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2012

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**QUARTERLY STATEMENT**  
**AS OF September 30, 2012**  
**OF THE CONDITION AND AFFAIRS OF THE**  
**SummaCare, Inc.**

|                                       |   |  |  |            |                      |            |
|---------------------------------------|---|--|--|------------|----------------------|------------|
| NAIC Group Code                       | 3259<br>(Current Period)  | 3259<br>(Prior Period)   | NAIC Company Code  | 95202      | Employer's ID Number | 34-1726655 |
| Organized under the Laws of           | Ohio  |  | State of Domicile or Port of Entry   |            | Ohio                 |            |
| Country of Domicile                   | United States of America  |  |  |            |                      |            |
| Licensed as business type:            | Life, Accident & Health[ ]<br>Dental Service Corporation[ ]<br>Other[ ] | Property/Casualty[ ]<br>Vision Service Corporation[ ]<br>Is HMO Federally Qualified? Yes[ ] No[ ] N/A[X] | Hospital, Medical & Dental Service or Indemnity[ ]<br>Health Maintenance Organization[X]         |            |                      |            |
| Incorporated/Organized                | 10/23/1992  |  | Commenced Business   | 03/01/1993 |                      |            |
| Statutory Home Office                 | 10 North Main Street<br>(Street and Number)                             |  | Akron, OH 44308<br>(City, or Town, State and Zip Code)   |            |                      |            |
| Main Administrative Office            | 10 North Main Street<br>Akron, OH 44308<br>(Street and Number)          |  | (330)996-8410<br>(Area Code) (Telephone Number)  |            |                      |            |
| Primary Location of Books and Records | 10 North Main Street<br>Akron, OH 44308<br>(Street and Number)          |  | (330)996-8410<br>(Area Code) (Telephone Number)  |            |                      |            |
| Internet Web Site Address             | SummaCare.com   |  |  |            |                      |            |
| Statutory Statement Contact           | Roy Douglas Hall<br>hallroy@summacare.com<br>(Name)<br>(E-Mail Address) |  | (330)996-8410-62057<br>(Area Code)(Telephone Number)(Extension)<br>(330)996-8553<br>(Fax Number) |            |                      |            |

**OFFICERS**

| Name                        | Title               |
|-----------------------------|---------------------|
| Martin Paul Hauser          | CEO                 |
| William Armstrong Powel III | Secretary           |
| Thomas Gene Knoll           | Chairman            |
| Kathleen Tirbovich Geier    | Vice Chairman       |
| Judith Ann Macro            | Assistant Secretary |
| James Edward McNutt         | Assistant Treasurer |
| Brian K. Derrick            | Treasurer           |
|                             | #                   |

**OTHERS**

Anne Armao, VP - Marketing and Product Development  
 James Loveless, VP - Individual Product Line  
 Donald Novosel, VP - Contracting & Network Development  
 Mumtaz Ibrahim M.D., Chief Medical Officer #

Kevin Cavalier, VP - Sales  
 Judith Macro, VP - Corporate Services, Compliance Officer  
 Annette Ruby, VP - Health Services Management

Keith Johnson, VP - Third Party Administrator  
 James McNutt, VP - Finance, CFO  
 Claude Vincenti, President

**DIRECTORS OR TRUSTEES**

Martin Paul Hauser  
 Vincent Hadar Johnson Jr. M.D.  
 Dale Patterson Murphy M.D.  
 Richard Allen Merolla  
 Kenneth Eugene Berkovitz M.D.  
 Richard Howard Marsh  
 Rajiv Vishnu Taliwal M.D.

Thomas Gene Knoll  
 Thomas Joseph Strauss  
 John Byron Silvers Ph.D.  
 Jay Curtis Williamson M.D.  
 Bradley Hall Crombie M.D.  
 Kathleen Tirbovich Geier  
 Norman E. Wells Jr. #

State of Ohio  
 County of Summit 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 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)  
 Martin Paul Hauser  
 (Printed Name)  
 1.  
 CEO  
 (Title)

(Signature)  
 Claude Maurius Vincenti  
 (Printed Name)  
 2.  
 President  
 (Title)

(Signature)  
 James Edward McNutt  
 (Printed Name)  
 3.  
 Vice President - Finance, CFO  
 (Title)

Subscribed and sworn to before me this  
 14th day of November, 2012

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

Yes[X] No[ ]

(Notary Public Signature)

**ASSETS**

|   | Current Statement Date |                            |  | 4<br>December 31<br>Prior Year Net<br>Admitted Assets |
|---|------------------------|----------------------------|--|---|
|   | 1<br>Assets            | 2<br>Nonadmitted<br>Assets | 3<br>Net Admitted<br>Assets<br>(Cols. 1 - 2) |   |
| 1. Bonds .....  | 67,192,422             |                            | 67,192,422                                   | 68,236,188  |
| 2. Stocks:  |                        |                            |  |   |
| 2.1 Preferred stocks .....  |                        |                            |  |   |
| 2.2 Common stocks .....   |                        |                            |  |   |
| 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<br>encumbrances) .....  |                        |                            |  |   |
| 4.2 Properties held for the production of income (less \$.....0<br>encumbrances) .....  |                        |                            |  |   |
| 4.3 Properties held for sale (less \$.....0 encumbrances) .....   |                        |                            |  |   |
| 5. Cash (\$.....12,649,148), cash equivalents (\$.....0) and short-term<br>investments (\$.....2,671,090) .....   | 15,320,238             |                            | 15,320,238                                   | 10,769,682  |
| 6. Contract loans (including \$.....0 premium notes) .....  |                        |                            |  |   |
| 7. Derivatives .....  |                        |                            |  |   |
| 8. Other invested assets .....  |                        |                            |  |   |
| 9. Receivables for securities .....   |                        |                            |  |   |
| 10. Securities lending reinvested collateral assets .....   |                        |                            |  |   |
| 11. Aggregate write-ins for invested assets .....   |                        |                            |  |   |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) .....   | 82,512,660             |                            | 82,512,660                                   | 79,005,870  |
| 13. Title plants less \$.....0 charged off (for Title insurers only) .....  |                        |                            |  |   |
| 14. Investment income due and accrued .....   | 406,341                |                            | 406,341                                      | 447,682   |
| 15. Premiums and considerations:  |                        |                            |  |   |
| 15.1 Uncollected premiums and agents' balances in the course of<br>collection .....   | 186,969                | 64,544                     | 122,425                                      | 3,746   |
| 15.2 Deferred premiums, agents' balances and installments booked<br>but deferred and not yet due (including \$.....0 earned but<br>unbilled premiums) ..... |                        |                            |  |   |
| 15.3 Accrued retrospective premiums .....   |                        |                            |  |   |
| 16. Reinsurance:  |                        |                            |  |   |
| 16.1 Amounts recoverable from reinsurers .....  | 1,732                  |                            | 1,732  |   |
| 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 .....  |                        |                            |  |   |
| 18.1 Current federal and foreign income tax recoverable and interest thereon .....  | 1,398,519              |                            | 1,398,519                                    | 2,111,381   |
| 18.2 Net deferred tax asset .....   | 2,511,791              | 270,476                    | 2,241,315                                    | 2,366,368   |
| 19. Guaranty funds receivable or on deposit .....   |                        |                            |  |   |
| 20. Electronic data processing equipment and software .....   |                        |                            |  |   |
| 21. Furniture and equipment, including health care delivery assets<br>(\$.....0) .....  | 385,170                | 385,170                    |  |   |
| 22. Net adjustments in assets and liabilities due to foreign exchange rates .....   |                        |                            |  |   |
| 23. Receivables from parent, subsidiaries and affiliates .....  | 5,959,957              |                            | 5,959,957                                    | 4,982,281   |
| 24. Health care (\$.....2,905,856) and other amounts receivable .....   | 3,983,646              | 1,077,790                  | 2,905,856                                    | 4,171,985   |
| 25. Aggregate write-ins for other than invested assets .....  | 960,644                | 960,644                    |  |   |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and<br>Protected Cell Accounts (Lines 12 to 25) .....                                     | 98,307,429             | 2,758,624                  | 95,548,805                                   | 93,089,313  |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell<br>Accounts .....  |                        |                            |  |   |
| 28. Total (Lines 26 and 27) .....   | 98,307,429             | 2,758,624                  | 95,548,805                                   | 93,089,313  |
| <b>DETAILS OF WRITE-INS</b>   |                        |                            |  |   |
| 1101. ....  |                        |                            |  |   |
| 1102. ....  |                        |                            |  |   |
| 1103. ....  |                        |                            |  |   |
| 1198. Summary of remaining write-ins for Line 11 from overflow page .....   |                        |                            |  |   |
| 1199. <b>TOTALS</b> (Lines 1101 through 1103 plus 1198) (Line 11 above) .....   |                        |                            |  |   |
| 2501. Prepaid assets .....  | 960,644                | 960,644                    |  |   |
| 2502. Deposits .....  |                        |                            |  |   |
| 2503. Pharmacy Rebates .....  |                        |                            |  |   |
| 2598. Summary of remaining write-ins for Line 25 from overflow page .....   |                        |                            |  |   |
| 2599. <b>TOTALS</b> (Lines 2501 through 2503 plus 2598) (Line 25 above) .....   | 960,644                | 960,644                    |  |   |

**LIABILITIES, CAPITAL AND SURPLUS**

|  | Current Period |                |            | Prior Year |
|--|----------------|----------------|------------|------------|
|  | 1<br>Covered   | 2<br>Uncovered | 3<br>Total | 4<br>Total |
| 1. Claims unpaid (less \$.....0 reinsurance ceded)   | 29,562,475     |                | 29,562,475 | 26,381,584 |
| 2. Accrued medical incentive pool and bonus amounts  | 486,360        |                | 486,360    | 297,360    |
| 3. Unpaid claims adjustment expenses   | 352,886        |                | 352,886    | 365,887    |
| 4. Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act |                |                |            |            |
| 5. Aggregate life policy reserves  |                |                |            |            |
| 6. Property/casualty unearned premium reserve  |                |                |            |            |
| 7. Aggregate health claim reserves   |                |                |            |            |
| 8. Premiums received in advance  | 1,858,969      |                | 1,858,969  | 377,533    |
| 9. General expenses due or accrued   | 6,749,003      |                | 6,749,003  | 8,554,647  |
| 10.1 Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized gains (losses))                 |                |                |            |            |
| 10.2 Net deferred tax liability  |                |                |            |            |
| 11. Ceded reinsurance premiums payable   |                |                |            |            |
| 12. Amounts withheld or retained for the account of others   |                |                |            |            |
| 13. Remittances and items not allocated  | 171,855        |                | 171,855    | 208,850    |
| 14. Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current)                               |                |                |            |            |
| 15. Amounts due to parent, subsidiaries and affiliates   | 3,779,100      |                | 3,779,100  | 8,406,157  |
| 16. Derivatives  |                |                |            |            |
| 17. Payable for securities   |                |                |            |            |
| 18. Payable for securities lending   |                |                |            |            |
| 19. Funds held under reinsurance treaties with (\$.....0 authorized reinsurers and \$.....7,246 unauthorized reinsurers)                 | 7,246          |                | 7,246      | 7,246      |
| 20. Reinsurance in unauthorized companies  |                |                |            |            |
| 21. Net adjustments in assets and liabilities due to foreign exchange rates  |                |                |            |            |
| 22. Liability for amounts held under uninsured plans   |                |                |            |            |
| 23. Aggregate write-ins for other liabilities (including \$.....0 current)   |                |                |            |            |
| 24. Total liabilities (Lines 1 to 23)  | 42,967,894     |                | 42,967,894 | 44,599,264 |
| 25. Aggregate write-ins for special surplus funds  | XXX            | XXX            |            |            |
| 26. Common capital stock   | XXX            | XXX            | 570        | 570        |
| 27. Preferred capital stock  | XXX            | XXX            | 100        | 100        |
| 28. Gross paid in and contributed surplus  | XXX            | XXX            | 30,084,097 | 30,084,097 |
| 29. Surplus notes  | XXX            | XXX            |            |            |
| 30. Aggregate write-ins for other than special surplus funds   | XXX            | XXX            |            |            |
| 31. Unassigned funds (surplus)   | XXX            | XXX            | 22,496,144 | 18,405,282 |
| 32. Less treasury stock, at cost:  |                |                |            |            |
| 32.1 .....0 shares common (value included in Line 26 \$.....0)   | XXX            | XXX            |            |            |
| 32.2 .....0 shares preferred (value included in Line 27 \$.....0)  | XXX            | XXX            |            |            |
| 33. Total capital and surplus (Lines 25 to 31 minus Line 32)   | XXX            | XXX            | 52,580,911 | 48,490,049 |
| 34. Total Liabilities, capital and surplus (Lines 24 and 33)   | XXX            | XXX            | 95,548,805 | 93,089,313 |
| <b>DETAILS OF WRITE-INS</b>  |                |                |            |            |
| 2301. Payroll liability  |                |                |            |            |
| 2302. Other accrued liabilities  |                |                |            |            |
| 2303. Medicaid Pharmacy Reserve  |                |                |            |            |
| 2398. Summary of remaining write-ins for Line 23 from overflow page  |                |                |            |            |
| 2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)   |                |                |            |            |
| 2501.  | XXX            | XXX            |            |            |
| 2502.  | XXX            | XXX            |            |            |
| 2503.  | XXX            | XXX            |            |            |
| 2598. Summary of remaining write-ins for Line 25 from overflow page  | XXX            | XXX            |            |            |
| 2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)   | XXX            | XXX            |            |            |
| 3001.  | XXX            | XXX            |            |            |
| 3002.  | XXX            | XXX            |            |            |
| 3003.  | XXX            | XXX            |            |            |
| 3098. Summary of remaining write-ins for Line 30 from overflow page  | XXX            | XXX            |            |            |
| 3099. TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)   | XXX            | XXX            |            |            |

**STATEMENT OF REVENUE AND EXPENSES**

|   | Current Year To Date |             | Prior Year<br>To Date | Prior Year<br>Ended<br>December 31 |            |
|---|----------------------|-------------|-----------------------|------------------------------------|------------|
|   |                      |             |                       | 3<br>Total                         | 4<br>Total |
|   | 1<br>Uncovered       | 2<br>Total  | 3<br>Total            |                                    |            |
| 1. Member Months .....  | XXX .....            | 216,907     | 211,975               | 281,800                            |            |
| 2. Net premium income (including \$.....0 non-health premium income) .....  | XXX .....            | 190,681,170 | 191,647,652           | 256,520,831                        |            |
| 3. Change in unearned premium reserves and reserves for rate credits .....  | XXX .....            |             |                       |                                    |            |
| 4. Fee-for-service (net of \$.....0 medical expenses) .....   | XXX .....            |             |                       |                                    |            |
| 5. Risk revenue .....   | XXX .....            |             |                       |                                    |            |
| 6. Aggregate write-ins for other health care related revenues .....   | XXX .....            | 20,854,324  | 14,415,754            | 20,736,015                         |            |
| 7. Aggregate write-ins for other non-health revenues .....  | XXX .....            |             |                       |                                    |            |
| 8. Total revenues (Lines 2 to 7) .....  | XXX .....            | 211,535,494 | 206,063,406           | 277,256,846                        |            |
| <b>Hospital and Medical:</b>  |                      |             |                       |                                    |            |
| 9. Hospital/medical benefits .....  |                      | 144,614,831 | 141,172,843           | 192,354,353                        |            |
| 10. Other professional services .....   |                      |             |                       |                                    |            |
| 11. Outside referrals .....   |                      |             |                       |                                    |            |
| 12. Emergency room and out-of-area .....  |                      |             | 4,427                 | 4,427                              |            |
| 13. Prescription drugs .....  |                      | 20,226,475  | 20,453,712            | 25,924,524                         |            |
| 14. Aggregate write-ins for other hospital and medical .....  |                      |             |                       |                                    |            |
| 15. Incentive pool, withhold adjustments and bonus amounts .....  |                      | 189,000     | 193,324               | 275,300                            |            |
| 16. Subtotal (Lines 9 to 15) .....  |                      | 165,030,306 | 161,824,306           | 218,558,604                        |            |
| <b>Less:</b>  |                      |             |                       |                                    |            |
| 17. Net reinsurance recoveries .....  |                      | 36,754      | 365,771               | 578,281                            |            |
| 18. Total hospital and medical (Lines 16 minus 17) .....  |                      | 164,993,552 | 161,458,535           | 217,980,323                        |            |
| 19. Non-health claims (net) .....   |                      |             |                       |                                    |            |
| 20. Claims adjustment expenses, including \$.....1,193,654 cost containment expenses .....  |                      | 3,452,921   | 3,206,550             | 4,130,890                          |            |
| 21. General administrative expenses .....   |                      | 38,829,124  | 35,178,647            | 50,064,537                         |            |
| 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) .....   |                      | 207,275,597 | 199,843,732           | 272,175,750                        |            |
| 24. Net underwriting gain or (loss) (Lines 8 minus 23) .....  | XXX .....            | 4,259,897   | 6,219,674             | 5,081,096                          |            |
| 25. Net investment income earned .....  |                      | 1,059,095   | 928,696               | 1,278,041                          |            |
| 26. Net realized capital gains (losses) less capital gains tax of \$.....0 .....  |                      |             |                       |                                    |            |
| 27. Net investment gains or (losses) (Lines 25 plus 26) .....   |                      | 1,059,095   | 928,696               | 1,278,041                          |            |
| 28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)] ..... |                      |             |                       |                                    |            |
| 29. Aggregate write-ins for other income or expenses .....  |                      | 17,640      | 11,817                | 23,342                             |            |
| 30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....   | XXX .....            | 5,336,632   | 7,160,187             | 6,382,479                          |            |
| 31. Federal and foreign income taxes incurred .....   | XXX .....            | 1,937,610   | 2,434,463             | 2,735,721                          |            |
| 32. Net income (loss) (Lines 30 minus 31) .....   | XXX .....            | 3,399,022   | 4,725,724             | 3,646,758                          |            |
| <b>DETAILS OF WRITE-INS</b>   |                      |             |                       |                                    |            |
| 0601. Administrative Services Revenue .....   | XXX .....            | 20,854,324  | 14,415,754            | 20,736,015                         |            |
| 0602. Misc income received from prior year taxes .....  | XXX .....            |             |                       |                                    |            |
| 0603. Gain/loss on disposal of asset .....  | XXX .....            |             |                       |                                    |            |
| 0698. Summary of remaining write-ins for Line 6 from overflow page .....  | XXX .....            |             |                       |                                    |            |
| 0699. <b>TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)</b> .....  | XXX .....            | 20,854,324  | 14,415,754            | 20,736,015                         |            |
| 0701. Proceeds from the sale of the Medicaid product line .....   | XXX .....            |             |                       |                                    |            |
| 0702. Miscellaneous Income .....  | XXX .....            |             |                       |                                    |            |
| 0703. Miscellaneous Revenue .....   | XXX .....            |             |                       |                                    |            |
| 0798. Summary of remaining write-ins for Line 7 from overflow page .....  | XXX .....            |             |                       |                                    |            |
| 0799. <b>TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)</b> .....  | XXX .....            |             |                       |                                    |            |
| 1401. .....   |                      |             |                       |                                    |            |
| 1402. .....   |                      |             |                       |                                    |            |
| 1403. .....   |                      |             |                       |                                    |            |
| 1498. Summary of remaining write-ins for Line 14 from overflow page .....   |                      |             |                       |                                    |            |
| 1499. <b>TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)</b> .....   |                      |             |                       |                                    |            |
| 2901. Rental Revenue .....  |                      | 8,973       | 8,973                 | 11,964                             |            |
| 2902. Miscellaneous Income .....  |                      | 8,667       | 2,844                 | 11,378                             |            |
| 2903. City Income Taxes .....   |                      |             |                       |                                    |            |
| 2998. Summary of remaining write-ins for Line 29 from overflow page .....   |                      |             |                       |                                    |            |
| 2999. <b>TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)</b> .....   |                      | 17,640      | 11,817                | 23,342                             |            |

**STATEMENT OF REVENUE AND EXPENSES (Continued)**

|  | 1<br>Current Year<br>To Date | 2<br>Prior Year<br>To Date | 3<br>Prior Year<br>Ended<br>December 31 |
|--|------------------------------|----------------------------|---|
| <b>CAPITAL &amp; SURPLUS ACCOUNT</b>   |                              |                            |   |
| 33. Capital and surplus prior reporting year .....                                     | 48,490,049                   | 44,407,469                 | 44,407,469                              |
| 34. Net income or (loss) from Line 32 .....  | 3,399,022                    | 4,725,724                  | 3,646,758                               |
| 35. Change in valuation basis of aggregate policy and claim reserves .....             |                              |                            |   |
| 36. Change in net unrealized capital gains (losses) less capital gains tax of \$.....0 |                              |                            |   |
| 37. Change in net unrealized foreign exchange capital gain or (loss) .....             |                              |                            |   |
| 38. Change in net deferred income tax .....  | (174,919)                    | (401,729)                  | 306,599                                 |
| 39. Change in nonadmitted assets .....   | 866,759                      | 1,164,992                  | 506,141                                 |
| 40. Change in unauthorized reinsurance .....   |                              | 63,689                     | 63,689                                  |
| 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 .....   |                              |                            |   |
| 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 .....                         |                              | (2)                        | (440,607)                               |
| 48. Net change in capital and surplus (Lines 34 to 47) .....                           | 4,090,862                    | 5,552,674                  | 4,082,580                               |
| 49. Capital and surplus end of reporting period (Line 33 plus 48) .....                | 52,580,911                   | 49,960,143                 | 48,490,049                              |
| <b>DETAILS OF WRITE-INS</b>  |                              |                            |   |
| 4701. Change in Minimum Pension Liability - Unrestricted Funds .....                   |                              |                            | (440,605)                               |
| 4702. Adjustments to 2008 financial statements .....                                   |                              |                            |   |
| 4703. Miscellaneous .....  |                              | (2)                        | (2)                                     |
| 4798. Summary of remaining write-ins for Line 47 from overflow page .....              |                              |                            |   |
| 4799. TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above) .....                 |                              | (2)                        | (440,607)                               |

**CASH FLOW**

|  |  | 1<br>Current<br>Year<br>To Date | 2<br>Prior<br>Year<br>To Date | 3<br>Prior<br>Year Ended<br>December 31 |
|--|--|---------------------------------|-------------------------------|---|
| <b>Cash from Operations</b>  |  |                                 |                               |   |
| 1.   | Premiums collected net of reinsurance .....  | 192,042,195                     | 215,057,572                   | 256,509,133                             |
| 2.   | Net investment income .....  | 1,046,546                       | 901,153                       | 1,121,820                               |
| 3.   | Miscellaneous income .....   | 20,854,324                      | 14,427,571                    | 20,736,015                              |
| 4.   | Total (Lines 1 to 3) .....   | 213,943,065                     | 230,386,296                   | 278,366,968                             |
| 5.   | Benefit and loss related payments .....  | 161,623,661                     | 155,919,367                   | 214,738,386                             |
| 6.   | Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....                        |                                 |                               |   |
| 7.   | Commissions, expenses paid and aggregate write-ins for deductions .....  | 44,083,050                      | 40,417,446                    | 54,265,235                              |
| 8.   | Dividends paid to policyholders .....  |                                 |                               |   |
| 9.   | Federal and foreign income taxes paid (recovered) net of \$.....659,748 tax on capital gains (losses) .....      | 1,274,614                       | 4,712,062                     | 7,787,206                               |
| 10.  | Total (Lines 5 through 9) .....  | 206,981,325                     | 201,048,875                   | 276,790,827                             |
| 11.  | Net cash from operations (Line 4 minus Line 10) .....  | 6,961,740                       | 29,337,421                    | 1,576,141                               |
| <b>Cash from Investments</b>   |  |                                 |                               |   |
| 12.  | Proceeds from investments sold, matured or repaid:   |                                 |                               |   |
| 12.1   | Bonds .....  | 5,600,000                       | 5,350,000                     | 8,350,000                               |
| 12.2   | Stocks .....   |                                 |                               |   |
| 12.3   | Mortgage loans .....   |                                 |                               |   |
| 12.4   | Real estate .....  |                                 |                               |   |
| 12.5   | Other invested assets .....  |                                 |                               |   |
| 12.6   | Net gains or (losses) on cash, cash equivalents and short-term investments .....                                 |                                 |                               |   |
| 12.7   | Miscellaneous proceeds .....   |                                 |                               |   |
| 12.8   | Total investment proceeds (Lines 12.1 to 12.7) .....   | 5,600,000                       | 5,350,000                     | 8,350,000                               |
| 13.  | Cost of investments acquired (long-term only):   |                                 |                               |   |
| 13.1   | Bonds .....  | 4,502,344                       | 18,664,609                    | 24,696,953                              |
| 13.2   | Stocks .....   |                                 |                               |   |
| 13.3   | Mortgage loans .....   |                                 |                               |   |
| 13.4   | Real estate .....  |                                 |                               |   |
| 13.5   | Other invested assets .....  |                                 |                               |   |
| 13.6   | Miscellaneous applications .....   |                                 |                               |   |
| 13.7   | Total investments acquired (Lines 13.1 to 13.6) .....  | 4,502,344                       | 18,664,609                    | 24,696,953                              |
| 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) .....  | 1,097,656                       | (13,314,609)                  | (16,346,953)                            |
| <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 .....   |                                 |                               |   |
| 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) .....  | (3,508,840)                     | (2,695,134)                   | (3,978,278)                             |
| 17.  | Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6) ..... | (3,508,840)                     | (2,695,134)                   | (3,978,278)                             |
| <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) .....            | 4,550,556                       | 13,327,678                    | (18,749,090)                            |
| 19.  | Cash, cash equivalents and short-term investments:   |                                 |                               |   |
| 19.1   | Beginning of year .....  | 10,769,682                      | 29,518,772                    | 29,518,772                              |
| 19.2   | End of period (Line 18 plus Line 19.1) .....   | 15,320,238                      | 42,846,450                    | 10,769,682                              |

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

|         |  |  |  |  |
|---------|--|--|--|--|
| 20.0001 |  |  |  |  |
|---------|--|--|--|--|

**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION**

|   | 1<br>Total  | Comprehensive (Hospital & Medical) |            | 4<br>Medicare<br>Supplement | 5<br>Vision<br>Only | 6<br>Dental<br>Only | 7<br>Federal<br>Employees Health<br>Benefit Plan | 8<br>Title XVIII<br>Medicare | 9<br>Title XIX<br>Medicaid | 10<br>Other |
|---|-------------|------------------------------------|------------|-----------------------------|---------------------|---------------------|--|------------------------------|----------------------------|-------------|
|   |             | 2<br>Individual                    | 3<br>Group |                             |                     |                     |  |                              |                            |             |
| Total Members at end of:  |             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 1. Prior Year .....   | 23,367      |                                    |            |                             |                     |                     |  | 23,367                       |                            |             |
| 2. First Quarter .....  | 23,996      |                                    |            |                             |                     |                     |  | 23,996                       |                            |             |
| 3. Second Quarter .....   | 24,137      |                                    |            |                             |                     |                     |  | 24,137                       |                            |             |
| 4. Third Quarter .....  | 24,380      |                                    |            |                             |                     |                     |  | 24,380                       |                            |             |
| 5. Current Year .....   |             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 6. Current Year Member Months .....                             | 216,907     |                                    |            |                             |                     |                     |  | 216,907                      |                            |             |
| Total Member Ambulatory Encounters for Period:                  |             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 7. Physician .....  | 71,344      |                                    |            |                             |                     |                     |  | 71,344                       |                            |             |
| 8. Non-Physician .....  | 113,026     |                                    |            |                             |                     |                     |  | 113,026                      |                            |             |
| 9. Total .....  | 184,370     |                                    |            |                             |                     |                     |  | 184,370                      |                            |             |
| 10. Hospital Patient Days Incurred .....                        | 334,855     |                                    |            |                             |                     |                     |  | 334,855                      |                            |             |
| 11. Number of Inpatient Admissions .....                        | 6,701       |                                    |            |                             |                     |                     |  | 6,701                        |                            |             |
| 12. Health Premiums Written (a) .....                           | 190,859,897 |                                    |            |                             |                     |                     |  | 190,859,897                  |                            |             |
| 13. Life Premiums Direct .....                                  |             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 14. Property/Casualty Premiums Written .....                    |             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 15. Health Premiums Earned .....                                | 190,859,897 |                                    |            |                             |                     |                     |  | 190,859,897                  |                            |             |
| 16. Property/Casualty Premiums Earned .....                     |             |                                    |            |                             |                     |                     |  |                              |                            |             |
| 17. Amount Paid for Provision of Health Care Services .....     | 161,660,415 |                                    | (52,592)   |                             |                     |                     |  | 161,713,007                  |                            |             |
| 18. Amount Incurred for Provision of Health Care Services ..... | 165,030,306 |                                    | (52,592)   |                             |                     |                     |  | 165,082,898                  |                            |             |

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$....190,859,897.

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

| 1<br>Account   | 2<br>1 - 30 Days | 3<br>31 - 60 Days | 4<br>61 - 90 Days | 5<br>91 - 120 days | 6<br>Over 120 Days | 7<br>Total |
|--|------------------|-------------------|-------------------|--------------------|--------------------|------------|
| 0199999 Individually Listed Claims Unpaid .....                      | .....            | .....             | .....             | .....              | .....              | .....      |
| 0299999 Aggregate Accounts Not Individually Listed - Uncovered ..... | .....            | .....             | .....             | .....              | .....              | .....      |
| 0399999 Aggregate Accounts Not Individually Listed - Covered .....   | 19,515,475       | 5,465,000         | 2,471,000         | 933,000            | 1,178,000          | 29,562,475 |
| 0499999 Subtotals .....  | 19,515,475       | 5,465,000         | 2,471,000         | 933,000            | 1,178,000          | 29,562,475 |
| 0599999 Unreported claims and other claim reserves .....             | .....            | .....             | .....             | .....              | .....              | .....      |
| 0699999 Total Amounts Withheld .....                                 | .....            | .....             | .....             | .....              | .....              | .....      |
| 0799999 Total Claims Unpaid .....                                    | .....            | .....             | .....             | .....              | .....              | 29,562,475 |
| 0899999 Accrued Medical Incentive Pool And Bonus Amounts .....       | .....            | .....             | .....             | .....              | .....              | 486,360    |

**UNDERWRITING AND INVESTMENT EXHIBIT**

## ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

| Line<br>of<br>Business                              | Claims<br>Paid Year to Date   |  | Liability<br>End of<br>Current Quarter              |  | 5          | 6          |
|---|---|--|---|--|------------|------------|
|   | 1<br>On<br>Claims Incurred<br>Prior to January 1<br>of Current Year | 2<br>On<br>Claims Incurred<br>During the<br>Year | 3<br>On<br>Claims Unpaid<br>Dec 31 of<br>Prior Year | 4<br>On<br>Claims Incurred<br>During the<br>Year |            |            |
| 1. Comprehensive (hospital & medical) .....         | (52,592)  | .....  | .....   | .....  | (52,592)   | .....      |
| 2. Medicare Supplement .....                        | .....   | .....  | .....   | .....  | .....      | .....      |
| 3. Dental only .....                                | .....   | .....  | .....   | .....  | .....      | .....      |
| 4. Vision only .....                                | .....   | .....  | .....   | .....  | .....      | .....      |
| 5. Federal Employees Health Benefits Plan .....     | .....   | .....  | .....   | .....  | .....      | .....      |
| 6. Title XVIII - Medicare .....                     | 22,852,000  | 138,824,253                                      | 85,000  | 29,477,475                                       | 22,937,000 | 26,381,584 |
| 7. Title XIX - Medicaid .....                       | .....   | .....  | .....   | .....  | .....      | .....      |
| 8. Other health .....                               | .....   | .....  | .....   | .....  | .....      | .....      |
| 9. Health subtotal (Lines 1 to 8) .....             | 22,799,408  | 138,824,253                                      | 85,000  | 29,477,475                                       | 22,884,408 | 26,381,584 |
| 10. Healthcare receivables (a) .....                | .....   | .....  | .....   | .....  | .....      | .....      |
| 11. Other non-health .....                          | .....   | .....  | .....   | .....  | .....      | .....      |
| 12. Medical incentive pools and bonus amounts ..... | .....   | .....  | 297,360   | 189,000  | 297,360    | 297,360    |
| 13. Totals (Lines 9 - 10 + 11 + 12) .....           | 22,799,408  | 138,824,253                                      | 382,360   | 29,666,475                                       | 23,181,768 | 26,678,944 |

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

# **Notes to Financial Statement**

## **1. Summary of Significant Accounting Policies**

### **A. Accounting Practices**

SummaCare, Inc.'s (the Company or SC) statutory financial statements are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance (ODI) and in accordance with the *Accounting Practices and Procedures Manual*.

The ODI recognizes only statutory accounting practices prescribed or permitted by the State of Ohio (the State) for determining its solvency under Ohio Insurance Law. NAIC SAP has been adopted as a component of the prescribed or permitted practices by the State with some modifications. These modifications include a five-year life on Electronic Data Processing (EDP) equipment and a 90-day limitation on collection of affiliate balances. Accordingly, the admitted assets, liabilities, capital and surplus of the Company as of September 30, 2012 and December 31, 2011 and the results of its operations and its cash flow for the years then ended have been determined in accordance with accounting principles prescribed or permitted by the ODI. Management believes the difference in capital and surplus between NAIC SAP and accounting principles prescribed or permitted by the ODI is not material.

### **B. Use of Estimates**

The preparation of financial statements in conformity with the *Accounting Practices and Procedures Manual*, the NAIC Annual Statement Instructions and other accounting practices prescribed or permitted by the ODI requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ significantly from those estimates.

### **C. Accounting Policy**

The Company uses the following accounting policies:

1) Cash and Short-Term Investments

Cash and short-term investments include cash on hand, cash held in bank accounts (including overdrafts), interest bearing deposits, and money market instruments purchased with an original maturity of one year or less. Short-term investments are stated at amortized cost.

2) Bonds not backed by other loans are stated at amortized cost using the interest method.

3) Common stocks – None.

4) Preferred stocks – None.

5) Mortgage loans on real estate – None.

6) Loan backed securities – None.

7) Investments in subsidiaries, controlled and affiliated entities – None.

8) Investments in joint ventures, partnerships and limited liability companies – None.

9) Accounting policy for derivatives – The Company does not invest in derivative instruments.

10) The Company anticipates investment income as a factor in premium deficiency calculation, in accordance with SSAP No. 54, Individual Group Accident and Health Contracts.

11) The cost of healthcare services is recognized in the period in which services are provided. Healthcare expenses also include an estimate of the cost of services provided to the Company's members by third party providers, which have been incurred but not reported to the Company. The estimate for incurred but not reported claims is based on actuarial projections of costs using historical paid claims data. Estimates are continually monitored and reviewed and, as settlements are made or estimates are adjusted, differences are reflected in current operations. Such estimates are subject to the impact of changes in the regulatory environment and economic conditions. Given the inherent variability of such estimates, the actual liability could differ significantly from the amounts provided. While the ultimate amount of claims paid are dependent on future developments, management is of the opinion that the reserves for claims and the cost to process claims make a reasonable and appropriate provision to cover such claims.

Additionally, SummaCare has contracted with two physician hospital organizations (PHOs), Summa Health Network (SHN) and the Cleveland Health Network (CHN), to provide members with the services of hospitals, primary care physicians, and other physician specialists within the SHN and CHN networks. In 2012 and 2011, SummaCare retained the risk for all commercial and Medicare members choosing either a CHN or SHN provider.

12) The Company's capitalization policy and predefined thresholds have not changed from the prior period.

13) Pharmaceutical rebates are reported as a reduction of prescription drug expense. Receivables related to pharmaceutical rebates are recorded in accordance with SSAP No. 84, Certain Health Care Receivables and Receivables Under Government Insured Plans.

## **Notes to Financial Statement**

### **2. Accounting Changes and Corrections of Errors**

A. Material Changes in accounting principles and / or corrections of errors include: - None.

### **3. Business Combinations and Goodwill**

On December 31, 1999 Summa Health System (SHS) reorganized resulting in a change in ownership of SC. Prior to December 31, 1999, SC was a wholly-owned subsidiary of Akron City Health System (ACHS). As part of the reorganization, SIC received SC's voting common stock for no consideration.

### **4. Discontinued Operations – None.**

### **5. Investments**

- A. Mortgage Loans – None.
- B. Debt Restructuring – None.
- C. Reverse Mortgages – None.
- D. Loan backed securities – None.
- E. Repurchase agreements – None.
- F. Real Estate – None.
- G. Investments in low-income housing tax credits – None.

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

- A. For investments in joint ventures, partnerships and limited liability companies that exceed 10% of the admitted assets of the insurer. – None.
- B. Impaired investments in joint ventures, partnerships and limited liability companies – None.

### **7. Investment Income**

- A. The basis, by category of investment income, for excluding (nonadmitting) any investment income due and accrued - All accrued investment income was admitted for the period.

### **8. Derivative Instruments – None.**

### **9. Income Taxes**

A. The components of deferred tax asset / liability as of September 30, 2012 and December 31, 2011 are as follows:

# Notes to Financial Statement

|   | 9/30/2012   |         |              | 12/31/2011  |         |              | Change      |         |             |
|---|-------------|---------|--------------|-------------|---------|--------------|-------------|---------|-------------|
|   | Ordinary    | Capital | Total        | Ordinary    | Capital | Total        | Ordinary    | Capital | Total       |
| <b>1.</b>   |             |         |              |             |         |              |             |         |             |
| (a) Gross Deferred Tax assets   | \$2,511,791 | \$0     | \$2,511,791  | \$2,686,710 | \$0     | \$2,686,710  | (\$174,919) | \$0     | (\$174,919) |
| (b) Statutory Valuation Allowance                                     | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (c) Adjusted Gross DTA's (1a-1b)                                      | \$2,511,791 | \$0     | \$2,511,791  | \$2,686,710 | \$0     | \$2,686,710  | (\$174,919) | \$0     | (\$174,919) |
| (d) Deferred Tax Liabilities  | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (e) Subtotal (Net DTA's) (1c-1d)                                      | \$2,511,791 | \$0     | \$2,511,791  | \$2,686,710 | \$0     | \$2,686,710  | (\$174,919) | \$0     | (\$174,919) |
| (f) DTA's Nonadmitted   | \$270,476   | \$0     | \$270,476    | \$320,342   | \$0     | \$320,342    | (\$49,866)  | \$0     | (\$49,866)  |
| (g) Net Admitted DTA's (1e-1f)  | \$2,241,315 | \$0     | \$2,241,315  | \$2,366,368 | \$0     | \$2,366,368  | (\$125,053) | \$0     | (\$125,053) |
| <b>4.</b>   |             |         |              |             |         |              |             |         |             |
| Admission Calculation Components                                      |             |         |              |             |         |              |             |         |             |
| SSAP No. 10R Par.10a, 10b and 10c                                     |             |         |              |             |         |              |             |         |             |
| (a) SSAP No. 10R Paragraph 10a  | \$2,241,315 | \$0     | \$2,241,315  | \$2,366,368 | \$0     | \$2,366,368  | (\$125,053) | \$0     | (\$125,053) |
| (b) SSAP No. 10R Paragraph 10b<br>(lesser 10bi and 10bit below)       | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (c) SSAP No. 10R Paragraph 10bi                                       | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (d) SSAP No. 10R Paragraph 10bii                                      | XXX         | XXX     | \$5,212,305  | XXX         | XXX     | \$4,996,014  | XXX         | XXX     | \$216,291   |
| (e) SSAP No. 10R Paragraph 10c  | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (f) Total (4a+4b+4e)  | \$2,241,315 | \$0     | \$2,241,315  | \$2,366,368 | \$0     | \$2,366,368  | (\$125,053) | \$0     | (\$125,053) |
| Admission Calculation Components                                      |             |         |              |             |         |              |             |         |             |
| SSAP No. 10R Paragraphs 10e   |             |         |              |             |         |              |             |         |             |
| (g) SSAP No. 10R Paragraph 10ei                                       | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (h) SSAP No. 10R Paragraph 10eii<br>(lesser of 10eia and 10eib below) | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (i) SSAP No. 10R Paragraph 10eia                                      | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (j) SSAP No. 10R Paragraph 10eib                                      | XXX         | XXX     | \$0          | XXX         | XXX     | \$0          | XXX         | XXX     | \$0         |
| (k) SSAP No. 10R Paragraph 10eiii                                     | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (l) Total (4g+4h+4k)  | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| Used in SSAP No. 10R Paragraph 10d                                    |             |         |              |             |         |              |             |         |             |
| (m) Total Adjusted Capital  | XXX         | XXX     | \$52,580,911 | XXX         | XXX     | \$48,490,049 | XXX         | XXX     | \$4,090,862 |
| (n) Authorized Control Level  | XXX         | XXX     | \$8,993,754  | XXX         | XXX     | \$8,872,334  | XXX         | XXX     | \$121,420   |
| <b>5.</b>   |             |         |              |             |         |              |             |         |             |
| SSAP No. 10R Par. 10a, 10b and 10c                                    |             |         |              |             |         |              |             |         |             |
| (a) Admitted Deferred Tax Assets                                      | \$2,241,315 | \$0     | \$2,241,315  | \$2,366,368 | \$0     | \$2,366,368  | (\$125,053) | \$0     | (\$125,053) |
| (b) Admitted Assets   | XXX         | XXX     | \$95,548,805 | XXX         | XXX     | \$93,089,313 | XXX         | XXX     | \$2,459,492 |
| (c) Adjusted Statutory Surplus  | XXX         | XXX     | \$52,580,911 | XXX         | XXX     | \$48,490,049 | XXX         | XXX     | \$4,090,862 |
| (d) Total Adjusted Capital from DTA's                                 | XXX         | XXX     | \$2,241,315  | XXX         | XXX     | \$2,366,368  | XXX         | XXX     | (\$125,053) |
| Increases due to SSAP No. 10R Par. 10e                                |             |         |              |             |         |              |             |         |             |
| (e) Admitted DTA's  | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (f) Admitted Assets   | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |
| (g) Statutory Surplus   | \$0         | \$0     | \$0          | \$0         | \$0     | \$0          | \$0         | \$0     | \$0         |

**B. Regarding deferred tax liabilities not recognized – None.**

**C. Current income taxes incurred consist of the following components:**

# Notes to Financial Statement

|   | <b>9/30/2012</b>          | <b>12/31/2011</b>         | <b>Change</b>             |
|---|---------------------------|---------------------------|---------------------------|
| <b>1. Current Income Tax:</b>                           |                           |                           |                           |
| (a) Federal   | \$1,937,610               | \$2,735,721               | (\$798,111)               |
| (b) Foreign   | \$0                       | \$0                       | \$0                       |
| (c) Subtotal  | <u>\$1,937,610</u>        | <u>\$2,735,721</u>        | <u>(\$798,111)</u>        |
| (d) Federal Income Tax on Net Capital Gains             | \$0                       | \$0                       | \$0                       |
| (e) Utilization of Capital Loss Carry Forwards          | \$0                       | \$0                       | \$0                       |
| (f) Other   | \$0                       | \$0                       | \$0                       |
| (g) Federal and Foreign Income Taxes Incurred           | <u>\$1,937,610</u>        | <u>\$2,735,721</u>        | <u>(\$798,111)</u>        |
| <b>2. Deferred Tax Assets:</b>                          |                           |                           |                           |
| (a) Ordinary  |                           |                           |                           |
| (1) Nonadmitted Assets                                  | \$845,970                 | 1,123,714                 | (\$277,744)               |
| (2) Change in Claims Unpaid                             | \$1,021,660               | 907,084                   | \$114,576                 |
| (3) Change in Accrued Liabilities                       | \$461,344                 | 465,901                   | (\$4,557)                 |
| (4) Charitable Contributions Carry-Forward              | \$0                       | 0                         | \$0                       |
| (5) Basis Difference in Fixed Assets                    | \$182,217                 | 190,011                   | (\$7,794)                 |
| Subtotal  | <u>\$2,511,731</u>        | <u>\$2,686,710</u>        | <u>(\$174,919)</u>        |
| (b) Statutory Valuation Allowance                       | \$0                       | \$0                       | \$0                       |
| (c) Nonadmitted   | \$270,476                 | \$320,342                 | (\$49,866)                |
| (d) Admitted Ordinary Deferred Tax Assets (2a-2b)       | <u>\$2,241,315</u>        | <u>\$2,366,368</u>        | <u>(\$125,053)</u>        |
| (d) Capital   |                           |                           |                           |
| (1) Investments   | \$0                       | \$0                       | \$0                       |
| (2) Net Capital Loss Carry-Forward                      | \$0                       | \$0                       | \$0                       |
| (3) Real Estate   | \$0                       | \$0                       | \$0                       |
| (4) Other   | \$0                       | \$0                       | \$0                       |
| Subtotal  | <u>\$0</u>                | <u>\$0</u>                | <u>\$0</u>                |
| (e) Statutory Valuation Allowance                       | \$0                       | \$0                       | \$0                       |
| (f) Admitted Capital Deferred Tax Assets (2d-2e)        | \$0                       | \$0                       | \$0                       |
| (g) Admitted Deferred Tax Assets (2c+2f)                | <u>\$2,241,315</u>        | <u>\$2,366,368</u>        | <u>(\$125,053)</u>        |
| <b>3. Deferred Tax Liabilities:</b>                     |                           |                           |                           |
| (a) Ordinary  |                           |                           |                           |
| (1) Investments   | \$0                       | \$0                       | \$0                       |
| (2) Fixed Assets  | \$0                       | \$0                       | \$0                       |
| (3) Other   | \$0                       | \$0                       | \$0                       |
| Subtotal  | <u>\$0</u>                | <u>\$0</u>                | <u>\$0</u>                |
| (b) Capital   |                           |                           |                           |
| (1) Investments   | \$0                       | \$0                       | \$0                       |
| (2) Fixed Assets  | \$0                       | \$0                       | \$0                       |
| (3) Other   | \$0                       | \$0                       | \$0                       |
| Subtotal  | <u>\$0</u>                | <u>\$0</u>                | <u>\$0</u>                |
| (c) Deferred Tax Liabilities (3a+3b)                    | \$0                       | \$0                       | \$0                       |
| <b>4. Net Deferred Tax Assets / Liabilities (2g-3c)</b> | <b><u>\$2,241,315</u></b> | <b><u>\$2,366,368</u></b> | <b><u>(\$125,053)</u></b> |

**D. The provision for federal income taxes incurred is different than that which would be obtained by applying the statutory federal income tax rate to income before taxes. The significant items causing this difference are as follows:**

|                                       | <u><b>September 30, 2012</b></u> | <u><b>Effective Tax Rate</b></u> |
|---------------------------------------|----------------------------------|----------------------------------|
| Provision computed at statutory rate  | \$1,814,455                      | 34.0%                            |
| Change in deferred income taxes       | (\$174,919)                      | -3.3%                            |
| Items permanent in nature             | \$20,330                         | 0.4%                             |
| Change in nonadmitted assets          | \$277,744                        | 5.2%                             |
| Total statutory income taxes incurred | <u><b>\$1,937,610</b></u>        | <u><b>36.3%</b></u>              |

**E. Amounts of operating loss and tax credit carry-forwards available for tax purposes**

The company does not have any net operating loss carry-forwards as of September 30, 2012.

**F. Consolidation of Federal Income Tax Return**

Summa Health System Corporation files a consolidated federal income tax which includes the following entities: SummaCare, Inc., Summa Insurance Company, Apex Benefits Services, LLC, Summa Insurance Agency, LLC,

## **Notes to Financial Statement**

Wadsworth-Rittman Professional Services Corporation, Ohio Health Choice, Summa Enterprise Group, Health Care Center Physicians, and Cornerstone Medical Services.

### **10. Information Concerning Parent, Subsidiaries, and Affiliates**

#### **A. Nature of the Relationships**

SummaCare, Inc. is a wholly owned subsidiary of Summa Insurance Company, Inc. (SIC). SIC is a majority-owned subsidiary of Summa Health System (SHS).

Subsidiaries and affiliated organizations of SHS include Summa Health System Corporation (SHSC), Summa Akron City & St. Thomas Hospitals (SACH/STH), Summa Health Network LLC (SHN), Apex Benefits Services, LLC (Apex), Summa Insurance Agency, LLC (SIA), Summa Cuyahoga Falls General Hospital (CFGH), Summa Barberton Hospital (BCH), Summa Wadsworth-Rittman Hospital (WRH), Wadsworth-Rittman Professional Services Corporation, Crystal Clinic Orthopedic Center, LLC, Summa Physicians, Inc. (SPI), Summa Hospitals Foundation, Health Care Center Physicians Inc. (HCCP), Middlebury Assurance Corp. (MAC), Summa Enterprise Group (SEG), Summa Enterprise Group, LLC, Summa Enterprise Group Properties (SEG Properties), Summa Rehabilitation Hospital, LLC, Ohio Health Choice, Inc. (OHC), Cornerstone Medical Services (Cornerstone), ARIS Teleradiology LLC (ARIS), Summa Robinson Health Ventures, Robinson Memorial Hospital (RMH), Summa Western Reserve Hospital (SWRH), Ohio Sleep Disorders, Digestive Health Centers, Summa Accountable Care Organization (ACO), Akron Endoscopy Associates (Akron Endoscopy) and Medina-Summit ASC, LLC.

The Company is licensed in Ohio as a health-insuring corporation (HIC) under Chapter 1751 of the Ohio Revised Code. SC contracts with providers to provide comprehensive health care services to a defined enrolled population (members) for a predetermined monthly fee. The population from which the Company draws its membership is predominately located in Northeast Ohio.

The Company is subject to competition from other health insuring companies as well as to the regulations of certain state and federal agencies. The Company is also subject to periodic financial examinations by those regulatory authorities.

#### **B. & C. Transactions with Affiliated Organizations**

SC members receive various medical services from SACH/STH, and other SHS subsidiaries. Certain members of the board of directors of the Company are members of the board of trustees of SACH/STH's and SHS's subsidiary and affiliated organizations. During 2012 and 2011, SC incurred health care costs representing premium payments made to SIC for health care costs associated with the indemnity portion on specific SC insurance plans.

The operating activities with affiliated entities as of September 30, 2012 and December 31, 2011 are as follows:

Claims paid to affiliated entities:

|  |            |            |
|--|------------|------------|
| SIC                                      | \$ —       | 4,427      |
| SACH/STH                                 | 34,507,185 | 47,907,568 |
| SPI                                      | 5,967,182  | 7,543,658  |
| BCH                                      | 6,419,269  | 8,171,757  |
| ARIS                                     | 25,544     | 43,867     |
| WRH                                      | 2,177,539  | 3,094,071  |
| Cornerstone                              | 2,407,675  | 3,235,226  |
| ACO                                      | 4,788,526  | 846,562    |
| Management fees charged to SIC           | 9,127,794  | 10,417,790 |
| Management fees charged to Apex          | 11,684,122 | 10,259,678 |
| Management fees charged to OHC           | 6,408      | 8,930      |
| Management fees charged to SHN           | 36,000     | 48,000     |
| Management fees charged from SHN         | 255,961    | 326,197    |
| Management fees charged from Apex        | 334,116    | 533,676    |
| Management fees charged from OHC         | 342,634    | 177,471    |
| Corporate expense allocation paid to SHS | 1,473,003  | 1,834,935  |

**D.** The balances outstanding with affiliated entities as of September 30, 2012 and December 31, 2011 are as follows:

## **Notes to Financial Statement**

|            | <b>Due from</b>        |                        | <b>Due to</b>          |                        |
|------------|------------------------|------------------------|------------------------|------------------------|
|            | <b>2012</b>            | <b>2011</b>            | <b>2012</b>            | <b>2011</b>            |
| SHN        | \$ —                   | —                      | 23,255                 | 23,915                 |
| SIC        | 4,288,593              | 3,484,358              | —                      | —                      |
| SACH / STH | —                      | —                      | 3,079,037              | 2,887,371              |
| OHC        | 1,631                  | 791                    | —                      | —                      |
| Apex       | 1,639,489              | 1,475,067              | —                      | —                      |
| WRH        | —                      | —                      | 155,049                | 125,509                |
| BCH        | —                      | —                      | 521,759                | 521,759                |
| CFGH       | —                      | 22,065                 |                        |                        |
| ACO        | 30,244                 | —                      | —                      | 4,847,603              |
|            | <hr/> <u>5,959,957</u> | <hr/> <u>4,982,281</u> | <hr/> <u>3,779,100</u> | <hr/> <u>8,406,157</u> |

- E.** Guarantees or undertakings – None.
- F.** During 2012 and 2011, the Company contracted to provide administrative and claims processing services to SIC and Apex. In 2012 and 2011, the Company contracted to reimburse SHN a portion of their total operating expenses. Expenses were recognized based on the amount charged to the Company from SHN.
- G.** All outstanding shares of SummaCare are owned by the parent, Summa Insurance Company, a property and casualty insurance company domiciled in the State of Ohio.
- H.** Investments in upstream intermediate entities or ultimate parent – None.
- I.** Investments in SCA Entities – None.
- J.** Investments in impaired SCA entities – None.
- K.** Investments in foreign insurance subsidiaries – None.
- L.** Investment in downstream noninsurance holding company – None.

### **11. Debt**

SC has no debt as of September 30, 2012.

### **12. Retirement Plans**

- A.** Defined Benefit Plan - None.

- B.** Defined Contribution Plan

The Company has a defined contribution 401(k) plan that is available to all eligible employees. The plan provides for employee contributions of up to 15% of eligible salary and employer matching contributions of 50% of each employee's voluntary contribution. The matching contribution is limited to 6% of each employee's pay. Expense under this plan was approximately \$697,510 for period ending September 30, 2012 and was \$786,225 for year ending December 31, 2011.

- C.** Multiemployer Plan – None.

- D.** Consolidated / Holding Company Plan

SHS maintains a noncontributory defined benefit pension plan (DB Plan), Summa Health System Retirement Income Plan and Trust, for the benefit of eligible employees in which the Company participates. The benefits are based upon years of service, as defined by the DB Plan. It is the System's policy to contribute annually to the DB Plan amounts that are actuarially determined to provide the DB Plan with sufficient assets to meet future benefit payment requirements.

Effective January 1, 2002, the Company's employees became participants in Summa Health System Retirement Income Plan and Trust (the Plan), however, the Company has no direct liability for the Plan obligations. Pension amounts are allocated to the Company based on its pro rata portion of the DB Plan periodic benefit obligation. The Company has recorded expense associated with involvement in the DB Plan of \$168,750 and \$225,700 as part of salaries, wages, and fringe benefits expense for the periods ended September 30, 2012 and December 31, 2011, respectively.

- E.** Postemployment Benefits and Compensated Absences – None.

- F.** Impact of Medicare Modernization Act on Postretirement Benefits – None.

## **Notes to Financial Statement**

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

- 1.) As of December 31, 2011, SHS owned all of the 100 issued and outstanding shares of SC's preferred stock. The par value of the preferred stock is \$1 per share. SIC owns all of the 570 issued and outstanding shares of SC common stock. The par value of the common stock is \$1 per share.
- 2.) Dividends on the preferred stock are cumulative at an annual rate of \$500 per share. No dividends have been declared or paid by the Company on its preferred stock; accordingly, there are \$979,167 of dividends in arrears as of September 30, 2012 and \$941,667 of dividends in arrears at December 31, 2011.
- 3.) No dividends can be paid on the Company's common stock until the dividends in arrears on preferred stock are paid. Dividends are cumulative.
- 4.) Date and amounts of dividends paid – Not applicable.
- 5.) In accordance with the Ohio Revised Code, the Company must receive approval from ODI to pay a dividend or distribution during 2012, which when combined with the dividends or distributions paid within the preceding 12 months exceeds the greater of either (a) 10% of the Company's capital and surplus as of December 31, 2011, or (b) the Company's net gain from operations for the year ended December 31, 2011.
- 6.) Restrictions on unassigned funds – None.
- 7.) Mutual Reciprocals - None.
- 8.) Stock held by the Company for special purposes – None.
- 9.) Special surplus funds – None.
- 10.) The portion of unassigned funds represented or reduced by :  
  
Nonadmitted Asset Values – \$2,758,624  
Unrealized Gains (Losses) – \$4,002,313
- 11.) Surplus notes – None.
- 12.) Restatement in a quasi-reorganization – Not applicable
- 13.) Quasi-reorganization – Not applicable.

### **14. Contingencies**

- A.** Contingent commitments – None.
- B.** Assessments – None
- C.** Gain contingencies – None.
- D.** Claims related extra contractual obligation and bad faith losses stemming from lawsuits – None.
- E.** All other contingencies – None.

### **15. Leases**

- A.** The company leases equipment and its facility under noncancelable operating leases expiring at various dates from 2012 to 2016. Rent expense was approximately \$1,695,049 as of September 30, 2012 and was \$2,159,116 for year ending December 31, 2011.

## **Notes to Financial Statement**

Future minimum payments under noncancelable operating leases are as follows:

| Year ended December 31:                |                      |
|--|----------------------|
| 2012                                   | 2,126,645            |
| 2013                                   | 2,073,708            |
| 2014                                   | 2,073,968            |
| 2015                                   | 2,129,766            |
| 2016                                   | 1,938,777            |
| <b>Total minimum future commitment</b> | <b>\$ 10,342,864</b> |

**16. Information Regarding Off-Balance Sheet Risk** – Not Applicable.

**17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liability** – Not Applicable.

**18. Gains or Loss to the Reporting Entity from Uninsured Plans** – Not Applicable.

**19. Direct Premium Written / Produced by Managing General Agents / Third Party Administrators** – Not Applicable.

**20. Fair Value Measurement** – Not Applicable.

**21. Other Items** – None.

**22. Events Subsequent** – None.

**23. Reinsurance**

### **A. Ceded Reinsurance Report**

Section 1 – General Interrogatories

(1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company?  
 Yes ( ) No (X)

If yes, give full details.

(2) Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or any other person not primarily engaged in the insurance business?

Yes ( ) No (X)

If yes, give full details.

Section 2 – Ceded Reinsurance Report – Part A

(1) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credit?  
 Yes ( ) No (X)

a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the reporting entity to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the reporting entity may consider the current or anticipated experience of the business reinsured in making this estimate. \$ \_\_\_\_\_

## **Notes to Financial Statement**

b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability for these agreements in this statement? \$ \_\_\_\_\_

(2) Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under reinsurance policies?

Yes ( ) No (X)

If yes, give full details.

### Section 3 – Ceded Reinsurance Report – Part B

(1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits reflected in Section 2 above) of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0

(2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?

Yes ( ) No (X)

If yes, what is the amount of the reinsurance credits, whether an asset or a reduction of a liability, taken for such new agreements or amendments? \$ \_\_\_\_\_

### **B. Uncollectible Reinsurance – None.**

### **C. Commutation of Ceded Reinsurance – None.**

### **24. Retrospectively Rated Contracts & Contracts Subject to Redetermination – None.**

### **25. Changes in Incurred Claims and Claims Adjustment Expenses**

Activity in claims unpaid is summarized as follows:

|                          | <b>2012</b>          | <b>2011</b>        |
|--------------------------|----------------------|--------------------|
| Balance at January 1     | \$ 26,381,584        | 23,345,751         |
| Incurred related to:     |                      |                    |
| Current year             | 168,301,728          | 220,202,279        |
| Prior years              | <u>(3,497,176)</u>   | <u>(2,660,000)</u> |
| Total                    | <u>164,804,552</u>   | <u>217,542,279</u> |
| Paid related to:         |                      |                    |
| Current year             | 138,824,253          | 193,987,446        |
| Prior years              | <u>22,799,408</u>    | <u>20,519,000</u>  |
| Total                    | <u>161,623,661</u>   | <u>214,506,446</u> |
| Balance at End of Period | <u>\$ 29,562,475</u> | <u>26,381,584</u>  |

Reserves as of December 31, 2011 were \$26,381,584. As of September 30, 2012, \$22,799,408 has been paid for incurred claims attributable to insured events of prior years. Reserves remaining for prior years are \$85,000 as a result of re-estimation of unpaid claims principally on the Medicare lines of insurance. Therefore, there has been \$3,497,176 in favorable development since December 31, 2011 to September 30, 2012. This 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 – None.**

### **27. Structured Settlements – None.**

## **Notes to Financial Statement**

### **28. Healthcare Receivables**

The company receives pharmacy rebates on a quarterly basis. As of September 30, 2012, a receivable was recorded equal to three quarters of rebates. For quarter ending September 30, 2012, pharmacy rebates receivable were estimated by multiplying the most recent rebate received by three (three quarters). Pharmacy rebates receivable are recorded as nonadmitted assets in accordance with SSAP No. 84.

| <u>Quarter</u> | <u>Estimated Rebates Receivable</u> | <u>Nonadmitted Rebates Receivable</u> | <u>Admitted Rebates Receivable</u> | <u>Actual Rebates Received More Than 180 Days After Billing</u> |
|----------------|-------------------------------------|---------------------------------------|------------------------------------|---|
| 9/30/2012      | \$1,077,790                         | \$0                                   | \$0                                | \$0   |
| 6/30/2012      | \$1,342,850                         | \$0                                   | \$0                                | \$449,709   |
| 3/31/2012      | \$866,461                           | \$0                                   | \$0                                | \$449,709   |
| 12/31/2011     | \$1,368,000                         | \$0                                   | \$0                                | \$1,473,901   |
| 9/30/2011      | \$1,138,678                         | \$0                                   | \$0                                | \$1,479,234   |
| 6/30/2011      | \$1,577,964                         | \$1,577,964                           | \$0                                | \$1,491,295   |
| 3/31/2011      | \$1,541,092                         | \$1,541,092                           | \$0                                | \$1,487,459   |
| 12/31/2010     | \$1,545,000                         | \$1,545,000                           | \$0                                | \$1,547,850   |
| 9/30/2010      | \$1,133,202                         | \$1,133,202                           | \$0                                | \$1,516,786   |
| 6/30/2010      | \$1,022,074                         | \$1,022,074                           | \$0                                | \$1,448,788   |
| 3/31/2010      | \$1,297,617                         | \$1,297,617                           | \$0                                | \$1,699,056   |
| 12/31/2009     | \$885,851                           | \$885,851                             | \$0                                | \$1,207,256   |
| 9/30/2009      | \$1,433,329                         | \$1,433,329                           | \$0                                | \$1,609,767   |
| 6/30/2009      | \$1,613,311                         | \$1,613,311                           | \$0                                | \$1,330,376   |
| 3/31/2009      | \$1,568,990                         | \$1,568,990                           | \$0                                | \$1,358,345   |

### **29. Participating Policies – None.**

### **30. Premium Deficiency Reserves**

Premium deficiency losses are recognized when it is probable that expected claim expenses will exceed future premiums on existing health contracts. For purposes of premium deficiency losses, contracts are grouped in a manner consistent with the Company's method of acquiring, servicing and measuring the profitability of such contracts. There were no premium deficiency reserves recorded as of September 30, 2012 and December 31, 2011, respectively.

### **31. Anticipated Salvage Value and Subrogation – None**

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

1.2 If yes, has the report been filed with the domiciliary state? .....

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. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[ ] No[X]  
If yes, complete the Schedule Y - Part 1 - organizational chart.

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<br>Name of Entity | 2<br>NAIC Company Code | 3<br>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. 12/31/2007

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. 12/31/2007

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). 01/12/2009

6.4 By what department or departments?  
Ohio Department of Insurance

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[ ] No[ ] N/A[X]

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. Yes[ ] No[X]

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<br>Affiliate Name | 2<br>Location (City, State) | 3<br>FRB     | 4<br>OCC     | 5<br>FDIC    | 6<br>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: \$ ..... 4,288,593

**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

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes[ ] No[X]

14.2 If yes, please complete the following: .....

**GENERAL INTERROGATORIES (Continued)**

|       |   | 1<br>Prior Year-End<br>Book/Adjusted<br>Carrying Value | 2<br>Current Quarter<br>Book/Adjusted<br>Carrying Value |
|-------|---|--|---|
| 14.21 | Bonds .....   | .....  | .....   |
| 14.22 | Preferred Stock .....   | .....  | .....   |
| 14.23 | Common Stock .....  | .....  | .....   |
| 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) ..... | .....  | .....   |
| 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?

Yes[ ] No[X]

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[ ] N/A[X]

16. 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?

Yes[X] No[ ]

16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

| 1<br>Name of Custodian(s) | 2<br>Custodian Address                       |
|---------------------------|--|
| FirstMerit Trust .....    | 106 South Main Street, Akron, OH 44308 ..... |

16.2 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<br>Name(s) | 2<br>Location(s) | 3<br>Complete Explanation(s) |
|--------------|------------------|------------------------------|
| .....        | .....            | .....                        |

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?

Yes[ ] No[X]

16.4 If yes, give full and complete information relating thereto:

| 1<br>Old Custodian | 2<br>New Custodian | 3<br>Date<br>of Change | 4<br>Reason |
|--------------------|--------------------|------------------------|-------------|
| .....              | .....              | .....                  | .....       |

16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

| 1<br>Central Registration<br>Depository | 2<br>Name(s)     | 3<br>Address  |
|---|------------------|---|
| FirstMerit Bank .....                   | Paul Brady ..... | 4481 Munson St NW, Suite 200, Canton OH 44718 ..... |

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?

Yes[X] No[ ]

17.2 If no, list exceptions:

## **GENERAL INTERROGATORIES**

### **PART 2 - HEALTH**

**1. Operating Percentages:**

|   |       |         |
|---|-------|---------|
| 1.1 A&H loss percent  | ..... | 87.154% |
| 1.2 A&H cost containment percent                            | ..... | 0.625%  |
| 1.3 A&H expense percent excluding cost containment expenses | ..... | 21.548% |

2.1 Do you act as a custodian for health savings accounts?

Yes[ ] No[X]

\$..... 0

2.2 If yes, please provide the amount of custodial funds held as of the reporting date.

Yes[ ] No[X]

\$..... 0

2.3 Do you act as an administrator for health savings accounts?

2.4 If yes, please provide the balance of the funds administered as of the reporting date.

# **SCHEDULE S - CEDED REINSURANCE**

## **Showing All New Reinsurance Treaties - Current Year to Date**

| 1<br>NAIC<br>Company<br>Code                | 2<br>Federal<br>ID<br>Number | 3<br>Effective<br>Date | 4<br>Name of Reinsurer | 5<br>Domiciliary<br>Jurisdiction | 6<br>Type of<br>Reinsurance<br>Ceded | 7<br>Is Insurer<br>Authorized?<br>(Yes or No) |
|---|------------------------------|------------------------|------------------------|----------------------------------|--------------------------------------|---|
| <b>Accident and Health - Non-affiliates</b> |                              |                        |                        |                                  |                                      |   |
| 93440 .....                                 | 06-1041332 .....             | 03/01/2012 .....       | HM LIFE INS CO .....   | PA .....                         | SSL/A/I .....                        | Yes[X] No[ ] .....                            |
|   |                              |                        |                        |                                  |                                      |   |
|   |                              |                        |                        |                                  |                                      |   |
|   |                              |                        |                        |                                  |                                      |   |
|   |                              |                        |                        |                                  |                                      |   |
|   |                              |                        |                        |                                  |                                      |   |

**SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS****Current Year to Date - Allocated by States and Territories**

| State, Etc.   | 1<br>Active Status | Direct Business Only              |                           |                         |   |   |                                  |                                |                             |
|---|--------------------|-----------------------------------|---------------------------|-------------------------|---|---|----------------------------------|--------------------------------|-----------------------------|
|   |                    | 2<br>Accident and Health Premiums | 3<br>Medicare Title XVIII | 4<br>Medicaid Title XIX | 5<br>Federal Employees Health Benefits Program Premiums | 6<br>Life and Annuity Premiums and Other Considerations | 7<br>Property/ Casualty Premiums | 8<br>Total Columns 2 Through 7 | 9<br>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) .....  | N .....            |                                   |                           |                         |   |   |                                  |                                |                             |
| 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) .....  | N .....            |                                   |                           |                         |   |   |                                  |                                |                             |
| 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) .....   | L .....            |                                   | 190,859,897               |                         |   |   |                                  |                                | 190,859,897                 |
| 37. Oklahoma (OK) .....   | N .....            |                                   |                           |                         |   |   |                                  |                                |                             |
| 38. Oregon (OR) .....   | N .....            |                                   |                           |                         |   |   |                                  |                                |                             |
| 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) .....   | N .....            |                                   |                           |                         |   |   |                                  |                                |                             |
| 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 (CN) .....   | N .....            |                                   |                           |                         |   |   |                                  |                                |                             |
| 58. Aggregate other alien (OT) .....                                | XXX .....          |                                   |                           |                         |   |   |                                  |                                |                             |
| 59. Subtotal .....  | XXX .....          |                                   | 190,859,897               |                         |   |   |                                  |                                | 190,859,897                 |
| 60. Reporting entity contributions for Employee Benefit Plans ..... | XXX .....          |                                   |                           |                         |   |   |                                  |                                |                             |
| 61. Total (Direct Business) .....                                   | (a) 1 .....        |                                   | 190,859,897               |                         |   |   |                                  |                                | 190,859,897                 |

**DETAILS OF WRITE-INS**

|   |           |  |  |  |  |  |  |  |  |
|---|-----------|--|--|--|--|--|--|--|--|
| 5801. ....  | XXX ..... |  |  |  |  |  |  |  |  |
| 5802. ....  | XXX ..... |  |  |  |  |  |  |  |  |
| 5803. ....  | XXX ..... |  |  |  |  |  |  |  |  |
| 5898. Summary of remaining write-ins for Line 58 from overflow page ..... | XXX ..... |  |  |  |  |  |  |  |  |
| 5899. TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above) .....    | XXX ..... |  |  |  |  |  |  |  |  |

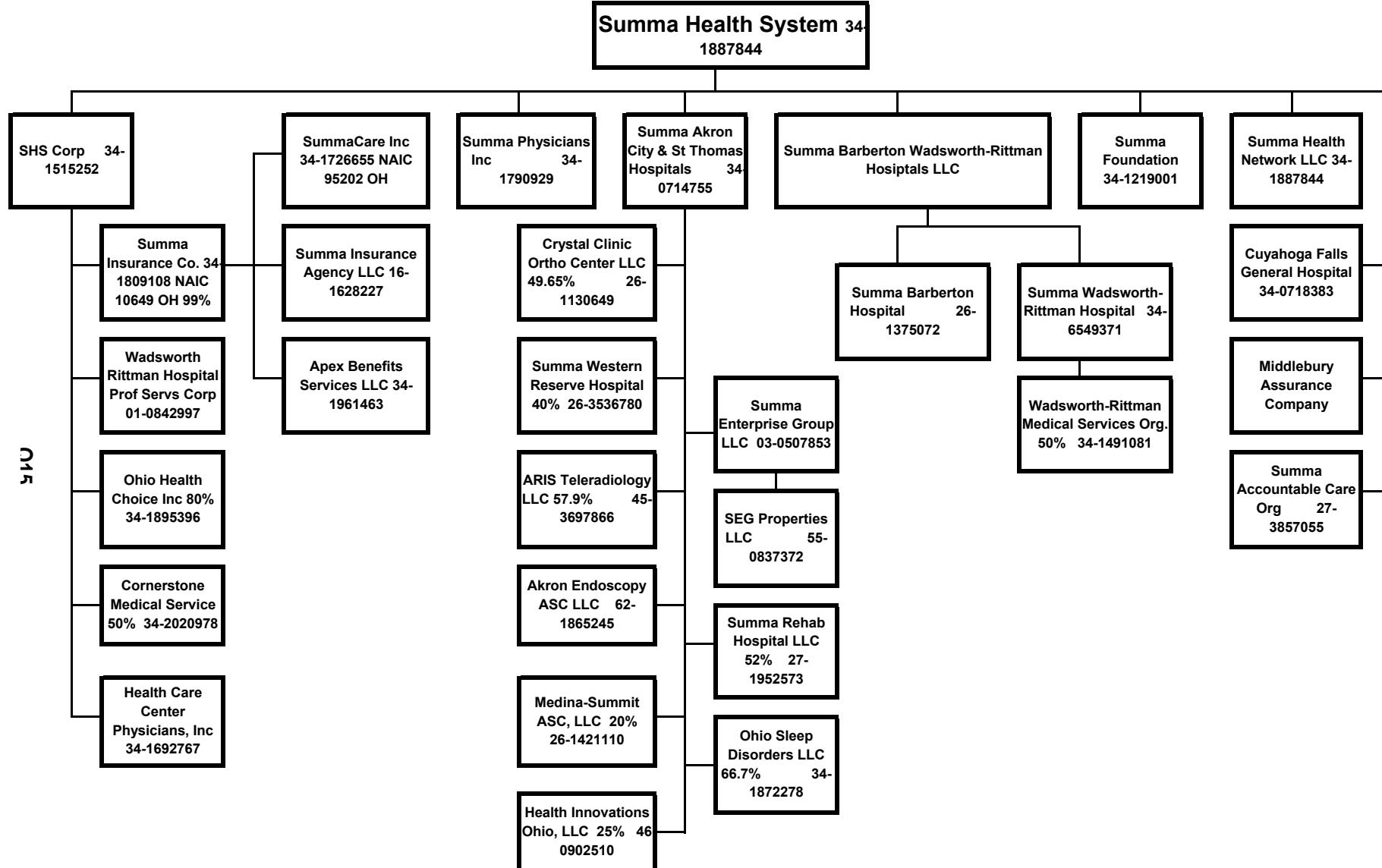
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business 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 |
|------------|-------------------------|-------------------|-------------------|--------------|-----|--|---|----------------------|----------------------------------|--|--|--|--|----|
| Group Code | Group Name              | NAIC Company Code | Federal ID Number | FEDERAL RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Name 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) | *  |
|            |                         | 00000             | 34-1887844        |              |     | SUMMA HEALTH SYSTEM  |   | OH                   | UIP                              |  |  |  |  | 1  |
|            |                         | 00000             | 34-1515252        |              |     | SUMMA HEALTH SYSTEM CORPORATION  |   | OH                   | UIP                              | SUMMA HEALTH SYSTEM                              |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
| 3259       | SUMMA INSURANCE COMPANY | 10649             | 34-1809108        |              |     | SUMMA INSURANCE COMPANY  |   | OH                   | UDP                              | SUMMA HEALTH SYSTEM CORPORATION                  |  | 99.0                                       | SUMMA HEALTH SYSTEM                          |    |
| 3259       | SUMMA INSURANCE COMPANY | 95202             | 34-1726655        |              |     | SUMMACARE INC.   |   | OH                   | OTH                              | SUMMA INSURANCE COMPANY                          |  | 100.0                                      | SUMMA HEALTH SYSTEM                          | 2  |
|            |                         | 00000             | 16-1628227        |              |     | SUMMA INSURANCE AGENCY LLC   |   | OH                   | NIA                              | SUMMA INSURANCE COMPANY                          |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-1961463        |              |     | APEX BENEFITS SERVICES LLC   |   | OH                   | NIA                              | SUMMA INSURANCE COMPANY                          |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 01-0842997        |              |     | WADSWORTH-RITTMAN PROFESSIONAL SERVICES CORPORATION                    |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM CORPORATION                  |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-1895396        |              |     | OHIO HEALTH CHOICE INC   |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM CORPORATION                  |  | 80.0                                       | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-2020978        |              |     | CONERSTONE MEDICAL SERVICES  |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM CORPORATION                  |  | 50.0                                       | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-1692767        |              |     | HEALTH CARE CENTER PHYSICIANS INC                                      |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM CORPORATION                  |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-1790929        |              |     | SUMMA PHYSICIANS INC   |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM CORPORATION                  |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-0714755        |              |     | SUMMA AKRON CITY ANS ST  |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM                              |  |  |  |    |
|            |                         | 00000             | 34-1219001        |              |     | THOMAS HOSPITALS   |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM                              |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 26-1130649        |              |     | SUMMA FOUNDATION   |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM                              |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 26-3536780        |              |     | CRYSTAL CLINIC ORTHOPEDIC HOSPITAL                                     |   | OH                   | NIA                              | SUMMA AKRON CITY AND ST THOMAS HOSPITALS         |  | 49.7                                       | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 45-3697866        |              |     | SUMMA WESTERN RESERVE HOSPITAL   |   | OH                   | NIA                              | SUMMA AKRON CITY AND ST THOMAS HOSPITALS         |  | 40.0                                       | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 62-1865245        |              |     | ARIS TELERADIOLOGY HOLDINGS INC  |   | DE                   | NIA                              | SUMMA AKRON CITY AND ST THOMAS HOSPITALS         |  | 57.9                                       | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 03-0507853        |              |     | AKRON ENDOSCOPY LLC  |   | OH                   | NIA                              | SUMMA AKRON CITY AND ST THOMAS HOSPITALS         |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 55-0837372        |              |     | SUMMA ENTERPRISE GROUP LLC   |   | OH                   | NIA                              | SUMMA AKRON CITY AND ST THOMAS HOSPITALS         |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 27-1952573        |              |     | SEG PROPERTIES LLC   |   | OH                   | NIA                              | SUMMA ENTERPRISE GROUP LLC                       |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-1872278        |              |     | SUMMA REHAB HOSPITAL   |   | OH                   | NIA                              | SUMMA AKRON CITY AND ST THOMAS HOSPITALS         |  | 52.0                                       | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 26-1421110        |              |     | OHIO SLEEP DISORDERS LLC   |   | OH                   | NIA                              | SUMMA AKRON CITY AND ST THOMAS HOSPITALS         |  | 66.7                                       | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-6549371        |              |     | MEDINA-SUMMIT ASC LLC  |   | OH                   | NIA                              | SUMMA AKRON CITY AND ST THOMAS HOSPITALS         |  | 20.0                                       | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 26-1375072        |              |     | SUMMA WADSWORTH-RITTMAN HOSPITAL                                       |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM                              |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-1887844        |              |     | SUMMA BARBERTON HOSPITAL   |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM                              |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         | 00000             | 34-0718383        |              |     | SUMMA HEALTH NETWORK LLC   |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM                              |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |
|            |                         |                   |                   |              |     | CUYAHOGA FALLS GENERAL HOSPITAL  |   | OH                   | NIA                              | SUMMA HEALTH SYSTEM                              |  | 100.0                                      | SUMMA HEALTH SYSTEM                          |    |

# SCHEDULE Y

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

| 1<br>Group Code | 2<br>Group Name | 3<br>NAIC Company Code | 4<br>Federal ID Number | 5<br>FEDERAL RSSD | 6<br>CIK | 7<br>Name of Securities Exchange if Publicly Traded (U.S. or International) | 8<br>Name of Parent Subsidiaries or Affiliates | 9<br>Domiciliary Location | 10<br>Relationship to Reporting Entity | 11<br>Directly Controlled by (Name of Entity / Person) | 12<br>Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | 13<br>If Control is Ownership Provide Percentage | 14<br>Ultimate Controlling Entity(ies) / Person(s) | 15<br>* |
|-----------------|-----------------|------------------------|------------------------|-------------------|----------|---|--|---------------------------|--|--|--|--|--|---------|
|                 |                 | 00000                  | 27-3857055             |                   |          | SUMMA ACCOUNTABLE CARE ORGANIZATION .....                                   |  | OH ..                     | NIA ..                                 | SUMMA HEALTH SYSTEM .....                              |  | 100.0  | SUMMA HEALTH SYSTEM .....                          |         |
|                 |                 | 00000                  |                        |                   |          | MIDDLEBURY ASSURANCE COMPANY .....  |  |                           | IA ..                                  | SUMMA HEALTH SYSTEM .....                              |  | 100.0  | SUMMA HEALTH SYSTEM .....                          | 3 ..... |
|                 |                 | 00000                  | 46-0902510             |                   |          | HEALTH INNOVATIONS OHIO LLC .....   |  | OH ..                     | NIA ..                                 | SUMMA AKRON CIY AND ST THOMAS HOSPITALS .....          |  | 25.0   | SUMMA HEALTH SYSTEM .....                          |         |
|                 |                 | 00000                  | 34-1491081             |                   |          | WADSWORTH-RITTMAN MEDICAL SERVICE ORGANIZATION LLC .....                    |  | OH ..                     | NIA ..                                 | WADSWORTH-RITTMAN HOPITAL .....                        |  | 50.0   | SUMMA HEALTH SYSTEM .....                          |         |

| Asterisk | Explanation  |
|----------|--|
| 0000001  | Summa Health System is the ultimate controlling entity.        |
| 0000002  | SummaCare, Inc. is the reporting entity.                       |
| 0000003  | Middlebury Assurance Company is located in the Cayman Islands. |

## **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.

**RESPONSE**

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

No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement



2012

Document Code: 365

9520220123650003

**ASSETS**

|  | Current Statement Date |                            |  | 4<br>December 31<br>Prior Year Net<br>Admitted Assets |
|--|------------------------|----------------------------|--|---|
|  | 1<br>Assets            | 2<br>Nonadmitted<br>Assets | 3<br>Net Admitted<br>Assets<br>(Cols. 1 - 2) |   |
| 2504. Premium Tax Recoverable .....  | .....                  | .....                      | .....  | .....   |
| 2597. Summary of remaining write-ins for Line 25 (Lines 2504 through 2596) ..... | .....                  | .....                      | .....  | .....   |

**STATEMENT OF REVENUE AND EXPENSES**

|  | Current Year To Date |            | Prior Year<br>To Date<br>3<br>Total | Prior Year<br>Ended<br>December 31<br>4<br>Total |
|--|----------------------|------------|-------------------------------------|--|
|  | 1<br>Uncovered       | 2<br>Total |                                     |  |
|  | .....                | .....      | .....                               | .....  |
| 2904. Minority Interest Income (Expense) .....                                   | .....                | .....      | .....                               | .....  |
| 2905. City Taxes .....   | .....                | .....      | .....                               | .....  |
| 2906. Network Access Fees - Providers .....                                      | .....                | .....      | .....                               | .....  |
| 2907. Minority Interest Expense .....  | .....                | .....      | .....                               | .....  |
| 2908. Rental Revenue .....   | .....                | .....      | .....                               | .....  |
| 2909. City Income Taxes .....  | .....                | .....      | .....                               | .....  |
| 2910. Write off of tax receivable .....  | .....                | .....      | .....                               | .....  |
| 2997. Summary of remaining write-ins for Line 29 (Lines 2904 through 2996) ..... | .....                | .....      | .....                               | .....  |

**STATEMENT OF REVENUE AND EXPENSES (Continued)**

|  | 1<br>Current Year<br>To Date | 2<br>Prior Year<br>To Date | 3<br>Prior Year<br>Ended<br>December 31 |
|--|------------------------------|----------------------------|---|
|  |                              |                            | 4<br>Total                              |
| 4704. True up adjustment related to Deferred Tax .....                           | .....                        | .....                      | .....                                   |
| 4705. Correction of an error - 2006 Premium Taxes .....                          | .....                        | .....                      | .....                                   |
| 4706. Misc. Adjustment .....   | .....                        | .....                      | .....                                   |
| 4707. Increase par value of common stock .....                                   | .....                        | .....                      | .....                                   |
| 4708. Correction of an error - 2006 Premium Taxes .....                          | .....                        | .....                      | .....                                   |
| 4709. Change in Minimum Pension Liability - Unrestricted Funds .....             | .....                        | .....                      | .....                                   |
| 4710. Adjustments to 2008 financial statements .....                             | .....                        | .....                      | .....                                   |
| 4711. True up adjustment related to Deferred Tax .....                           | .....                        | .....                      | .....                                   |
| 4797. Summary of remaining write-ins for Line 47 (Lines 4704 through 4796) ..... | .....                        | .....                      | .....                                   |

**SCHEDULE A - VERIFICATION**

## Real Estate

|   | 1<br>Year To Date | 2<br>Prior Year Ended<br>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 va.....  | .....             | .....                                |
| 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) .....                                 | .....             | .....                                |

**SCHEDULE B - VERIFICATION**

## Mortgage Loans

|   | 1<br>Year To Date | 2<br>Prior Year Ended<br>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 poin.....   | .....             | .....                                |
| 9. Total foreign exchange change in book value/recorded inve.....   | .....             | .....                                |
| 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) .....  | .....             | .....                                |

**SCHEDULE BA - VERIFICATION**

## Other Long-Term Invested Assets

|  | 1<br>Year To Date | 2<br>Prior Year Ended<br>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. 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 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) ..... | .....             | .....                                |
| 12. Deduct total nonadmitted amounts .....   | .....             | .....                                |
| 13. Statement value at end of current period (Line 11 minus Line 12) .....                                     | .....             | .....                                |

**SCHEDULE D - VERIFICATION**

## Bonds and Stocks

|   | 1<br>Year To Date | 2<br>Prior Year Ended<br>December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....                      | 68,236,188        | 51,828,826                           |
| 2. Cost of bonds and stocks acquired .....  | 4,502,344         | 24,696,953                           |
| 3. Accrual of discount .....  | 71,780            | 98,210                               |
| 4. Unrealized valuation increase (decrease) .....   | .....             | .....                                |
| 5. Total gain (loss) on disposals .....   | .....             | .....                                |
| 6. Deduct consideration for bonds and stocks disposed of .....  | 5,600,000         | 8,350,000                            |
| 7. Deduct amortization of premium .....   | 17,890            | 37,801                               |
| 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) ..... | 67,192,422        | 68,236,188                           |
| 11. Deduct total nonadmitted amounts .....  | .....             | .....                                |
| 12. Statement value at end of current period (Line 10 minus Line 11) .....                                | 67,192,422        | 68,236,188                           |

**SCHEDULE D - PART 1B**  
**Showing the Acquisitions, Dispositions and Non-Trading Activity**  
**During the Current Quarter for all Bonds and Preferred Stock by Rating Class**

|   | 1<br>Book/Adjusted<br>Carrying Value<br>Beginning of<br>Current Quarter | 2<br>Acquisitions<br>During Current<br>Quarter | 3<br>Dispositions<br>During Current<br>Quarter | 4<br>Non-Trading<br>Activity During<br>Current Quarter | 5<br>Book/Adjusted<br>Carrying Value<br>End of<br>First Quarter | 6<br>Book/Adjusted<br>Carrying Value<br>End of<br>Second Quarter | 7<br>Book/Adjusted<br>Carrying Value<br>End of<br>Third Quarter | 8<br>Book/Adjusted<br>Carrying Value<br>December 31<br>Prior Year |
|---|---|--|--|--|---|--|---|---|
| <b>BONDS</b>                            |   |  |  |  |   |  |   |   |
| 1. Class 1 (a) .....                    | 69,405,254  | .....  | .....  | 458,258  | 69,087,785  | 69,405,254   | 69,863,512  | 68,585,702  |
| 2. Class 2 (a) .....                    | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 3. Class 3 (a) .....                    | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 4. Class 4 (a) .....                    | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 5. Class 5 (a) .....                    | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 6. Class 6 (a) .....                    | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 7. Total Bonds .....                    | 69,405,254  | .....  | .....  | 458,258  | 69,087,785  | 69,405,254   | 69,863,512  | 68,585,702  |
| <b>PREFERRED STOCK</b>                  |   |  |  |  |   |  |   |   |
| 8. Class 1 .....                        | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 9. Class 2 .....                        | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 10. Class 3 .....                       | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 11. Class 4 .....                       | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 12. Class 5 .....                       | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 13. Class 6 .....                       | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 14. Total Preferred Stock .....         | .....   | .....  | .....  | .....  | .....   | .....  | .....   | .....   |
| 15. Total Bonds & Preferred Stock ..... | 69,405,254  | .....  | .....  | 458,258  | 69,087,785  | 69,405,254   | 69,863,512  | 68,585,702  |

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

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

|                       | 1<br>Book/Adjusted<br>Carrying<br>Value | 2<br>Par Value | 3<br>Actual<br>Cost | 4<br>Interest Collected<br>Year To Date | 5<br>Paid for Accrued<br>Interest<br>Year To Date |
|-----------------------|---|----------------|---------------------|---|---|
| 9199999. Totals ..... | 2,671,090                               | XXX            | 2,671,090           | 4,986                                   |   |

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

|  | 1<br>Year To Date | 2<br>Prior Year Ended<br>December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year .....   | 349,514           | 5,226,269                            |
| 2. Cost of short-term investments acquired .....   | 2,321,576         |                                      |
| 3. Accrual of discount .....   |                   |                                      |
| 4. Unrealized valuation increase (decrease) .....  |                   |                                      |
| 5. Total gain (loss) on disposals .....  |                   |                                      |
| 6. Deduct consideration received on disposals .....  |                   | 4,876,755                            |
| 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 +<br>3 + 4 + 5 - 6 - 7 + 8 - 9) ..... | 2,671,090         | 349,514                              |
| 11. Deduct total nonadmitted amounts .....   |                   |                                      |
| 12. Statement value at end of current period (Line 10 minus Line 11) .....                                   | 2,671,090         | 349,514                              |

**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**

**SI08 Schedule E - Verification (Cash Equivalents) .....** **NONE**

**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<br>CUSIP<br>Identification   | 2<br>Description   | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of<br>Vendor | 6<br>Number of<br>Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for<br>Accrued<br>Interest and<br>Dividends | 10<br>NAIC<br>Designation<br>or Market<br>Indicator (a) |
|--|--------------------|--------------|--------------------|------------------------|-----------------------------------|------------------|----------------|---|---|
| <b>Bonds - U.S. Governments</b>  |                    |              |                    |                        |                                   |                  |                |   |   |
| 912828TJ9  | U.S. TREASURY NOTE |              | 08/15/2012         | FIRSTMERIT TRUST       | XXX                               | 993,906          | 1,000,000.00   |   | 1   |
| 0599999 Subtotal - Bonds - U.S. Governments                              |                    |              |                    |                        | XXX                               | 993,906          | 1,000,000.00   |   | XXX   |
| 8399997 Subtotal - Bonds - Part 3  |                    |              |                    |                        | XXX                               | 993,906          | 1,000,000.00   |   | XXX   |
| 8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)            |                    |              |                    |                        | XXX                               | XXX              | XXX            | XXX   | XXX   |
| 8399999 Subtotal - Bonds   |                    |              |                    |                        | XXX                               | 993,906          | 1,000,000.00   |   | XXX   |
| 8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly) |                    |              |                    |                        | XXX                               | XXX              | XXX            | XXX   | XXX   |
| 9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)    |                    |              |                    |                        | XXX                               | XXX              | XXX            | XXX   | XXX   |
| 9899999 Subtotal - Preferred and Common Stocks                           |                    |              |                    |                        | XXX                               |                  | XXX            |   | XXX   |
| 9999999 Total - Bonds, Preferred and Common Stocks                       |                    |              |                    |                        | XXX                               | 993,906          | XXX            |   | XXX   |

(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<br>CUSIP<br>Identification   | 2<br>Description | 3<br>F<br>o<br>r<br>e<br>i<br>g<br>n<br>Disposal<br>Date | 4<br>Name of<br>Purchaser | 5<br>Number<br>of Shares<br>of Stock | 6<br>Consideration | 7<br>Par<br>Value | 8<br>Actual<br>Cost | 9<br>Prior Year<br>Book/<br>Adjusted<br>Carrying<br>Value | Change in Book/Adjusted Carrying Value                   |  |   |  |   | 16<br>Book/<br>Adjusted<br>Carrying Value<br>at Disposal<br>Date | 17<br>Foreign<br>Exchange<br>Gain (Loss)<br>on Disposal | 18<br>Realized<br>Gain (Loss)<br>on Disposal | 19<br>Total<br>Gain (Loss)<br>on Disposal | 20<br>Bond Interest/<br>Stock<br>Dividends<br>Received<br>During Year | 21<br>Stated<br>Contractual<br>Maturity<br>Date | 22<br>NAIC<br>Designation<br>or Market<br>Indicator (a) |            |           |
|--|------------------|--|---------------------------|--------------------------------------|--------------------|-------------------|---------------------|---|--|--|---|--|---|--|---|--|---|---|---|---|------------|-----------|
|  |                  |  |                           |                                      |                    |                   |                     |   | 11<br>Unrealized<br>Valuation<br>Increase/<br>(Decrease) | 12<br>Current Year's<br>(Amortization)/<br>Accretion | 13<br>Current Year's<br>Other Than<br>Temporary<br>Impairment<br>Recognized | 14<br>Total<br>Change in<br>B/A.C.V.<br>(11 + 12 - 13) | 15<br>Total<br>Foreign<br>Exchange<br>Change in<br>B/A.C.V. |  |   |  |   |   |   |   |            |           |
| <b>Bonds - U.S. Governments</b>  |                  |  |                           |                                      |                    |                   |                     |   |  |  |   |  |   |  |   |  |   |   |   |   |            |           |
| 31344QD9 . FHLMC .....   | 07/15/2012       | MATURED .....  |                           | ... XXX .....                        | ... 300,000        | ... 300,000.00    | ... 302,907         | ... 300,298   |  |  |   |  |   |  |   |  |   |   |   | ... 15,575  | 07/15/2012 | 1 .....   |
| 912828PH7 . U.S. TREASURY NOTE .....   | 08/31/2012       | MATURED .....  |                           | ... XXX .....                        | ... 1,500,000      | ... 1,500,000.00  | ... 1,495,781       | ... 1,498,565   |  |  |   |  |   |  |   |  |   |   |   | ... 5,625   | 08/31/2012 | 1 .....   |
| 0599999 Subtotal - Bonds - U.S. Governments .....                              |                  |  |                           | ... XXX .....                        | ... 1,800,000      | ... 1,800,000.00  | ... 1,798,688       | ... 1,798,863   |  |  |   |  |   |  |   |  |   |   |   | ... 21,200  | ... XXX .. | .. XXX .. |
| 8399997 Subtotal - Bonds - Part 4 .....  |                  |  |                           | ... XXX .....                        | ... 1,800,000      | ... 1,800,000.00  | ... 1,798,688       | ... 1,798,863   |  |  |   |  |   |  |   |  |   |   |   | ... 21,200  | ... XXX .. | .. XXX .. |
| 8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly) .....            |                  |  |                           | ... XXX .....                        | ... XXX .....      | ... XXX .....     | ... XXX .....       | ... XXX .....   |  |  |   |  |   |  |   |  |   |   |   | ... XXX ..  | ... XXX .. | .. XXX .. |
| 8399999 Subtotal - Bonds .....   |                  |  |                           | ... XXX .....                        | ... 1,800,000      | ... 1,800,000.00  | ... 1,798,688       | ... 1,798,863   |  |  |   |  |   |  |   |  |   |   |   | ... 21,200  | ... XXX .. | .. XXX .. |
| 8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly) ..... |                  |  |                           | ... XXX .....                        | ... XXX .....      | ... XXX .....     | ... XXX .....       | ... XXX .....   |  |  |   |  |   |  |   |  |   |   |   | ... XXX ..  | ... XXX .. | .. XXX .. |
| 9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly) .....    |                  |  |                           | ... XXX .....                        | ... XXX .....      | ... XXX .....     | ... XXX .....       | ... XXX .....   |  |  |   |  |   |  |   |  |   |   |   | ... XXX ..  | ... XXX .. | .. XXX .. |
| 9899999 Subtotal - Preferred and Common Stocks .....                           |                  |  |                           | ... XXX .....                        | ... XXX .....      | ... XXX .....     | ... XXX .....       | ... XXX .....   |  |  |   |  |   |  |   |  |   |   |   |   | ... XXX .. | .. XXX .. |
| 9999999 Total - Bonds, Preferred and Common Stocks .....                       |                  |  |                           | ... XXX .....                        | ... 1,800,000      | ... XXX .....     | ... 1,798,688       | ... 1,798,863   |  |  |   |  |   |  |   |  |   |   |   | ... 21,200  | ... XXX .. | .. XXX .. |

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

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

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

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

**E09 Schedule DL - Part 1 - Securities Lending Collateral Assets .....** **NONE**

**E10 Schedule DL - Part 2 - Securities Lending Collateral Assets .....** **NONE**

**SCHEDULE E - PART 1 - CASH**

## Month End Depository Balances

| 1<br>Depository                         |   | 2<br>Code | 3<br>Rate of<br>Interest | 4<br>Amount<br>of Interest<br>Received<br>During<br>Current<br>Quarter | 5<br>Amount of<br>Interest<br>Accrued<br>at Current<br>Statement<br>Date | Book Balance at End of Each Month<br>During Current Quarter |                      |                     | 9<br>* |
|---|---|-----------|--------------------------|--|--|---|----------------------|---------------------|--------|
|   |   |           |                          |  |  | 6<br>First<br>Month   | 7<br>Second<br>Month | 8<br>Third<br>Month |        |
| <b>open depositories</b>                |   |           |                          |  |  |   |                      |                     |        |
| FirstMerit - General Operating          | Akron, OH   |           |                          |  |  | 2,290,526   | 29,929,694           | 1,478,295           | XXX    |
| FirstMerit - Middlebury                 | Akron, OH   |           |                          |  |  | 7,246   | 7,246                | 7,246               | XXX    |
| FirstMerit - Cleveland Clinic           | Akron, OH   |           |                          |  |  |   |                      |                     | XXX    |
| FirstMerit - 401k Plan                  | Akron, OH   |           |                          |  |  | 100,000   | 100,028              | 100,000             | XXX    |
| FirstMerit - Payroll                    | Akron, OH   |           |                          |  |  |   | (5,385)              |                     | XXX    |
| Petty Cash                              | Akron, OH   |           |                          |  |  | 205   | 205                  | 205                 | XXX    |
| FirstMerit - CFGH                       | Akron, OH   |           |                          |  |  |   |                      |                     | XXX    |
| FirstMerit - APS                        | Akron, OH   |           |                          |  |  |   |                      |                     | XXX    |
| FirstMerit - SHS                        | Akron, OH   |           |                          |  |  |   |                      |                     | XXX    |
| FirstMerit - WRH                        | Akron, OH   |           |                          |  |  |   |                      |                     | XXX    |
| FirstMerit - BCH                        | Akron, OH   |           |                          |  |  |   |                      |                     | XXX    |
| FirstMerit - Medical                    | Akron, OH   |           |                          |  |  | 25,000  | 25,000               | 25,000              | XXX    |
| FirstMerit - Money Market               | Akron, OH   |           | 0.200                    | 5,990  |  | 11,033,986  | 5,036,216            | 11,038,402          | XXX    |
| FirstMerit - SWRH                       | Akron, OH   |           |                          |  |  |   |                      |                     | XXX    |
| FirstMerit - Goodyear                   | Akron, OH   |           |                          |  |  |   |                      | 325                 | XXX    |
| 0199998 Deposits in .....               | 0 depositories that do not exceed the<br>allowable limit in any one depository - open depositories      | XXX       | XXX                      |  |  |   |                      |                     | XXX    |
| 0199999 Totals - Open Depositories      |   | XXX       | XXX                      | 5,990  |  | 13,456,963  | 35,093,329           | 12,649,148          | XXX    |
| 0299998 Deposits in .....               | 0 depositories that do not exceed the<br>allowable limit in any one depository - suspended depositories | XXX       | XXX                      |  |  |   |                      |                     | XXX    |
| 0299999 Totals - Suspended Depositories |   | XXX       | XXX                      |  |  |   |                      |                     | XXX    |
| 0399999 Total Cash On Deposit           |   | XXX       | XXX                      | 5,990  |  | 13,456,963  | 35,093,329           | 12,649,148          | XXX    |
| 0499999 Cash in Company's Office        |   | XXX       | XXX                      | XXX  | XXX  |   |                      |                     | XXX    |
| 0599999 Total Cash                      |   | XXX       | XXX                      | 5,990  |  | 13,456,963  | 35,093,329           | 12,649,148          | XXX    |

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter

| 1<br>Description                       | 2<br>Code | 3<br>Date Acquired | 4<br>Rate of Interest | 5<br>Maturity Date | 6<br>Book/Adjusted Carrying Value | 7<br>Amount of Interest Due & Accrued | 8<br>Amount Received During Year |
|--|-----------|--------------------|-----------------------|--------------------|-----------------------------------|---------------------------------------|----------------------------------|
|  |           |                    |                       |                    |                                   |                                       |                                  |
| 8699999 Total - Cash Equivalents ..... |           |                    |                       |                    |                                   |                                       |                                  |

**N O N E**

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