



QUARTERLY STATEMENT

As of June 30, 2014

of the Condition and Affairs of the

United Transportation Union Insurance Association

NAIC Group Code..... ,  
(Current Period) (Prior Period)

NAIC Company Code..... 56413

Employer's ID Number..... 23-7131460

Organized under the Laws of Ohio

State of Domicile or Port of Entry Ohio

Country of Domicile US

Incorporated/Organized..... November 16, 1970

Commenced Business..... March 10, 1971

Statutory Home Office

24950 Country Club Blvd Ste 340..... North Olmsted ..... OH ..... US ..... 44070-5333  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office

24950 Country Club Blvd Ste 340..... North Olmsted ..... OH ..... US ..... 44070-5333 216-228-9400  
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address

24950 Country Club Blvd Ste 340..... North Olmsted ..... OH ..... US ..... 44070-5333  
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records

24950 Country Club Blvd Ste 340..... North Olmsted ..... OH ..... US ..... 44070-5333 216-228-9400  
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address

utuia.org

Statutory Statement Contact

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(Area Code) (Telephone Number) (Extension)  
216-228-0411  
(Fax Number)

OFFICERS

Name	Title	Name	Title
1. John Previsich	President	2. Bruce D Feltmeyer	Secretary
3. Bruce D Feltmeyer	Treasurer	4.	

OTHER

DIRECTORS OR TRUSTEES

John Lesniewski	John Previsich	Bruce D Feltmeyer	Frank James Riha
Nicholas J Diccico Jr	James Arbin Stem Jr	William Jennings Thompson	William B Ryan

State of.....  
County of.....

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

(Signature)	(Signature)	(Signature)
John Previsich	Bruce D Feltmeyer	Bruce D Feltmeyer
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me  
This \_\_\_\_\_ day of \_\_\_\_\_

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 [ ]  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

ASSETS

	Current Statement Date			4
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
1. Bonds.....	186,022,989		186,022,989	181,467,133
2. Stocks:				
2.1 Preferred stocks.....	2,783,061		2,783,061	2,783,028
2.2 Common stocks.....	24,689,369		24,689,369	23,218,793
3. Mortgage loans on real estate:				
3.1 First liens.....			.0	
3.2 Other than first liens.....			.0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			.0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	2,195,207		2,195,207	2,232,115
4.3 Properties held for sale (less \$.....0 encumbrances).....			.0	
5. Cash (\$.....522,690), cash equivalents (\$.....1,559,124) and short-term investments (\$.....0).....	2,081,814		2,081,814	8,979,765
6. Contract loans (including \$.....0 premium notes).....	6,288,888		6,288,888	6,369,231
7. Derivatives.....			.0	
8. Other invested assets.....			.0	
9. Receivables for securities.....	601,402		601,402	
10. Securities lending reinvested collateral assets.....			.0	
11. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	224,662,730	.0	224,662,730	225,050,065
13. Title plants less \$.....0 charged off (for Title insurers only).....			.0	
14. Investment income due and accrued.....	2,110,418		2,110,418	2,053,390
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	76,970		76,970	137,470
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	36,856		36,856	26,767
15.3 Accrued retrospective premiums.....			.0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....			.0	
16.2 Funds held by or deposited with reinsured companies.....			.0	
16.3 Other amounts receivable under reinsurance contracts.....			.0	
17. Amounts receivable relating to uninsured plans.....			.0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			.0	
18.2 Net deferred tax asset.....			.0	
19. Guaranty funds receivable or on deposit.....			.0	
20. Electronic data processing equipment and software.....			.0	
21. Furniture and equipment, including health care delivery assets (\$.....0).....			.0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
23. Receivables from parent, subsidiaries and affiliates.....			.0	
24. Health care (\$.....0) and other amounts receivable.....			.0	
25. Aggregate write-ins for other than invested assets.....	65,000	65,000	.0	.0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	226,951,974	65,000	226,886,974	227,267,692
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
28. Total (Lines 26 and 27).....	226,951,974	65,000	226,886,974	227,267,692

DETAILS OF WRITE-INS

1101. ....			.0	
1102. ....			.0	
1103. ....			.0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	.0	.0	.0	.0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	.0	.0	.0	.0
2501. Agent loan.....	65,000	65,000	.0	
2502. ....			.0	
2503. ....			.0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	.0	.0	.0	.0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	65,000	65,000	.0	.0

United Transportation Union Insurance Association  
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts (including \$.....0 Modco Reserve).....	162,352,023	163,866,372
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	5,726,234	6,108,786
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....	5,993,200	6,218,008
4. Contract claims:		
4.1 Life.....	1,012,730	1,075,654
4.2 Accident and health.....	155,150	142,813
5. Refunds due and unpaid.....	11,341	20,523
6. Provisions for refunds payable in following calendar year - estimated amounts:		
6.1 Apportioned for payment.....		
6.2 Not yet apportioned.....		
7. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....145,747 accident and health premiums.....	426,039	374,392
8. Certificate and contract liabilities not included elsewhere:		
8.1 Surrender values on canceled contracts.....	178,069	189,368
8.2 Other amounts payable on reinsurance including \$.....0 assumed and \$.....0 ceded.....		
8.3 Interest maintenance reserve (IMR).....	6,838,788	7,284,458
9. Commissions to fieldworkers due or accrued - life and annuity contracts \$.....25,743, accident and health \$.....43,135 and deposit-type contract funds \$.....0.....	68,878	69,127
10. Commissions and expense allowances payable on reinsurance assumed.....		
11. General expenses due or accrued.....	370,002	354,022
12. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves).....		
13. Taxes, licenses and fees due or accrued.....	36,346	31,471
14. Unearned investment income.....		
15. Amounts withheld or retained by Society as agent or trustee.....		
16. Amounts held for fieldworkers' account, including \$.....0 fieldworkers' credit balances.....		
17. Remittances and items not allocated.....		
18. Net adjustment in assets and liabilities due to foreign exchange rates.....		
19. Liability for benefits for employees and fieldworkers if not included above.....		
20. Borrowed money \$.....0 and interest thereon \$.....0.....		
21. Miscellaneous liabilities:		
21.1 Asset valuation reserve.....	3,914,461	3,635,104
21.2 Reinsurance in unauthorized and certified (\$.....0) companies.....		
21.3 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....		
21.4 Payable to subsidiaries and affiliates.....	547,553	468,704
21.5 Drafts outstanding.....		
21.6 Funds held under coinsurance.....		
21.7 Derivatives.....		
21.8 Payable for securities.....		
21.9 Payable for securities lending.....		
22. Aggregate write-ins for liabilities.....	61,328	61,328
23. Total liabilities excluding Separate Accounts business (Lines 1 to 22).....	187,692,142	189,900,130
24. From Separate Accounts Statement.....		
25. Total liabilities (Lines 23 to 24).....	187,692,142	189,900,130
26. Aggregate write-ins for other than liabilities and surplus funds.....	0	0
27. Surplus notes.....		
28. Aggregate write-ins for surplus funds.....	0	0
29. Unassigned funds.....	39,194,832	37,367,562
30. Total (Lines 26 through 29) (including \$.....0 in Separate Accounts Statement).....	39,194,832	37,367,562
31. Totals (Lines 25 + 30) (Page 2, Line 28, Col. 3).....	226,886,974	227,267,692

DETAILS OF WRITE-INS		
2201. Liability for uncashed checks.....	61,328	61,328
2202. ....		
2203. ....		
2298. Summary of remaining write-ins for Line 22 from overflow page.....	0	0
2299. Totals (Lines 2201 thru 2203 plus 2298) (Line 22 above).....	61,328	61,328
2601. ....		
2602. ....		
2603. ....		
2698. Summary of remaining write-ins for Line 26 from overflow page.....	0	0
2699. Totals (Lines 2601 thru 2603 plus 2698) (Line 26 above).....	0	0
2801. ....		
2802. ....		
2803. ....		
2898. Summary of remaining write-ins for Line 28 from overflow page.....	0	0
2899. Totals (Lines 2801 thru 2803 plus 2898) (Line 28 above).....	0	0

SUMMARY OF OPERATIONS

		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
1.	Premiums and annuity considerations for life and accident and health contracts.....	7,783,277	7,619,872	15,714,010
2.	Considerations for supplementary contracts with life contingencies.....			
3.	Net investment income.....	4,711,991	4,730,370	8,794,465
4.	Amortization of Interest Maintenance Reserve (IMR).....	591,890	534,506	1,072,500
5.	Separate Accounts net gain from operations excluding unrealized gains and losses.....			
6.	Commissions and expense allowances on reinsurance ceded.....			
7.	Reserve adjustments on reinsurance ceded.....			
8.	Miscellaneous income:			
8.1	Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....			
8.2	Charges and fees for deposit-type contracts.....			
8.3	Aggregate write-ins for miscellaneous income.....	3,913	6,888	18,138
9.	Totals (Lines 1 to 8.3).....	13,091,071	12,891,636	25,599,113
10.	Death benefits.....	1,704,726	2,274,462	4,196,050
11.	Matured endowments (excluding guaranteed annual pure endowments).....	47,011	32,842	95,749
12.	Annuity benefits.....	6,509,927	5,241,759	10,959,359
13.	Disability benefits and benefits under accident and health contracts including premiums waived \$ .....0.....	682,885	535,077	1,086,176
14.	Surrender benefits and withdrawals for life contracts.....	998,889	1,188,096	2,285,893
15.	Interest and adjustments on contract or deposit-type contract funds.....	2,170	3,171	6,185
16.	Payments on supplementary contracts with life contingencies.....			
17.	Increase in aggregate reserve for life and accident and health contracts.....	(2,131,557)	(1,701,029)	(2,747,490)
18.	Totals (Lines 10 to 17).....	7,814,051	7,574,378	15,881,922
19.	Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	778,892	394,393	760,149
20.	Commissions and expense allowances on reinsurance assumed.....			
21.	General insurance expenses and fraternal expenses.....	3,319,933	3,129,514	5,853,901
22.	Insurance taxes, licenses and fees.....	305,837	292,907	513,104
23.	Increase in loading on deferred and uncollected premiums.....			
24.	Net transfers to or (from) Separate Accounts net of reinsurance.....			
25.	Aggregate write-ins for deductions.....	0	0	0
26.	Totals (Lines 18 to 25).....	12,218,713	11,391,192	23,009,076
27.	Net gain from operations before refunds to members (Line 9 minus Line 26).....	872,358	1,500,444	2,590,037
28.	Refunds to members.....	5,720	813	7,645
29.	Net gain from operations after refunds to members and before realized capital gains (losses) (Line 27 minus Line 28).....	866,638	1,499,631	2,582,392
30.	Net realized capital gains (losses) less capital gains tax of .....0 (excluding \$ .....0 transferred to the IMR).....	(55,377)	7,656	2,112,019
31.	Net income (Lines 29 + 30).....	811,261	1,507,287	4,694,411
SURPLUS ACCOUNT				
32.	Surplus, December 31, prior year.....	37,367,562	30,096,317	30,096,317
33.	Net income from operations (Line 31).....	811,261	1,507,287	4,694,411
34.	Change in net unrealized capital gains (losses) less capital gains tax of \$ .....0.....	1,310,365	1,355,214	1,991,397
35.	Change in net unrealized foreign exchange capital gain (loss).....			
36.	Change in nonadmitted assets.....	(15,000)	(15,000)	(30,000)
37.	Change in liability for reinsurance in unauthorized and certified companies.....			
38.	Change in reserve on account of change in valuation basis (increase) or decrease.....			
39.	Change in asset valuation reserve.....	(279,356)	1,011,113	615,437
40.	Surplus (contributed to) withdrawn from Separate Accounts during period.....			
41.	Other changes in surplus in Separate Accounts Statement.....			
42.	Change in surplus notes.....			
43.	Cumulative effect of changes in accounting principles.....			
44.	Change in surplus as a result of reinsurance.....			
45.	Aggregate write-ins for gains and losses in surplus.....	0	0	0
46.	Net change in surplus for the year (Lines 33 through 45).....	1,827,270	3,858,614	7,271,245
47.	Surplus as of statement date (Lines 32 + 46).....	39,194,832	33,954,931	37,367,562
DETAILS OF WRITE-INS				
08.301.	Miscellaneous Income.....	(6,590)	1,234	327
08.302.	Penalty on Early Withdrawal.....	10,503	5,654	17,811
08.303.	.....			
08.398.	Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0
08.399.	Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	3,913	6,888	18,138
2501.	.....			
2502.	.....			
2503.	.....			
2598.	Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599.	Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	0	0	0
4501.	.....			
4502.	.....			
4503.	.....			
4598.	Summary of remaining write-ins for Line 45 from overflow page.....	0	0	0
4599.	Totals (Lines 4501 thru 4503 plus 4598) (Line 45 above).....	0	0	0

CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....	7,885,335	7,591,798	15,703,528
2. Net investment income.....	4,812,380	5,147,008	9,607,133
3. Miscellaneous income.....	3,913	6,888	18,138
4. Total (Lines 1 through 3).....	12,701,628	12,745,694	25,328,799
5. Benefit and loss related payments.....	10,007,494	9,500,800	18,766,519
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	4,384,056	3,853,389	7,089,726
8. Dividends paid to policyholders.....	14,902	(3,547)	959
9. Federal and foreign income taxes paid (recovered) net of \$ .....0 tax on capital gains (losses).....			
10. Total (Lines 5 through 9).....	14,406,452	13,350,642	25,857,204
11. Net cash from operations (Line 4 minus Line 10).....	(1,704,824)	(604,948)	(528,405)
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	21,284,271	28,184,832	41,271,931
12.2 Stocks.....	3,534	507,656	16,639,530
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).....	21,287,805	28,692,488	57,911,460
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	25,873,360	25,903,132	32,510,314
13.2 Stocks.....	160,211	390,563	16,832,716
13.3 Mortgage loans.....			
13.4 Real estate.....			
13.5 Other invested assets.....			
13.6 Miscellaneous applications.....	601,402		
13.7 Total investments acquired (Lines 13.1 to 13.6).....	26,634,973	26,293,695	49,343,029
14. Net increase or (decrease) in contract loans and premium notes.....	(80,343)	3,794	(37,376)
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(5,266,826)	2,394,999	8,605,807
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
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).....	73,698	(213,395)	(257,285)
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	73,698	(213,395)	(257,285)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(6,897,951)	1,576,656	7,820,117
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	8,979,766	1,159,649	1,159,649
19.2 End of period (Line 18 plus Line 19.1).....	2,081,815	2,736,305	8,979,766

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001 .....			
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EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Life Insurance.....	2,883,964	3,048,498	5,993,663
2. Individual annuities.....	2,442,477	2,892,940	5,882,890
3. Accident and Health.....	1,821,909	1,796,985	3,548,799
4. Aggregate of all other lines of business.....	.0	.0	.0
5. Subtotal (Lines 1 through 4).....	7,148,350	7,738,423	15,425,352
6. Fraternal.....			
7. Expenses.....			
8. Subtotal (Lines 5 through 7).....	7,148,350	7,738,423	15,425,352
9. Deposit-type contracts.....	744,158	119,569	643,143
10. Total.....	7,892,508	7,857,992	16,068,495

DETAILS OF WRITE-INS

0401. Supplementary Contracts Without Life.....			
0402. ....			
0403. ....			
0498. Summary of remaining write-ins for Line 4 from overflow page.....	.0	.0	.0
0499. Total (Lines 0401 thru 0403 plus 0498) (Line 4 above).....	.0	.0	.0

**NOTES TO FINANCIAL STATEMENTS**

**Note 1 - Summary of Significant Accounting Policies**

- A. United Transportation Union Insurance Association's (Insurance Association or UTUIA), statutory-basis financial statements are prepared in accordance with the NAIC's *Accounting Practices and Procedures Manual*. The United Transportation Union Insurance Association, a fraternal benefit society, is domiciled in Ohio. The Insurance Association's primary business is providing life, accident and health insurance and annuities to members of the United Transportation Union (Union) and to members of other transportation industries. Life insurance and annuities comprise more than 81% of UTUIA's premiums, with accident and health products representing the balance. UTUIA sells insurance throughout most of the United States with the highest concentrations per schedule T.
- B. Preparation of financial statements requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Such estimates and assumptions could change in the future as more information becomes known, which could impact the amounts reported and disclosed herein.
- C. Accounting Policy:

**Basis of Presentation**

The accompanying financial statements of the Insurance Association have been prepared in conformity with statutory accounting practices as prescribed. Such practices vary from accounting principles generally accepted in the United States (GAAP). The more significant variances from GAAP are as follows:

***Investments***

Investments in bonds are reported at amortized cost or market value based on their National Association of Insurance Commissioners (NAIC) rating; but for GAAP, such fixed maturity investments are designated at purchase as either held-to-maturity, trading, or available-for-sale. Held-to-maturity fixed investments would be reported at amortized cost, and the remaining fixed maturity investments would be reported at fair value, with unrealized holding gains and losses reported in operations for those designated as trading or as a separate component of surplus for those designated as available-for-sale.

Fair values of certain investments in bonds and stocks are based on values specified by the NAIC rather than on actual or estimated market values. Changes between cost and admitted asset investment amounts are credited or charged directly to unassigned surplus rather than to a separate surplus account.

Under a formula prescribed by the NAIC, the Insurance Association defers the portion of realized capital gains and losses on sales of fixed income investments, that is attributable to changes in the general level of interest rates, and amortizes those deferrals over the remaining period to maturity. That net deferral is reported as the interest maintenance reserve (IMR), a required statutory reserve, in the accompanying balance sheets. Realized capital gains and losses are reported in income net of transfers to the IMR.

The asset valuation reserve (AVR) provides a valuation allowance for invested assets. The AVR is determined by a NAIC prescribed formula and is reported as a liability rather than unassigned surplus. Under GAAP, realized capital gains and losses are reported in the income statement in the period that the asset giving rise to the gains or losses are sold and valuation allowances are provided when there has been a decline in value deemed other than temporary, in which case, the provision for such declines are charged to income.

***Policy Acquisition Costs***

The costs of acquiring and renewing business are expensed when incurred. Under GAAP, acquisition costs related to traditional life insurance, to the extent recoverable from future policy revenues, are deferred and amortized over the premium-paying period of the related policies using assumptions consistent with those used in computing policy benefit reserves. For universal life insurance and investment products, to the extent recoverable from future gross profits, deferred policy acquisition costs are amortized generally in proportion to the present value of expected gross profits from surrender charges and investment, mortality, and expense margins.

***Nonadmitted Assets***

Certain assets designated as non-admitted, principally prepaid insurance and loans to Field Supervisors, are excluded from the accompanying balance sheets and are charged directly to unassigned surplus.

**NOTES TO FINANCIAL STATEMENTS**

***Universal Life and Annuity Policies***

Revenues for universal life and annuity policies consist of the entire premium received and benefits incurred represent the total death benefits paid and the change in policy reserves. Under GAAP, premiums received in excess of policy charges would not be recognized as premium revenue and benefits would represent the excess of benefits paid over the policy account value and interest credited to the account values.

***Certificate Reserves***

Certain certificate reserves are calculated based on statutorily required interest and mortality assumptions rather than on estimated expected experience and actual account balances.

***Reinsurance***

Certain premiums and benefits are ceded to provide the Insurance Association increased capacity to write larger policies and maintain its exposure to loss within its capital resources. UTUIA retains a maximum of \$250,000 per individual insured on life policies and reinsures the remainder.

Certificate and contract liabilities ceded to reinsurers have been reported as reductions of the related reserves rather than as assets as is required under GAAP. At December 31, 2012 and 2011, reinsurance ceded is immaterial in relation to the financial statements taken as a whole. UTUIA remains obligated for amounts ceded in the event that the reinsurer does not meet its obligations.

***Certificate Dividends***

Certificate holder dividends are recognized when declared rather than over the term of the related policies.

*Other significant accounting practices are as follows:*

***Investments***

Bonds, common stocks, short-term investments, and other investments are stated at values prescribed by the NAIC as follows:

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

Loan-backed bonds and structured securities are valued at amortized cost using the interest method including anticipated prepayments. Prepayment assumptions are obtained from dealer survey values and data from public sources including Bloomberg and are consistent with the current interest rate and economic environment. The retrospective adjustment method is used to record adjustments to bond premiums and discounts

Short-term investments include money market funds.

Common stocks, mutual funds and variable annuity investments are reported at market value as determined by the Securities Valuation Office of the NAIC.

Certificate loans are reported at unpaid principal balances

***Cash and Short-Term Investments***—The carrying amounts reported in the accompanying balance sheets for these financial instruments approximate their fair values.

***Investment Securities***—the fair values for fixed maturity securities are based on market values prescribed by the Securities Valuation Office of the NAIC or quoted market prices, where available. For investments for which the NAIC does not provide a value, the amortized cost amount is substituted. The fair values for equity securities are based on market values prescribed by the Securities Valuation Office of the NAIC.

***Certificate Loans***—the fair values for certificate loans are estimated using discounted cash flow analyses, using interest rates currently being offered for similar loans to borrowers with similar credit ratings.

***Investment Contracts***—the fair values for UTUIA’s liabilities under investment-type insurance contracts are estimated as the amount payable to the contract holder upon demand. As of December 31, 2012 the carrying amount of such liabilities approximates the surrender value.

NOTES TO FINANCIAL STATEMENTS

The fair values of the Insurance Association’s liabilities for insurance contracts, other than investment–type contracts, are not required to be disclosed.

*Premiums*

Premium revenues are recognized as follows: life policies—when due; annuities—when received; accident and health policies—ratably over the policy term. Revenues for universal life policies consist of premiums rather than policy charges.

*Claims and Claim Adjustment Expenses*

Claims and claim adjustment expenses on accident and health policies represent the estimated ultimate net cost of all reported and unreported claims incurred prior to year end. The reserves for unpaid claims and claim adjustment expenses are estimated using individual case-basis valuations and statistical analyses. Those estimates are subject to the effects of trends in claim severity and frequency. Although considerable variability is inherent in such estimates, management believes that the reserves for claims and claim adjustment expenses are adequate. The estimates are continually reviewed and adjusted as necessary as experience develops or new information becomes known; such adjustments are included in current operations.

*Surplus*

Under State of Ohio insurance regulations, the Insurance Association was required to maintain surplus of \$2,500,000 at December 31, 2013.

	State of Domicile	2014	2013
<b>NET INCOME</b>			
(1) United Transportation Union Insurance Association state basis (Page 4, Line 31, Columns 1 & 2)	OH	811,261	4,694,411
(2) State Prescribed Practices that increase/decrease NAIC SAP			
(3) State Permitted Practices that increase/decrease NAIC SAP			
(4) NAIC SAP (1 – 2 – 3 = 4)	OH	811,261	4,694,411
<b>SURPLUS</b>			
(5) United Transportation Union Insurance Association state basis (Page 3, line 30, Columns 1 & 2)	OH	39,194,832	37,367,562
(6) State Prescribed Practices that increase/decrease NAIC SAP			
(7) State Permitted Practices that increase/decrease NAIC SAP			
(8) NAIC SAP (5 – 6 – 7 = 8)	OH	39,194,832	37,367,562

**Note 2 - Accounting Changes and Corrections of Errors**

No significant change.

**Note 3 - Business Combinations and Goodwill**

No significant change.

**Note 4 - Discontinued Operations**

No significant change.

**Note 5 - Investments**

- A – UTUIA had no mortgage loans
- B – UTUIA had no debt restructuring
- C. – UTUIA had no reverse mortgages

D. Loan Backed Securities

1. Prepayment assumptions for mortgage-backed/loan-backed and structured securities were obtained from broker-dealer survey values or internal estimates.
2. Prepayment model sources are Bloomberg median and IDC pricing services
3. No retrospective to prospective changes were made as a result of negative yield calculations.
4. No impairments
5. No temporary impairments

- E. – UTUIA had no repurchase agreements

NOTES TO FINANCIAL STATEMENTS

- F. – UTUIA had no real estate transactions involving impairment loss or retail land sales operations.
- G. – UTUIA had no low-income housing tax credits.
- H. – UTUIA had no restricted assets.

(1)

		1	2a	2b	c
(2)		Amortized Cost Basis Before Other-than-Temporary Impairment	Other-than-Temporary Impairment Recognized in Loss		Fair Value 1 – (2a + 2b)
OTTI recognized 1 <sup>st</sup> Quarter			Interest	Non-Interest	
a.	Intent to sell				
b.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis				
c.	Total 1 <sup>st</sup> Quarter				
OTTI recognized 2 <sup>nd</sup> Quarter					
d.	Intent to sell				
e.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis				
f.	Total 2 <sup>nd</sup> Quarter				
OTTI recognized 3 <sup>rd</sup> Quarter					
g.	Intent to sell				
h.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis				
i.	Total 4 <sup>th</sup> Quarter				
OTTI recognized 4 <sup>th</sup> Quarter					
j.	Intent to sell				
k.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis				
l.	Total 4 <sup>th</sup> Quarter				
m.	Annual aggregate total	XXX			XXX

(3) Recognized OTTI securities

CUSIP	Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value at Time of OTTI	Date of Financial Statement Where Reported
Total						

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

a.	The aggregate amount of unrealized losses:	1.	Less than 12 Months	
		2.	12 Months or Longer	
b.	The aggregate related fair value of securities with unrealized losses:	1.	Less than12 Months	
		2.	12 Months or Longer	

(5)

E. Repurchase Agreements and/or Securities Lending Transactions

(3) Collateral Received

b. The fair value of that collateral and of the portion of that collateral that it has sold or replugged

I. Working Capital Finance Investments

(2) Aggregate Maturity Distribution on the Underlying Working Capital Finance Programs

		Book/Adjusted Carrying Value
(a)	Up to 180 Days	
(b)	181 to 365 Days	
(c)	Total	

(3)

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

No significant change.

Note 9 - Income Taxes

No significant change.

Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

No significant change.

Note 11 - Debt

UTUIA has no debt as of 12/31/13.

B. FHLB (Federal Home Loan Bank) Agreements

(1)

(2) a. FHLB Capital Stock – Aggregate Totals

1. Current Year

		1 Total 2 + 3	2 General Account	3 Separate Accounts
(a)	Membership Stock – Class A			
(b)	Membership Stock – Class B			
(c)	Activity Stock			
(d)	Excess Stock			
(e)	Aggregate Total			
(f)	Actual or estimated borrowing capacity as determined by the insurer		XXX	XXX

2. Prior Year

		1 Total 2 + 3	2 General Account	3 Separate Accounts
(a)	Membership Stock – Class A			
(b)	Membership Stock – Class B			
(c)	Activity Stock			
(d)	Excess Stock			
(e)	Aggregate Total			
(f)	Actual or estimated borrowing capacity as determined by the insurer		XXX	XXX

b. Membership Stock (Class A and B) Eligible for Redemption

		Current Year Total	Not Eligible for Redemption	Less Than 6 Months	6 Months to Less than 1 Year	1 to Less than 3 Years	3 to 5 Years
1.	Class A						
2.	Class B						

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

1. Current Year Total General and Protected Cell Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged			

2. Current Year General Account

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged			

3. Current Year Protected Cell Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged			

4. Prior Year Total General and Protected Cell Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged			

b. Maximum Amount Pledged During Reporting Period

1. Current Year Total General and Protected Cell Accounts

	Fair Value	Carrying Value	Amount of Borrowed at Time of Maximum Collateral

NOTES TO FINANCIAL STATEMENTS

	Total Collateral Pledged			
2.	Current Year General Account			
		Fair Value	Carrying Value	Amount of Borrowed at Time of Maximum Collateral
	Total Collateral Pledged			
3.	Current Year Protected Cell Accounts			
		Fair Value	Carrying Value	Amount of Borrowed at Time of Maximum Collateral
	Total Collateral Pledged			
4.	Prior Year Total General and Protected Cell Accounts			
		Fair Value	Carrying Value	Amount of Borrowed at Time of Maximum Collateral
	Total Collateral Pledged			

- (4) Borrowing from FHLB
- a. Amount as of the Reporting Date
1. Current Year

		1 Total 2 + 3	2 General Account	3 Protected Cell Account	4 Funding Agreements Established
(a)	Debt				XXX
(b)	Funding Agreements				
(c)	Other				XXX
(d)	Aggregate Total				

2. Prior Year-end

		1 Total 2 + 3	2 General Account	3 Protected Cell Account	4 Funding Agreements Established
(a)	Debt				XXX
(b)	Funding Agreements				
(c)	Other				XXX
(d)	Aggregate Total				

- b. Maximum Amount During Reporting Period (Current Year)

		1 Total 2 + 3	2 General Account	3 Protected Cell Account
1.	Debt			
2.	Funding Agreements			
3.	Other			
4.	Aggregate Total			

- c. FHLB Prepayment Obligations

		Does the company have prepayment obligations under the following arrangements?
1.	Debt	
2.	Funding Agreements	
3.	Other	

Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

UTUIA has no defined benefit plan.

- A. Defined Benefit Plan

(4)	Components of net periodic benefit cost		Pension Benefits		Postretirement Benefits		Postemployment	
			2014	2013	2014	2013	2014	2013
	a.	Service cost						
	b.	Interest cost						
	c.	Expected return on plan assets						
	d.	Transition asset or obligation						
	e.	Gains and losses						
	f.	Prior service cost or credit						
	g.	Gain or loss recognized due to a settlements curtailment						
	h.	Total net periodic benefit cost						

Note 13 - Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

NOTES TO FINANCIAL STATEMENTS

No significant change.

**Note 14 - Contingencies**

No significant change.

**Note 15 - Leases**

No significant change.

**Note 16 - Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk**

No significant change.

**Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

None.

B. Transfer and Servicing of Financial Assets

(2)

b.

(4)

a.

b.

C. Wash Sales

(1)

(2) The details by NAIC designation 3 or below, or unrated of securities sold during current quarter, 2014 and reacquired within 30 days of the sale date are:

Description	NAIC Designation	Number of Transactions	Book Value of Securities Sold	Cost of Securities Repurchased	Gain/(Loss)

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

No significant change.

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

No significant change.

**Note 20 - Fair Value**

A.

(1) Fair Value Measurements at Reporting Date

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Total	227,456,732			227,456,732

Liabilities at Fair Value	Level 1	Level 2	Level 3	Total
Total	189,065,607,			189,065,607

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

a. Assets	Beginning Balance at Quarter	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (Losses) Included in Net Income	Total Gains and (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at Quarter
Total										

b. Liabilities	Beginning Balance at Quarter	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (Losses) Included in Net Income	Total Gains and (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at Quarter
Total										

(3)

(4)

NOTES TO FINANCIAL STATEMENTS

(5)

B.

C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Total						

D. Not Practicable to Estimate Fair Value

Type of Class or Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
		0.000		
Total				

Note 21 - Other Items

H. Offsetting and Netting of Assets and Liabilities

N/A

J. Risk Sharing Provisions of the Affordable Care Act

N/A

(1) Permanent Risk Adjustment Program

Assets	Amount
a. Premium adjustments receivable	\$
Liabilities	
b. Risk adjustment user fees payable	\$
c. Premium adjustments payable	\$
Operations (Revenue & Expense)	
d. Premium for accident and health contracts (written/collected)	\$

(2) Transitional Reinsurance Program

Assets	
a. Amounts recoverable for claims paid	\$
b. Amounts recoverable for claims unpaid	\$
c. Amounts receivable relating to uninsured plans	\$
Liabilities	
d. Claims unpaid-ceded	\$
e. Contributions payable-not reported as ceded premium	\$
f. Ceded reinsurance premiums payable	\$
g. Liability for amounts held under uninsured plans	\$
Operations (Revenue & Expense)	
h. Ceded reinsurance premiums	\$
i. Reinsurance recoveries	\$
j. Contributions-not reported as ceded premium	\$

(3) Temporary Risk Corridors Program

Assets	
a. Accrued retrospective premium	\$
Liabilities	
b. Reserve for rate credits or policy experience rating refunds	\$
Operations (Revenue & Expense)	
c. Net premium income (paid/received)	\$
d. Change in reserves for rate credits	\$

(4) Have there been any material re-estimations and/or impairments for the reporting period Yes/No

Note 22 - Events Subsequent

No significant change.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

NOTES TO FINANCIAL STATEMENTS

**NOTE: This disclosure is required in every filing for the Quarterly Statement.**

**Note 26 - Intercompany Pooling Arrangements**

No significant change.

**Note 27 - Structured Settlements**

No significant change.

**Note 28 - Health Care Receivables**

No significant change.

**Note 29 - Participating Policies**

No significant change.

**Note 30 - Premium Deficiency Reserves**

No significant change.

**Note 31 - Reserves for Life Contracts and Annuity Contracts**

No significant change.

**Note 32 - Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics**

No significant change.

**Note 33 - Premiums and Annuity Considerations Deferred and Uncollected**

No significant change.

**Note 34 - Separate Accounts**

No significant change.

**Note 35 - Loss/Claim Adjustment Expenses**

No significant change.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES - GENERAL

1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes [ ☐ ]

No [ ☒ X ]

1.2

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

Yes [ ☐ ]

No [ ☐ ]

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [ ☐ ]

No [ ☒ X ]

2.2

If yes, date of change:

3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?  
If yes, complete Schedule Y, Parts 1 and 1A.

Yes [ ☐ ]

No [ ☐ ]

3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes [ ☒ X ]

No [ ☐ ]

3.3

If the response to 3.2 is yes, provide a brief description of those changes.  
Resignation of Director of Insurance in the 2nd Quarter.

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 name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?  
If yes, attach an explanation.

Yes [ ☐ ]

No [ ☐ ]

N/A [ ☒ X ]

6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

.....12/31/2012.....

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.

.....12/31/2012.....

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).

.....9/23/2013.....

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 [ ☒ X ]

No [ ☐ ]

N/A [ ☐ ]

7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes [ ☐ ]

No [ ☒ X ]

7.2

If yes, give full information:

8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [ ☐ ]

No [ ☒ X ]

8.2

If response to 8.1 is yes, please identify the name of the bank holding company.

8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [ ☐ ]

No [ ☒ X ]

8.4

If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC

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?  
(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.

Yes [ ☒ X ]

No [ ☐ ]

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 ]

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES - GENERAL

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

PART 1 - FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [ ] No [X]

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: .....

PART 1 - 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:

	1	2
	Prior Year-End	Current Quarter
	Book/Adjusted Carrying Value	Book/Adjusted Carrying Value
14.21 Bonds.....	\$ .....0	\$ .....0
14.22 Preferred Stock.....	\$ .....0	\$ .....0
14.23 Common Stock.....	\$ .....0	\$ .....0
14.24 Short-Term Investments.....	\$ .....0	\$ .....0
14.25 Mortgage Loans on Real Estate.....	\$ .....0	\$ .....0
14.26 All Other.....	\$ .....0	\$ .....0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ .....0	\$ .....0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above.....	\$ .....0	\$ .....0

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? Yes [ ] No [ ]  
If no, attach a description with this statement.

16. For the reporting entity's security lending program, state the amount of the following as of current statement date:  
16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$.....0  
16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$.....0  
16.3 Total payable for securities lending reported on the liability page: \$.....0

17. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

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

1	2
Name of Custodian(s)	Custodian Address
U.S. Bank	1350 Euclid Avenue Cleveland, Ohio 44114

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [ ] No [X]

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

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

17.5 Identify all investment advisors, broker/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	2	3
Central Registration Depository	Name(s)	Address
102920	JP Morgan	270 Park Ave NY, NY 10017

PART 1 - INVESTMENT

- 18.1

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

Yes ☒ X ]

No ☐ ]
- 18.2

If no, list exceptions:

United Transportation Union Insurance Association  
GENERAL INTERROGATORIES (continued)  
PART 2 - FRATERNAL

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:

1.1 Long-term mortgages in good standing:

Reponses

1.11 Farm mortgages.....

1.12 Residential mortgages.....

1.13 Commercial mortgages.....

1.14 Total mortgages in good standing.....\$.....0

1.2 Long-term mortgages in good standing with restructured terms:

1.21 Total mortgages in good standing with restructured terms.....

1.3 Long-term mortgage loans upon which interest is overdue more than three months:

1.31 Farm mortgages.....

1.32 Residential mortgages.....

1.33 Commercial mortgages.....

1.34 Total mortgages with interest overdue more than three months.....\$.....0

1.4 Long-term mortgage loans in process of foreclosure:

1.41 Farm mortgages.....

1.42 Residential mortgages.....

1.43 Commercial mortgages.....

1.44 Total mortgages in process of foreclosure.....\$.....0

1.5 Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2).....\$.....0

1.6 Long-term mortgages foreclosed, properties transferred to real estate in current quarter:

1.61 Farm mortgages.....

1.62 Residential mortgages.....

1.63 Commercial mortgages.....

1.64 Total mortgages foreclosed and transferred to real estate.....\$.....0

2.1 In all cases where the reporting entity has assumed accident and health risks from another company, provisions should be made in this statement on account of such reinsurance for reserve equal to that which the original company would have been required to establish had it retained the risks. Has this been done?

Yes [ ] No [X]

2.2 If no, explain.....

3. Operating Percentages:

3.1 A&H loss percent.....

3.2 A&H cost containment percent.....

3.3 A&H expense percent excluding cost containment expenses.....

4.1 Do you act as a custodian for health savings accounts?.....

Yes [ ] No [X]

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

\$.....

4.3 Do you act as an administrator for health savings accounts?.....

Yes [ ] No [X]

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

\$.....

5.1 Does the reporting entiy have outstanding assessments in the form of liens against policy benefits that have increased surplus?.....

Yes [ ] No [X]

5.2 If yes, what is the date(s) of the original lien and the total outstanding balance of liens that remain in surplus?

Date	Outstanding Lien Amounts

United Transportation Union Insurance Association  
SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7	8	9
NAIC Company Code	ID Number	Effective Date	Name of Reinsurer	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Type of Reinsurer	Certified Reinsurer Rating (1 through 6)	Effective Date of Certified Reinsuer Rating

NONE

United Transportation Union Insurance Association  
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

State, Etc.	1	Direct Business Only					
		Life Contracts		4	5	6	7
		2	3				
	Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
1. Alabama.....	AL N	50,083	5,313	19,733		75,129	
2. Alaska.....	AK N	17	2,616	17		2,650	
3. Arizona.....	AZ N	33,448	5,749	37,285		76,482	
4. Arkansas.....	AR N	66,895	31,764	24,369		123,028	
5. California.....	CA L	324,944	346,727	158,708		830,379	
6. Colorado.....	CO L	50,799	8,899	40,044		99,742	29,194
7. Connecticut.....	CT N	2,910		2,585		5,495	
8. Delaware.....	DE N	6,604		1,527		8,131	
9. District of Columbia.....	DC L	4,156		4,063		8,219	
10. Florida.....	FL N	51,941	103,636	19,117		174,694	
11. Georgia.....	GA N	119,521	6,488	74,738		200,747	9,159
12. Hawaii.....	HI N					0	
13. Idaho.....	ID N	18,245	581	35,206		54,032	
14. Illinois.....	IL N	251,597	216,563	202,860		671,020	68,387
15. Indiana.....	IN N	123,053	52,538	78,301		253,892	
16. Iowa.....	IA N	52,204	47,952	26,141		126,297	
17. Kansas.....	KS N	89,515	63,160	50,271		202,946	
18. Kentucky.....	KY N	113,947	2,616	28,389		144,952	69,962
19. Louisiana.....	LA N	57,210	4,386	56,341		117,937	
20. Maine.....	ME N	4,303	25,326	332		29,961	
21. Maryland.....	MD N	41,459	4,845	9,324		55,628	
22. Massachusetts.....	MA N	9,514		7,181		16,695	
23. Michigan.....	MI N	47,429	121,091	14,299		182,819	
24. Minnesota.....	MN N	45,049	73,444	11,877		130,370	18,037
25. Mississippi.....	MS N	16,842		12,208		29,050	
26. Missouri.....	MO N	110,155	69,362	71,478		250,995	
27. Montana.....	MT N	16,734	374	13,304		30,412	
28. Nebraska.....	NE N	74,576	27,522	78,290		180,388	
29. Nevada.....	NV N	8,467	830	2,516		11,813	
30. New Hampshire.....	NH N		8,660	74		8,734	
31. New Jersey.....	NJ N	63,365	29,252	164,627		257,244	
32. New Mexico.....	NM L	17,136	55,753	9,036		81,925	
33. New York.....	NY N	109,303	353,578	58,508		521,389	
34. North Carolina.....	NC N	58,050	37,207	22,248		117,505	
35. North Dakota.....	ND N	40,031	23,772	22,469		86,272	
36. Ohio.....	OH L	177,062	186,044	63,633		426,739	118,936
37. Oklahoma.....	OK N	29,045	786	7,226		37,057	
38. Oregon.....	OR N	12,609		9,045		21,654	
39. Pennsylvania.....	PA L	84,553	29,716	100,727		214,996	
40. Rhode Island.....	RI N					0	
41. South Carolina.....	SC N	42,838	2,699	27,021		72,558	
42. South Dakota.....	SD N	3,959	778	4,923		9,660	
43. Tennessee.....	TN N	67,551	139,246	27,062		233,859	
44. Texas.....	TX N	137,277	149,793	87,469		374,539	127,559
45. Utah.....	UT N	20,620		8,304		28,924	
46. Vermont.....	VT N	514		398		912	
47. Virginia.....	VA N	65,281	133,672	25,017		223,970	
48. Washington.....	WA N	16,541	3,989	13,002		33,532	
49. West Virginia.....	WV L	46,017	51,834	23,983		121,834	302,924
50. Wisconsin.....	WI N	48,603	5,632	18,692		72,927	
51. Wyoming.....	WY N	51,992	8,284	47,941		108,217	
52. American Samoa.....	AS N					0	
53. Guam.....	GU N					0	
54. Puerto Rico.....	PR N					0	
55. US Virgin Islands.....	VI N					0	
56. Northern Mariana Islands.....	MP N					0	
57. Canada.....	CAN N					0	
58. Aggregate Other Alien.....	OT XXX	0	0	0	0	0	0
59. Subtotals.....	(a).....7	2,883,964	2,442,477	1,821,909	0	7,148,350	744,158
90. Reporting entity contributions for employee benefit plans.....	XXX					0	
91. Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX					0	
92. Dividends or refunds applied to shorten endowment or premium paying period.....	XXX					0	
93. Premium or annuity considerations waived under disability or other contract provisions.....	XXX					0	
94. Aggregate other amounts not allocable by state.....	XXX	0	0	0	0	0	0
95. Totals (Direct Business).....	XXX	2,883,964	2,442,477	1,821,909	0	7,148,350	744,158
96. Plus reinsurance assumed.....	XXX					0	
97. Totals (All Business).....	XXX	2,883,964	2,442,477	1,821,909	0	7,148,350	744,158
98. Less reinsurance ceded.....	XXX	152,147		71,527		223,674	
99. Totals (All Business) less reinsurance ceded.....	XXX	2,731,817	2,442,477	1,750,382	0	6,924,676	744,158

DETAILS OF WRITE-INS

58001. ....	XXX					0	
58002. ....	XXX					0	
58003. ....	XXX					0	
58998. Summary of remaining write-ins for Line 58 from overflow page.....	XXX	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003 plus 58998) (Line 58 above).....	XXX	0	0	0	0	0	0
9401. ....	XXX					0	
9402. ....	XXX					0	
9403. ....	XXX					0	
9498. Summary of remaining write-ins for Line 94 from overflow page.....	XXX	0	0	0	0	0	0
9499. Totals (Lines 9401 thru 9403 plus 9498) (Line 94 above).....	XXX	0	0	0	0	0	0

(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.

Sch. Y-Part 1  
NONE

Schedule Y-Part 1A  
NONE

Sch. Y-Pt. 1A  
NONE

United Transportation Union Insurance Association

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

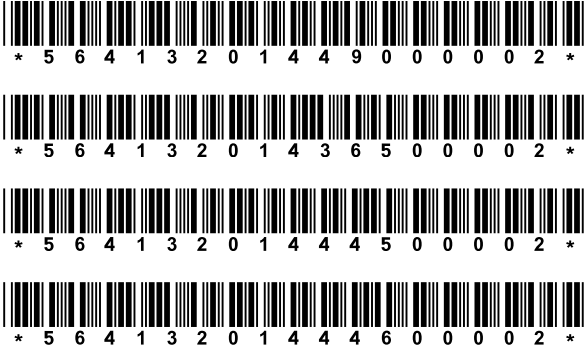
The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing 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 Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC?	NO
6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC?	NO
7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC?	NO

Explanations:

1.
2.
3.
4.
5.
6.
7.

Bar Code:



**United Transportation Union Insurance Association**  
**Overflow Page for Write-Ins**

**NONE**

United Transportation Union Insurance Association  
SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	2,232,115	2,305,930
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Current year change in encumbrances.....		
4. Total gain (loss) on disposals.....		
5. Deduct amounts received on disposals.....		
6. Total foreign exchange change in book/adjusted carrying value.....		
7. Deduct current year's other than temporary impairment recognized.....		
8. Deduct current year's depreciation.....	36,908	73,815
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	2,195,207	2,232,115
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	2,195,207	2,232,115

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0	
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 points and commitment fees.....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest.....		
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).....	0	0
12. Total valuation allowance.....		
13. Subtotal (Line 11 plus Line 12).....	0	0
14. Deduct total nonadmitted amounts.....		
15. Statement value at end of current period (Line 13 minus Line 14).....	0	0

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	
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).....	0	0
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	0	0

NONE

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	207,468,952	210,521,416
2. Cost of bonds and stocks acquired.....	26,033,571	49,343,029
3. Accrual of discount.....	33,720	188,148
4. Unrealized valuation increase (decrease).....	1,310,365	1,991,397
5. Total gain (loss) on disposals.....	90,844	4,095,540
6. Deduct consideration for bonds and stocks disposed of.....	21,287,805	57,911,460
7. Deduct amortization of premium.....	154,230	759,117
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).....	213,495,417	207,468,952
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	213,495,417	207,468,952

**SCHEDULE D - PART 1B**

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

QS102

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	160,347,334	2,991,492	8,693,983	1,624,523	160,347,334	156,269,366		169,324,620
2. NAIC 2 (a).....	28,442,593	7,647,123	4,625,865	(1,710,228)	28,442,593	29,753,623		20,700,819
3. NAIC 3 (a).....								
4. NAIC 4 (a).....								
5. NAIC 5 (a).....								
6. NAIC 6 (a).....								
7. Total Bonds.....	188,789,927	10,638,615	13,319,848	(85,705)	188,789,927	186,022,989	0	190,025,439
PREFERRED STOCK								
8. NAIC 1.....	500,000				500,000	500,000		500,000
9. NAIC 2.....	2,283,045			17	2,283,045	2,283,061		2,283,028
10. NAIC 3.....								
11. NAIC 4.....								
12. NAIC 5.....								
13. NAIC 6.....								
14. Total Preferred Stock.....	2,783,045	0	0	17	2,783,045	2,783,061	0	2,783,028
15. Total Bonds and Preferred Stock.....	191,572,972	10,638,615	13,319,848	(85,688)	191,572,972	188,806,050	0	192,808,467

(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.

Sch. DA-Part 1  
NONE

Sch. DA-Verification  
NONE

Sch. DB-Pt A-Verification  
NONE

Sch. DB-Pt B-Verification  
NONE

Sch. DB-Pt C-Sn 1  
NONE

Sch. DB-Pt C-Sn 2  
NONE

Sch. DB-Verification  
NONE

SCHEDULE E- VERIFICATION

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	8,558,305	1,225,273
2. Cost of cash equivalents acquired.....	26,972,847	68,378,142
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....	(601,402)	
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	33,370,625	61,045,110
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	1,559,124	8,558,305
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	1,559,124	8,558,305

Sch. A-Pt 2  
NONE

Sch. A-Pt 3  
NONE

Sch. B-Pt 2  
NONE

Sch. B-Pt 3  
NONE

Sch. BA-Pt 2  
NONE

Sch. BA-Pt 3  
NONE

SCHEDULE D - PART 3

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

1	2			3	4	5	6	7	8	9	10
CUSIP Identification	Description			Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - Industrial and Miscellaneous											
03040W	AJ	4	AMERICAN WTR CAP CORP.....		...05/29/2014	Goldman Sachs.....		.....723,974	.....720,000	.....15,308	2FE.....
032510	AC	3	ANADARKO PETROLEUM CORPORATION.....		...05/07/2014	Wells Fargo.....		.....839,922	.....680,000	.....6,090	2FE.....
037833	AT	7	APPLE INC.....		...05/06/2014	VARIOUS.....		.....791,350	.....795,000		1FE.....
04650N	AB	0	AT&T INC.....		...05/07/2014	Wells Fargo.....		.....414,786	.....395,000	.....3,874	1FE.....
06051G	FF	1	BANK AMER CORP.....		...04/02/2014	MLPFS Inc.....		.....933,300	.....935,000	.....54	1FE.....
124857	AF	0	CBS CORP NEW.....		...06/11/2014	Suntrust.....		.....670,529	.....590,000	.....5,415	2FE.....
35671D	AZ	8	FREEPORT-MCMORAN INC.....		...06/25/2014	Credit Suisse Securities.....		.....726,868	.....730,000	.....7,858	2FE.....
55616X	AL	1	MACYS RETAIL HLDGS INC.....		...05/23/2014	Credit Suisse Securities.....		.....734,258	.....735,000		2FE.....
582839	AG	1	MEAD JOHNSON NUTRITION CO.....		...05/13/2014	VARIOUS.....		.....519,590	.....520,000		2FE.....
72650R	BE	1	PLAINS ALL AMERN PIPELINE L P.....		...05/14/2014	Wells Fargo.....		.....660,442	.....660,000	.....1,810	2FE.....
867229	AE	6	SUNCOR ENERGY INC NEW.....		...06/18/2014	Barclays Capital Inc.....		.....850,050	.....665,000	.....360	2FE.....
882389	CC	1	TEXAS EASTN TRANSMISSION CORP.....		...06/18/2014	Wells Fargo.....		.....576,167	.....440,000	.....13,090	2FE.....
883556	BF	8	THERMO FISHER SCIENTIFIC INC.....		...06/20/2014	Barclays Capital Inc.....		.....628,407	.....605,000	.....13,181	2FE.....
92343V	BS	2	VERIZON COMMUNICATIONS INC.....		...06/17/2014	Credit Suisse Securities.....		.....716,915	.....590,000	.....9,650	2FE.....
94974B	FY	1	WELLS FARGO CO MTN BE.....		...06/20/2014	Citigroup Global Mkts.....		.....852,057	.....850,000	.....1,646	1FE.....
3899999. Total Bonds - Industrial and Miscellaneous.....								.....10,638,615	.....9,910,000	.....78,335	.....XXX.....
8399997. Total Bonds - Part 3.....								.....10,638,615	.....9,910,000	.....78,335	.....XXX.....
8399999. Total Bonds.....								.....10,638,615	.....9,910,000	.....78,335	.....XXX.....
Common Stocks - Industrial and Miscellaneous											
74439V	80	0	PRUDENTIAL INVT PORTFOLIOS INC.....		...06/03/2014	Dividend Reinvestment.....	.....818.040	.....8,311	.....XXX.....		L.....
922040	10	0	VANGUARD INSTL INDEX FD.....		...06/23/2014	VARIOUS.....	.....589.083	.....102,997	.....XXX.....		L.....
9099999. Total Common Stocks - Industrial and Miscellaneous.....								.....111,309	.....XXX.....	.....0	.....XXX.....
Common Stocks - Mutual Funds											
722005	62	6	Pimco All Asset Fund - Instl.....		...06/20/2014	Dividend Reinvestment.....	.....1,382.750	.....17,589	.....XXX.....		L.....
693390	87	4	Pimco Global Bond Fund.....		...06/02/2014	Dividend Reinvestment.....	.....524.604	.....5,027	.....XXX.....		L.....
9299999. Total Common Stocks - Mutual Funds.....								.....22,615	.....XXX.....	.....0	.....XXX.....
9799997. Total Common Stocks - Part 3.....								.....133,924	.....XXX.....	.....0	.....XXX.....
9799999. Total Common Stocks.....								.....133,924	.....XXX.....	.....0	.....XXX.....
9899999. Total Preferred and Common Stocks.....								.....133,924	.....XXX.....	.....0	.....XXX.....
9999999. Total Bonds, Preferred and Common Stocks.....								.....10,772,539	.....XXX.....	.....78,335	.....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 Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2		3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
											11	12	13	14	15							
CUSIP Identification	Description		F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NA/IC Desig- nation or Market Indicator (a)

**Bonds - U.S. Government**

3128P7	X9	9	FHLMC PC	GOLD CASH 20.....	06/15/2014	PRINCIPAL RECEIPT.....		44,084	44,084	45,486	45,484		(1,400)		(1,400)	44,084			0	374	01/01/2033	1.....
31292S	AQ	3	FHLMC PC	GOLD CASH 30.....	06/15/2014	PRINCIPAL RECEIPT.....		25,038	25,038	26,122	26,122		(1,084)		(1,084)	25,038			0	255	10/01/2042	1.....
31292S	AU	4	FHLMC PC	GOLD CASH 30.....	06/15/2014	PRINCIPAL RECEIPT.....		28,430	28,430	29,820	29,826		(1,396)		(1,396)	28,430			0	292	12/01/2042	1.....
312946	N9	3	FHLMC PC	GOLD COMB 30.....	06/15/2014	PRINCIPAL RECEIPT.....		30,626	30,626	33,401	33,415		(2,789)		(2,789)	30,626			0	435	03/01/2041	1.....
3132HM	K2	6	FHLMC PC	GOLD PC 30YR.....	06/15/2014	PRINCIPAL RECEIPT.....		28,005	28,005	29,291	29,299		(1,295)		(1,295)	28,005			0	291	09/01/2042	1.....
31417E	SS	1	FNMA PASS-THRU	LNG 30 YEAR.....	06/25/2014	PRINCIPAL RECEIPT.....		11,483	11,483	11,379	11,378		105		105	11,483			0	99	01/01/2043	1.....
31417F	ML	9	FNMA PASS-THRU	LNG 30 YEAR.....	06/25/2014	PRINCIPAL RECEIPT.....		8,193	8,193	7,646	7,644		550		550	8,193			0	55	01/01/2043	1.....
31417H	CR	3	FNMA PASS-THRU	LNG LP SF30YR.....	06/25/2014	PRINCIPAL RECEIPT.....		18,149	18,149	19,003			(854)		(854)	18,149			0	92	07/01/2043	1.....
36202D	YY	1	GNMA II Pool 3427.....		06/20/2014	PRINCIPAL RECEIPT.....		10,860	10,860	10,643	10,653		207		207	10,860			0	160	08/20/2033	1.....
36290S	5M	9	GNMA II Pool 616552.....		06/20/2014	PRINCIPAL RECEIPT.....		32,675	32,675	35,003	34,838		(2,163)		(2,163)	32,675			0	629	08/20/2034	1.....
36225A	KR	0	GNMA PASS-THRU	780304.....	06/15/2014	PRINCIPAL RECEIPT.....		14,847	14,847	17,074	16,416		(1,568)		(1,568)	14,847			0	530	07/15/2021	1.....
36225B	4C	9	GNMA PASS-THRU	781719.....	06/15/2014	PRINCIPAL RECEIPT.....		22,227	22,227	23,373	23,367		(1,140)		(1,140)	22,227			0	481	02/15/2034	1.....
0599999. Total Bonds - U.S. Government.....								274,617	274,617	288,240	268,442		0		(12,828)	274,617	0	0	0	3,694	XXX...	XXX...

**Bonds - U.S. Special Revenue and Special Assessment**

31331X	UU	4	FFCB 5.625.....		04/11/2014	CALLED @ 100.0000000.....		1,000,000	1,000,000	998,750	999,074		119		119	999,192		808	808	28,125	04/11/2022	1.....
3128M4	JF	1	FG G02662.....		06/15/2014	PRINCIPAL RECEIPT.....		13,684	13,684	14,574	14,451		(767)		(767)	13,684			0	357	07/01/2034	1.....
31292H	NC	4	FGC 01287.....		06/15/2014	PRINCIPAL RECEIPT.....		5,699	5,699	5,785	5,772		(72)		(72)	5,699			0	120	01/01/2032	1.....
3128M7	VT	0	FGG 05726.....		06/15/2014	PRINCIPAL RECEIPT.....		10,396	10,396	11,033	11,014		(618)		(618)	10,396			0	154	08/01/2039	1.....
3128MJ	LM	0	FHLMC G08331.....		06/16/2014	RBC Capital Mkts.....		0	0	0	0		0		0	0			0		02/01/2039	1.....
312935	H8	5	FHLMC PC	A8-8355.....	06/15/2014	PRINCIPAL RECEIPT.....		13,170	13,170	13,306	13,305		(135)		(135)	13,170			0	199	09/01/2039	1.....
312936	A8	0	FHLMC PC	A8-9031.....	06/16/2014	Undefined.....		0	0	0	0		0		0	0			0		09/01/2039	1.....
3128M7	LX	2	FHLMC PC	5442.....	06/15/2014	PRINCIPAL RECEIPT.....		15,386	15,386	17,328	16,987		(1,601)		(1,601)	15,386			0	450	07/01/2032	1.....
3128M8	3G	7	FHLMC PC	G06799 GOLD COMB 30.....	06/16/2014	PRINCIPAL RECEIPT.....		47,570	47,570	48,700	48,672		(1,102)		(1,102)	47,570			0	550	11/01/2041	1.....
3138EB	PJ	8	FN	AK6724.....	06/25/2014	PRINCIPAL RECEIPT.....		9,538	9,538	9,745	9,740		(202)		(202)	9,538			0	98	03/01/2042	1.....
31371K	Y7	0	FN	254634.....	06/25/2014	PRINCIPAL RECEIPT.....		6,267	6,267	6,296	6,280		(13)		(13)	6,267			0	118	02/01/2023	1.....
31383S	TH	3	FN	511852.....	06/25/2014	PRINCIPAL RECEIPT.....		514	514	537	531		(18)		(18)	514			0	11	07/01/2029	1.....
31402C	U6	7	FN	725205.....	06/25/2014	PRINCIPAL RECEIPT.....		13,059	13,059	13,068	13,061		(1)		(1)	13,059			0	223	03/01/2034	1.....
31404V	TS	7	FN	780061.....	06/25/2014	PRINCIPAL RECEIPT.....		17,510	17,510	17,502	17,495		15		15	17,510			0	329	05/01/2034	1.....
31407F	GC	8	FN	829195.....	06/25/2014	PRINCIPAL RECEIPT.....		4,639	4,639	4,476	4,493		146		146	4,639			0	86	07/01/2035	1.....
31408F	GA	1	FN	849893.....	06/25/2014	PRINCIPAL RECEIPT.....		3,488	3,488	3,253	3,321		167		167	3,488			0	42	11/01/2023	1.....
31408G	Y2	7	FN	851329.....	06/25/2014	PRINCIPAL RECEIPT.....		9,736	9,736	9,616	9,625		111		111	9,736			0	187	02/01/2036	1.....
31419A	KZ	9	FN	Pool AE0311.....	06/25/2014	PRINCIPAL RECEIPT.....		19,526	19,526	19,545	19,542		(16)		(16)	19,526			0	220	08/01/2040	1.....
31371K	7E	5	FNMA PASS-THRU	254793.....	06/25/2014	PRINCIPAL RECEIPT.....		15,516	15,516	15,555	15,553		(36)		(36)	15,516			0	257	07/01/2033	1.....
31381D	2J	3	FNMA PASS-THRU	458077.....	06/25/2014	PRINCIPAL RECEIPT.....		13,796	13,796	14,968	14,835		(1,039)		(1,039)	13,796			0	330	08/15/2027	1.....
31385J	DJ	4	FNMA PASS-THRU	545605.....	06/25/2014	PRINCIPAL RECEIPT.....		7,912	7,912	8,684	8,665		(753)		(753)	7,912			0	190	05/01/2032	1.....

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SCHEDULE D - PART 4

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

1	2		3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
											11	12	13	14	15							
CUSIP Identification	Description		F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NA/IC Design- nation or Market Indicator (a)
31403D T8 2	FNMA PASS-THRU	745875		06/25/2014	PRINCIPAL RECEIPT		20,921	20,921	22,454	22,450		(1,529)		(1,529)		20,921			0	471	09/01/2036	1.....
31403U PF 2	FNMA PASS-THRU	758322		06/25/2014	PRINCIPAL RECEIPT		7,842	7,842	8,191	8,190		(349)		(349)		7,842			0	158	12/01/2033	1.....
31416C FS 0	FNMA PASS-THRU	995777		06/25/2014	PRINCIPAL RECEIPT		23,676	23,676	25,748	25,701		(2,025)		(2,025)		23,676			0	590	04/01/2033	1.....
3137EA DB 2	Freddie Mac			04/10/2014	Morgan Stanley		1,970,370	2,000,000	2,003,360	2,002,756		(112)		(112)		2,002,644		(32,274)	(32,274)	35,229	01/13/2022	1.....
45201L VF 9	ILLINOIS HSG DEV AUTH			05/19/2014	CALLED @ 100.00000000		140,000	140,000	140,000	140,000				0		140,000			0	4,310	07/01/2033	1FE.....
64970M XL 2	New York NY City Hsg Dev Corp			05/01/2014	CALLED @ 100.00000000		50,000	50,000	50,000	50,000				0		50,000			0	1,358	11/01/2017	1FE.....
64970M ZS 5	NY Hsg Dev Corp			05/01/2014	Call		75,000	75,000	78,000	76,325		886		886		77,211		(2,211)	(2,211)	1,973	05/01/2017	1FE.....
3199999. Total Bonds - U.S. Special Revenue and Special Assessment							3,515,217	3,544,847	3,560,473	3,557,839	0	(8,945)	0	(8,945)	0	3,548,894	0	(33,677)	(33,677)	76,133	....XXX...	....XXX...

Bonds - Industrial and Miscellaneous

00287Y AC 3	ABBVIE INC			06/12/2014	Marketaxess Corp		485,600	500,000	501,980	501,816		(79)		(79)		501,737		(16,137)	(16,137)	8,700	11/06/2022	1FE.....
00287Y AD 1	ABBVIE INC			06/18/2014	BNY Capital Markets Inc		494,700	500,000	494,820	494,891		45		45		494,935		(235)	(235)	13,567	11/06/2042	1.....
037833 AK 6	APPLE INC			05/05/2014	Goldman Sachs		466,750	500,000	499,335	499,366		28		28		499,394		(32,644)	(32,644)	6,067	05/03/2023	1FE.....
05947U W8 7	BACM 2005-4 A3			04/10/2014	PRINCIPAL RECEIPT		133,765	133,765	135,437	134,172		(407)		(407)		133,765			0	1,647	07/10/2045	1FE.....
07388Y AB 8	BEAR STEARNS CMBS 2007-PWR16			06/13/2014	PRINCIPAL RECEIPT		34,366	34,366	35,569	37,224		(2,858)		(2,858)		34,366			0	827	06/11/2040	1FE.....
12513X AB 8	CD 2006-CD2 MTG TR			05/15/2014	PRINCIPAL RECEIPT		141,556	141,556	143,812	143,038		(1,482)		(1,482)		141,556			0	4,309	01/18/2046	1FE.....
12513Y AC 4	CD 2007 - CD4 A2B			06/16/2014	Pershing		0	0	0			0		0		0			0		12/11/2049	1FE.....
172967 EY 3	Citigroup Inc			06/11/2014	Marketaxess Corp		256,530	254,000	269,499	257,839		(2,784)		(2,784)		255,055		1,475	1,475	13,449	08/12/2014	1FE.....
172967 GL 9	CITIGROUP INC			06/17/2014	Jefferies & Co		494,920	500,000	517,420	516,363		(724)		(724)		515,639		(20,719)	(20,719)	13,406	03/01/2023	1FE.....
260543 CH 4	DOW CHEM CO			06/18/2014	Nomura		973,090	1,000,000	982,660	984,333		718		718		985,051		(11,961)	(11,961)	17,750	11/15/2022	2FE.....
36828Q KP 0	GE CAP CMBS 2005-C1			06/10/2014	PRINCIPAL RECEIPT		215,719	215,719	220,707	217,577		(1,858)		(1,858)		215,719			0	5,973	06/10/2048	1FE.....
20173Q AB 7	GREENWICH CAP CMBS 2007-GG9			04/11/2014	PRINCIPAL RECEIPT		53,562	53,562	55,336	54,466		(904)		(904)		53,562			0	721	03/10/2039	1FE.....
428236 BQ 5	HEWLETT PACK CO	4.375% 9/15/		06/17/2014	Morgan Stanley		1,066,860	1,000,000	1,019,297	1,015,745		(820)		(820)		1,014,925		51,935	51,935	33,056	09/15/2021	2FE.....
565849 AK 2	MARATHON OIL CORP			06/30/2014	Merrill Lynch		1,456,575	1,500,000	1,456,200	1,459,647		1,986		1,986		1,461,633		(5,058)	(5,058)	27,883	11/01/2022	2FE.....
61755B AC 8	MSC 2007 - HQ12 A2			06/13/2014	PRINCIPAL RECEIPT		139,796	139,796	143,947	141,239		(1,442)		(1,442)		139,796			0	1,979	04/12/2049	2FE.....
887317 AG 0	Time Warner			05/23/2014	Goldman Sachs		553,635	500,000	533,095	526,483		(1,320)		(1,320)		525,163		28,472	28,472	20,106	01/15/2021	2FE.....
92343V BG 8	VERIZON COMMUNICATIONS INC			06/17/2014	Correspondent Services Cor		440,385	500,000	499,295	499,287		9		9		499,296		(58,911)	(58,911)	12,085	11/01/2042	2FE.....
929227 ZC 3	WAMU 2002 - AR18 A			06/25/2014	PRINCIPAL RECEIPT		784	784	780	778		6		6		784			0	7	01/25/2033	1FE.....
92978Y AB 6	WBCMT 2007-C32 A2			05/15/2014	PRINCIPAL RECEIPT		27,621	27,621	28,363	28,535		(914)		(914)		27,621			0	412	06/15/2049	1FE.....
748149 AG 6	QUEBEC PROV CDA			06/24/2014	Merrill Lynch		966,440	1,000,000	995,900	996,204		175		175		996,379		(29,939)	(29,939)	22,641	02/13/2023	1FE.....
78011D AC 8	ROYAL BK CDA			04/10/2014	KeyBank Cap Mkts		995,920	1,000,000	999,950	999,955		5		5		999,960		(4,040)	(4,040)	6,700	09/19/2018	1FE.....
3899999. Total Bonds - Industrial and Miscellaneous							9,398,573	9,501,169	9,533,402	9,508,957	0	(12,620)	0	(12,620)	0	9,496,337	0	(97,763)	(97,763)	211,282	....XXX...	....XXX...
8399997. Total Bonds - Part 4							13,188,407	13,320,633	13,382,116	13,335,238	0	(34,393)	0	(34,393)	0	13,319,848	0	(131,441)	(131,441)	291,109	....XXX...	....XXX...
8399999. Total Bonds							13,188,407	13,320,633	13,382,116	13,335,238	0	(34,393)	0	(34,393)	0	13,319,848	0	(131,441)	(131,441)	291,109	....XXX...	....XXX...

Common Stocks - Industrial and Miscellaneous

74439V 80 0	PRUDENTIAL INVT PORTFOLIOS INC			05/28/2014	CAPITAL GAIN		1,490	XXX						0				1,490	1,490		....XXX...	L.....
9099999. Total Common Stocks - Industrial and Miscellaneous							1,490	XXX	0	0	0	0	0	0	0	0	0	1,490	1,490	0	....XXX...	....XXX...

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Desig- nation or Market Indicator (a)
9799997	Total Common Stocks - Part 4.....					1,490	XXX.....	0	0	0	0	0	0	0	0	0	1,490	1,490	0	XXX...	XXX...
9799999	Total Common Stocks.....					1,490	XXX.....	0	0	0	0	0	0	0	0	0	1,490	1,490	0	XXX...	XXX...
9899999	Total Preferred and Common Stocks.....					1,490	XXX.....	0	0	0	0	0	0	0	0	0	1,490	1,490	0	XXX...	XXX...
9999999	Total Bonds, Preferred and Common Stocks.....					13,189,898	XXX.....	13,382,116	13,335,238	0	(34,393)	0	(34,393)	0	13,319,848	0	(129,950)	(129,950)	291,109	XXX...	XXX...

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

**Sch. DB-Pt A-Sn 1**  
**NONE**

**Sch. DB-Pt A-Sn 1-Footernote A**  
**NONE**

**Sch. DB-Pt A-Sn 1-Footernote B**  
**NONE**

**Sch. DB-Pt B-Sn 1**  
**NONE**

**Sch. DB-Pt B-Sn 1-Footernote A**  
**NONE**

**Sch. DB-Pt B-Sn 1-Footernote B**  
**NONE**

**Sch. DB-Pt B-Sn 1B-Broker List**  
**NONE**

**Sch. DB-Pt D-Sn 1**  
**NONE**

**Sch. DB-Pt D-Sn 2**  
**NONE**

**Sch. DL-Pt. 1**  
**NONE**

**Sch. DL-Pt. 2**  
**NONE**

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1  Depository	2  Code	3  Rate of Interest	4  Amount of Interest Received During Current Quarter	5  Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9  *
					6  First Month	7  Second Month	8  Third Month	
Open Depositories								
Fifth Third Bank..... Cleveland, Ohio.....					1,124,131	177,925	522,690	XXX..
0199999. Total Open Depositories.....	...XXX.....	...XXX.....	.....0	.....0	1,124,131	177,925	522,690	XXX..
0399999. Total Cash on Deposit.....	...XXX.....	...XXX.....	.....0	.....0	1,124,131	177,925	522,690	XXX..
0599999. Total Cash.....	...XXX.....	...XXX.....	.....0	.....0	1,124,131	177,925	522,690	XXX..

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8
Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
U.S. Government Bonds - Issuer Obligations							
First Amer Prime Oblig Fund Cl Y .....	.....	various.....	.....	.....	.....1,559,124	.....	.....292
0199999. U.S. Government Bonds - Issuer Obligations.....					.....1,559,124	.....0	.....292
0599999. Total - U.S. Government Bonds.....					.....1,559,124	.....0	.....292
Total Bonds							
7799999. Subtotals - Issuer Obligations.....					.....1,559,124	.....0	.....292
8399999. Subtotals - Bonds.....					.....1,559,124	.....0	.....292
8699999. Total - Cash Equivalents.....					.....1,559,124	.....0	.....292