |     |     |  |  |  |     |     |  |     |     |

**NONE**

**SCHEDULE P - PART 2L**

**OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

|           |     |     |     |     |     |     |     |         |         |         |       |     |
|-----------|-----|-----|-----|-----|-----|-----|-----|---------|---------|---------|-------|-----|
| 1. Prior  | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 150,796 | 150,796 | 150,796 |       |     |
| 2. 2001   | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX     | 86,578  | 92,078  | 5,500 | XXX |
| 3. 2002   | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX     | XXX     | 106,247 | XXX   | XXX |
| 4. TOTALS |     |     |     |     |     |     |     |         |         |         | 5,500 |     |

**SCHEDULE P - PART 2M**

**INTERNATIONAL**

|            |     |     |     |     |     |     |     |     |     |  |     |     |
|------------|-----|-----|-----|-----|-----|-----|-----|-----|-----|--|-----|-----|
| 1. Prior   |     |     |     |     |     |     |     |     |     |  |     |     |
| 2. 1993    |     |     |     |     |     |     |     |     |     |  |     |     |
| 3. 1994    | XXX |     |     |     |     |     |     |     |     |  |     |     |
| 4. 1995    | XXX | XXX |     |     |     |     |     |     |     |  |     |     |
| 5. 1996    | XXX | XXX | XXX |     |     |     |     |     |     |  |     |     |
| 6. 1997    | XXX | XXX | XXX | XXX |     |     |     |     |     |  |     |     |
| 7. 1998    | XXX | XXX | XXX | XXX |     |     |     |     |     |  |     |     |
| 8. 1999    | XXX | XXX | XXX | XXX |     |     |     |     |     |  |     |     |
| 9. 2000    | XXX | XXX | XXX | XXX |     |     |     |     |     |  |     |     |
| 10. 2001   | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |     |  |     | XXX |
| 11. 2002   | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |  | XXX | XXX |
| 12. TOTALS |     |     |     |     |     |     |     |     |     |  |     |     |

**NONE**

**SCHEDULE P - PART 3I**

**SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)**

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED) |      |      |      |      |      |      |      |      |      | 11  | 12   |
|-------------------------------------|---|------|------|------|------|------|------|------|------|------|---|--|
|                                     | 1   | 2    | 3    | 4    | 5    | 6    | 7    | 8    | 9    | 10   | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
|                                     | 1993  | 1994 | 1995 | 1996 | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 |   |  |
| 1. Prior                            | XXX   | XXX  | XXX  | XXX  | XXX  | XXX  | XXX  | 000  |      |      | XXX                                       | XXX  |
| 2. 2001                             | XXX   | XXX  | XXX  | XXX  | XXX  | XXX  | XXX  | XXX  |      |      | XXX                                       | XXX  |
| 3. 2002                             | XXX   | XXX  | XXX  | XXX  | XXX  | XXX  | XXX  | XXX  | XXX  |      | XXX                                       | XXX  |

**NONE**

**SCHEDULE P - PART 3J**

**AUTO PHYSICAL DAMAGE**

|          |     |     |     |     |     |     |     |     |     |  |  |  |
|----------|-----|-----|-----|-----|-----|-----|-----|-----|-----|--|--|--|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 000 |     |  |  |  |
| 2. 2001  | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |     |  |  |  |
| 3. 2002  | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |  |  |  |

**NONE**

**SCHEDULE P - PART 3K**

**FIDELITY/SURETY**

|          |     |     |     |     |     |     |     |     |     |  |     |     |
|----------|-----|-----|-----|-----|-----|-----|-----|-----|-----|--|-----|-----|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 000 |     |  | XXX | XXX |
| 2. 2001  | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |     |  | XXX | XXX |
| 3. 2002  | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |  | XXX | XXX |

**NONE**

**SCHEDULE P - PART 3L**

**OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)**

|          |     |     |     |     |     |     |     |     |  |         |         |     |     |
|----------|-----|-----|-----|-----|-----|-----|-----|-----|--|---------|---------|-----|-----|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 000 |  | 150,796 | 150,796 | XXX | XXX |
| 2. 2001  | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |  | 86,587  | 92,078  | XXX | XXX |
| 3. 2002  | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |  | XXX     | 98,286  | XXX | XXX |

**SCHEDULE P - PART 3M**

**INTERNATIONAL**

|          |     |     |     |     |     |     |     |     |     |     |  |     |     |
|----------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|--|-----|-----|
| 1. Prior | 000 |     |     |     |     |     |     |     |     |     |  | XXX | XXX |
| 2. 1993  |     |     |     |     |     |     |     |     |     |     |  | XXX | XXX |
| 3. 1994  | XXX |     |     |     |     |     |     |     |     |     |  | XXX | XXX |
| 4. 1995  | XXX | XXX |     |     |     |     |     |     |     |     |  | XXX | XXX |
| 5. 1996  | XXX | XXX | XXX |     |     |     |     |     |     |     |  | XXX | XXX |
| 6. 1997  | XXX | XXX | XXX | XXX |     |     |     |     |     |     |  | XXX | XXX |
| 7. 1998  | XXX | XXX | XXX | XXX | XXX |     |     |     |     |     |  | XXX | XXX |
| 8. 1999  | XXX | XXX | XXX | XXX | XXX | XXX |     |     |     |     |  | XXX | XXX |
| 9. 2000  | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |     |     |  | XXX | XXX |
| 10. 2001 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |     |  | XXX | XXX |
| 11. 2002 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX |  | XXX | XXX |

**NONE**