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2015

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**QUARTERLY STATEMENT**  
**AS OF JUNE 30, 2015**  
**OF THE CONDITION AND AFFAIRS OF THE**  
**COORDINATED HEALTH MUTUAL, INC.**

NAIC Group Code	0000 (Current Period)	0000 (Prior Period)	NAIC Company Code	15314	Employer's ID Number	45-4748792
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[ ] Dental Service Corporation[ ] Other[ ]	Property/Casualty[X] Vision Service Corporation[ ] Is HMO Federally Qualified? Yes[ ] No[ ] N/A[X]	Hospital, Medical & Dental Service or Indemnity[ ] Health Maintenance Organization[ ]			
Incorporated/Organized	03/22/2012		Commenced Business	09/27/2013		
Statutory Home Office	501 West Schrock Road, Suite 310 (Street and Number)		Westerville, OH, US 43081 (City or Town, State, Country and Zip Code)			
Main Administrative Office	501 West Schrock Road, Suite 310 (Street and Number)		Westerville, OH, US 43081 (Area Code) (Telephone Number)			
Primary Location of Books and Records	501 West Schrock Road, Suite 310 (Street and Number)		Westerville, OH, US 43081 (Area Code) (Telephone Number)			
Statutory Statement Contact	Christopher William Larkin (Name) clarkin@inhealthohio.org (E-Mail Address)		(614)212-6004 (Area Code)(Telephone Number)(Extension) (800)538-0372 (Fax Number)			

**OFFICERS**

Name	Title
Jesse Lee Thomas Jr.	President
Lawrence Joseph Stelzer Jr.	Secretary
Christopher William Larkin	Treasurer

**OTHERS**

**DIRECTORS OR TRUSTEES**

Nicholas Zaferakes Alexander  
Owen Elwood Johnson  
Patrick Andrew O'Donnell  
Jerry Randall Stephens

Barbara Lynn Freeman  
Stephen Michael Lundregan  
Mark Wilbert Poepelman  
Michael Peter Stinziano

Arthur Clifton Huston Jr.  
Michelle Moskowitz-Brown  
Frederick Ray Richards

State of Ohio  
County of Franklin 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)  
Jesse Lee Thomas Jr.  
(Printed Name)  
1.  
President  
(Title)

(Signature)  
Lawrence Joseph Stelzer, Jr.  
(Printed Name)  
2.  
Secretary  
(Title)

(Signature)  
Christopher William Larkin  
(Printed Name)  
3.  
Treasurer  
(Title)

Subscribed and sworn to before me this  
\_\_\_\_ day of \_\_\_\_\_, 2015

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 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	46,023,213		46,023,213	45,143,404
2. Stocks:				
2.1 Preferred stocks .....				
2.2 Common stocks .....	5,251,447		5,251,447	5,096,945
3. Mortgage loans on real estate:				
3.1 First liens .....				
3.2 Other than first liens .....				
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances) .....				
4.2 Properties held for the production of income (less \$.....0 encumbrances) .....				
4.3 Properties held for sale (less \$.....0 encumbrances) .....				
5. Cash (\$.....3,126,493), cash equivalents (\$.....290,811) and short-term investments (\$.....19,409,777) .....	22,827,081		22,827,081	23,608,907
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) .....	74,101,741		74,101,741	73,849,256
13. Title plants less \$.....0 charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	200,943		200,943	194,233
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	1,225,113	68,736	1,156,377	227,496
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums) .....				
15.3 Accrued retrospective premiums .....	12,957,368	12,957,368		
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	3,650,590		3,650,590	791,771
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 .....				
18.2 Net deferred tax asset .....				
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....	189,681	130,816	58,865	65,367
21. Furniture and equipment, including health care delivery assets (\$.....0) .....	16,002	16,002		0
22. Net adjustments in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....				
24. Health care (\$.....53,302) and other amounts receivable .....	53,302	43,851	9,451	12,085
25. Aggregate write-ins for other than invested assets .....	204,784	204,784		
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	92,599,524	13,421,557	79,177,967	75,140,208
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. TOTAL (Lines 26 and 27) .....	92,599,524	13,421,557	79,177,967	75,140,208
<b>DETAILS OF WRITE-INS</b>				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above) .....				
2501. Prepaid expenses .....	204,784	204,784		
2502. ....				
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	204,784	204,784		

## LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$.....336,981 reinsurance ceded)	23,550,341		23,550,341	4,333,215
2. Accrued medical incentive pool and bonus amounts				
3. Unpaid claims adjustment expenses	931,667		931,667	173,329
4. Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act				392,000
5. Aggregate life policy reserves				
6. Property/casualty unearned premium reserve				
7. Aggregate health claim reserves				
8. Premiums received in advance	1,864,469		1,864,469	1,770,440
9. General expenses due or accrued	3,145,153		3,145,153	1,424,057
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	377,711		377,711	123,045
12. Amounts withheld or retained for the account of others				
13. Remittances and items not allocated				
14. Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current)	15,977,304		15,977,304	15,972,304
15. Amounts due to parent, subsidiaries and affiliates				
16. Derivatives				
17. Payable for securities				
18. Payable for securities lending				
19. Funds held under reinsurance treaties with (\$.....0 authorized reinsurers, \$.....0 unauthorized reinsurers and \$.....0 certified reinsurers)				
20. Reinsurance in unauthorized and certified (\$.....0) companies				
21. Net adjustments in assets and liabilities due to foreign exchange rates				
22. Liability for amounts held under uninsured plans				
23. Aggregate write-ins for other liabilities (including \$.....0 current)	6,226,999		6,226,999	1,762,185
24. Total liabilities (Lines 1 to 23)	52,073,644		52,073,644	25,950,575
25. Aggregate write-ins for special surplus funds	XXX	XXX		
26. Common capital stock	XXX	XXX		
27. Preferred capital stock	XXX	XXX		
28. Gross paid in and contributed surplus	XXX	XXX		
29. Surplus notes	XXX	XXX	63,882,304	63,882,304
30. Aggregate write-ins for other than special surplus funds	XXX	XXX		
31. Unassigned funds (surplus)	XXX	XXX	(36,777,981)	(14,692,671)
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	27,104,323	49,189,633
34. Total Liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	79,177,967	75,140,208
<b>DETAILS OF WRITE-INS</b>				
2301. Risk Adjustment	6,133,832		6,133,832	1,669,000
2302. Accounts Payable	93,167		93,167	93,167
2303. Unclaimed Funds				18
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)	6,226,999		6,226,999	1,762,185
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. Restricted surplus - HIP fees	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 To Date	Prior Year Ended December 31
	1 Uncovered	2 Total		4 Total
			3 Total	
1. Member Months .....	XXX .....	117,743	12,551	43,063
2. Net premium income (including \$.....0 non-health premium income) .....	XXX .....	59,375,138	4,751,836	14,953,597
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 .....			
7. Aggregate write-ins for other non-health revenues .....	XXX .....			
8. Total revenues (Lines 2 to 7) .....	XXX .....	59,375,138	4,751,836	14,953,597
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits .....		54,209,240	2,868,922	14,210,286
10. Other professional services .....				
11. Outside referrals .....				
12. Emergency room and out-of-area .....				
13. Prescription drugs .....		6,156,760	1,001,548	2,315,505
14. Aggregate write-ins for other hospital and medical .....				
15. Incentive pool, withhold adjustments and bonus amounts .....				
16. Subtotal (Lines 9 to 15) .....		60,366,000	3,870,470	16,525,792
<b>Less:</b>				
17. Net reinsurance recoveries .....		3,831,147		791,771
18. Total hospital and medical (Lines 16 minus 17) .....		56,534,853	3,870,470	15,734,021
19. Non-health claims (net) .....				
20. Claims adjustment expenses, including \$.....0 cost containment expenses .....		2,079,717	85,781	1,604,885
21. General administrative expenses .....		10,430,055	3,419,684	7,193,918
22. Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only) .....		(392,000)	(2,532,934)	(3,175,000)
23. Total underwriting deductions (Lines 18 through 22) .....		68,652,625	4,843,001	21,357,824
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	XXX .....	(9,277,487)	(91,164)	(6,404,227)
25. Net investment income earned .....		247,581	91,164	307,442
26. Net realized capital gains (losses) less capital gains tax of \$.....0 .....		1,211		205,802
27. Net investment gains or (losses) (Lines 25 plus 26) .....		248,792	91,164	513,244
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....0)] .....		(17,231)		(25,871)
29. Aggregate write-ins for other income or expenses .....				
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 .....	(9,045,926)	0	(5,916,854)
31. Federal and foreign income taxes incurred .....	XXX .....			
32. Net income (loss) (Lines 30 minus 31) .....	XXX .....	(9,045,926)	0	(5,916,854)
<b>DETAILS OF WRITE-INS</b>				
0601. ....	XXX .....			
0602. ....	XXX .....			
0603. ....	XXX .....			
0698. Summary of remaining write-ins for Line 6 from overflow page .....	XXX .....			
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above) .....	XXX .....			
0701. ....	XXX .....			
0702. ....	XXX .....			
0703. ....	XXX .....			
0798. Summary of remaining write-ins for Line 7 from overflow page .....	XXX .....			
0799. TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above) .....	XXX .....			
1401. ....				
1402. ....				
1403. ....				
1498. Summary of remaining write-ins for Line 14 from overflow page .....				
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above) .....				
2901. ....				
2902. ....				
2903. ....				
2998. Summary of remaining write-ins for Line 29 from overflow page .....				
2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above) .....				

# STATEMENT OF REVENUE AND EXPENSES (Continued)

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>CAPITAL &amp; SURPLUS ACCOUNT</b>			
33. Capital and surplus prior reporting year .....	49,189,633	54,984,462	54,984,462
34. Net income or (loss) from Line 32 .....	(9,045,926)	0	(5,916,854)
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	154,502	189,396	
37. Change in net unrealized foreign exchange capital gain or (loss) .....			33,657
38. Change in net deferred income tax .....			
39. Change in nonadmitted assets .....	(13,193,887)	21,505	88,369
40. Change in unauthorized and certified reinsurance .....			
41. Change in treasury stock .....			
42. Change in surplus notes .....			0
43. Cumulative effect of changes in accounting principles .....			0
44. Capital Changes:			
44.1 Paid in .....			0
44.2 Transferred from surplus (Stock Dividend) .....			0
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 .....			
48. Net change in capital and surplus (Lines 34 to 47) .....	(22,085,311)	210,900	(5,794,829)
49. Capital and surplus end of reporting period (Line 33 plus 48) .....	27,104,323	55,195,362	49,189,633
<b>DETAILS OF WRITE-INS</b>			
4701. ....			
4702. ....			
4703. ....			
4798. Summary of remaining write-ins for Line 47 from overflow page .....			
4799. TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above) .....			

**CASH FLOW**

		1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>				
1.	Premiums collected net of reinsurance .....	45,396,758	2,108,773	13,310,980
2.	Net investment income .....	322,429	12,148	285,720
3.	Miscellaneous income .....			
4.	TOTAL (Lines 1 to 3) .....	45,719,187	2,120,921	13,596,700
5.	Benefit and loss related payments .....	39,784,546	(261,939)	9,017,577
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			
7.	Commissions, expenses paid and aggregate write-ins for deductions .....	9,990,808	3,313,959	7,602,520
8.	Dividends paid to policyholders .....	0		
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses) .....	0		
10.	TOTAL (Lines 5 through 9) .....	49,775,354	3,052,020	16,620,097
11.	Net cash from operations (Line 4 minus Line 10) .....	(4,056,167)	(931,099)	(3,023,398)
<b>Cash from Investments</b>				
12.	Proceeds from investments sold, matured or repaid:			
12.1	Bonds .....	4,302,920		2,000,000
12.2	Stocks .....			665,710
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 .....	13		1,937
12.7	Miscellaneous proceeds .....			
12.8	TOTAL investment proceeds (Lines 12.1 to 12.7) .....	4,302,933		2,667,647
13.	Cost of investments acquired (long-term only):			
13.1	Bonds .....	5,263,088	37,900,099	47,171,271
13.2	Stocks .....		5,009,957	5,525,133
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) .....	5,263,088	42,910,056	52,696,404
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) .....	(960,155)	(42,910,056)	(50,028,757)
<b>Cash from Financing and Miscellaneous Sources</b>				
16.	Cash provided (applied):			
16.1	Surplus notes, capital notes .....	0	0	0
16.2	Capital and paid in surplus, less treasury stock .....			
16.3	Borrowed funds .....	5,000	2,695,000	2,730,000
16.4	Net deposits on deposit-type contracts and other insurance liabilities .....			
16.5	Dividends to stockholders .....			
16.6	Other cash provided (applied) .....	4,229,496	(35,551)	1,212,517
17.	Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6) .....	4,234,496	2,659,449	3,942,517
<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) .....	(781,826)	(41,181,706)	(49,109,638)
19.	Cash, cash equivalents and short-term investments:			
19.1	Beginning of year .....	23,608,907	72,718,545	72,718,545
19.2	End of period (Line 18 plus Line 19.1) .....	22,827,081	31,536,839	23,608,907

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

20.0001			
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**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION**

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year .....	6,677	2,641	4,036							
2. First Quarter .....	20,795	15,841	4,954							
3. Second Quarter .....	21,933	16,764	5,169							
4. Third Quarter .....										
5. Current Year .....										
6. Current Year Member Months .....	117,743	88,515	29,228							
Total Member Ambulatory Encounters for Period:										
7. Physician .....	57,915	44,602	13,313							
8. Non-Physician .....	32,832	25,453	7,379							
9. Total .....	90,747	70,055	20,692							
10. Hospital Patient Days Incurred .....	4,173	3,097	1,076							
11. Number of Inpatient Admissions .....	928	714	214							
12. Health Premiums Written (a) .....	48,006,857	33,575,055	14,431,802							
13. Life Premiums Direct .....										
14. Property/Casualty Premiums Written .....										
15. Health Premiums Earned .....	47,912,827	33,879,618	14,033,209							
16. Property/Casualty Premiums Earned .....										
17. Amount Paid for Provision of Health Care Services .....	40,831,978	28,985,754	11,846,224							
18. Amount Incurred for Provision of Health Care Services .....	60,365,999	45,978,517	14,387,482							

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

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

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
0199999 Individually Listed Claims Unpaid .....	.....	.....	.....	.....	.....	.....
0299999 Aggregate Accounts Not Individually Listed - Uncovered .....	.....	.....	.....	.....	.....	.....
0399999 Aggregate Accounts Not Individually Listed - Covered .....	.....	.....	.....	.....	.....	.....
0499999 Subtotals .....	.....	.....	.....	.....	.....	.....
0599999 Unreported claims and other claim reserves .....						23,887,322
0699999 Total Amounts Withheld .....						
0799999 Total Claims Unpaid .....						23,887,322
0899999 Accrued Medical Incentive Pool And Bonus Amounts .....						

## UNDERWRITING AND INVESTMENT EXHIBIT

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

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5	6
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid Dec 31 of Prior Year	4 On Claims Incurred During the Year		
1. Comprehensive (hospital & medical) .....	4,801,109	32,536,704	526,606	23,023,735	5,327,715	4,333,215
2. Medicare Supplement .....						
3. Dental only .....						
4. Vision only .....						
5. Federal Employees Health Benefits Plan .....						
6. Title XVIII - Medicare .....						
7. Title XIX - Medicaid .....						
8. Other health .....						
9. Health subtotal (Lines 1 to 8) .....	4,801,109	32,536,704	526,606	23,023,735	5,327,715	4,333,215
10. Healthcare receivables (a) .....			43,850	9,452	43,850	33,216
11. Other non-health .....						
12. Medical incentive pools and bonus amounts .....						
13. Totals (Lines 9 - 10 + 11 + 12) .....	4,801,109	32,536,704	482,756	23,014,283	5,283,865	4,299,999

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

# Notes to Financial Statement

## 1. Summary of Significant Accounting Policies

### A. Accounting Practices

The accompanying financial statements of Coordinated Health Mutual, Inc. (Company) have been prepared on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department.

The state of Ohio requires insurance companies domiciled in the state of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures Manual* subject to any deviations prescribed or permitted by the Ohio Insurance Department. The Company does not have any permitted practices inconsistent with the NAIC practices.

Reconciliations of net income and policyholders' surplus between the amounts reported in the accompanying financial statements (OH basis) and NAIC SAP follow:

	State of Domicile	2015	2014
<b>NET INCOME</b>			
(1) State basis (Page 4, Line 32, Columns 2 & 3)	OH	(9,045,926)	(5,916,854)
(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)		(9,045,926)	(5,916,854)
<b>SURPLUS</b>			
(5) State basis (Page 3, Line 33, Columns 3 & 4)		27,104,323	49,189,633
(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)		27,104,323	49,189,633

### B. Use of Estimates – No change from Annual

### C. Accounting Policies

Expenses incurred in connection with acquiring new insurance business, including acquisitions costs such as sales commissions, are charged to operations as incurred. Costs representing management fees, consultant fees and other direct expenses of the Company are also expensed as incurred.

Net investment income consists primarily of interest income less related investment expenses and is recognized on an accrual basis.

Short-term investments and investment grade bonds are stated at amortized cost.

The Company used investment income as a factor in the premium deficiency reserve calculation.

(6) Loan-backed securities – Not applicable

## 2. Accounting Changes and Corrections of Errors – Not applicable

## 3. Business Combinations and Goodwill – Not applicable

## 4. Discontinued Operations – Not applicable

## 5. Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans – Not applicable
- B. Debt Restructuring – Not applicable
- C. Reverse Mortgages – Not applicable
- D. Loan-Backed Securities – Not applicable

# **Notes to Financial Statement**

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

(1), (2), (3a) – Not applicable

(3b) The Company has not accepted any collateral that is permitted by contract or custom to sell or repledge, therefore, the fair value as of the date of the statement of financial position presented of that collateral is zero.

(3c) – (4), (5) – Not applicable

## **F. Real Estate – Not applicable**

## **G. Investments in Low Income Housing Credits – Not applicable**

## **H. Restricted Assets – Not applicable**

## **I. Working Capital Finance Investments**

1) Not applicable

2) The Company has no working capital finance investments.

3) There have been no events of default of working capital finance investments during the reporting period.

## **J. Offsetting and Netting of Assets and Liabilities – Not applicable**

## **K. Structured Notes – Not applicable**

## **6. Joint Ventures, Partnerships and Limited Liability Companies – Not applicable**

## **7. Investment Income**

A. There was no due and accrued investment income excluded from surplus, and therefore, the bases by category is not applicable.

B. The total amount excluded is zero.

## **8. Derivative Instruments – Not applicable**

## **9. Income Taxes**

The Company is currently organized as a not-for-profit mutual company in the State of Ohio. Section 501 (c) (29), added to the Code by Section 1322(h) (I) of the Affordable Care Act, provides for the exemption of qualified nonprofit health insurance issuers (QNHIs) that have received a loan or grant under the CMS Co-Op program for periods that they meet both the requirements of §1322 of the Affordable Care Act and of any loan agreement with The Centers for Medicare & Medicaid Services (CMS).

Management believes that the Company remains in compliance with the general requirements of the IRS as stated above. The Company received an IRS determination letter confirming tax exempt status as a Section 501 (c) (29) entity dated August 14, 2013.

The Company is tax exempt and therefore, Sections A – G are not applicable.

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

The Company has no Parent, Affiliates or Other Related Parties. Therefore, Sections A. – L. are not applicable.

## **11. Debt**

A. During the period ended December 31, 2012, the Company was awarded a \$15,977,304 CO-OP Start-up Loan (Series A) as evidenced by a Loan Agreement with the U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMS). In addition, the Loan Agreement with CMS provides for a CO-OP Solvency Loan (Series B) in the amount of \$113,248,300. Under terms of the Loan Agreement, CMS has disbursed \$15,977,304 as of June 30, 2015 for start-up costs under the loan provisions for Series A.

Initial disbursements for the Series B in the amount of \$63,882,304 have been received by the Company as of June 30, 2015 to satisfy the unencumbered equity requirement for the Ohio Department of Insurance. Routine disbursements for the Series B amounts are expected as the Company continues operations and risk based capital measures dictate under the terms of the Loan Agreement.

## **Notes to Financial Statement**

The Series A loan and the Series B loan comprise the “Loans”. The Loans are intended to permit the Company to offer health insurance plans primarily in the individual and small group markets as described in 45 CFR Part 156. The Company agrees to perform all functions necessary to design, implement, and operate a CO-OP Qualified Health Plan (QHP) as set forth in the CO-OP Funding Opportunity Announcement (FOA) and consistent with the Company’s FOA proposal and approved Business Plan.

The Company has agreed that each of the Loans and all obligations arising under the Loan Agreement pertaining to the Loans, whether now, existing, or arising in the future, shall be and are hereby expressly cross-defaulted and cross-collateralized with each other, such that the occurrence of any event of default under any of the obligations shall be a default under all obligations and under all documents and instruments evidencing and/or securing the obligations.

The Company shall make principal and interest payments as stated in the Loan Agreement. The Start-up loan (Series A) is interest free, and is due no later than 5 years from the date of each disbursement received. The Solvency (Series B) bears interest at 0.34%, is classified for statutory insurance accounting as a Surplus Note, and is due not later than 15 years from the date of each disbursement date subject to the Company continuing to satisfy certain financial requirements. These financial requirements include Ohio insurance company capital and surplus requirements, capital and surplus at a level of 500% of Risk Based Capital, as defined by the National Association of Insurance Commissioners (NAIC), and prior written approval from the Ohio Department of Insurance to issue payment on the Surplus Note. Under terms of the Surplus Note, no payments are due for any disbursements made through 2018 until 2019. Beginning in 2019, interest only is due annually for a period of 7 years. In year 8, the earliest of which would be the year 2026, a series of 8 equal annual payments that include interest and principal are due each year based on the full amortization of the remaining unpaid principal over the remaining term.

At June 30, 2015, there was no interest due or accrued on the Solvency Loan (Series B) consistent with the surplus note provisions of the Loan Agreement and consistent with the surplus note provisions of the statutory accounting guidance of the NAIC.

Funds received to date under the Loan Agreement are summarized in the table below:

Date	<u>Series A</u>		<u>Series B</u>	
	<u>Disbursement</u>	<u>Cumulative</u>	<u>Disbursement</u>	<u>Cumulative</u>
October 2012	\$ 1,537,739	\$ 1,537,739		
January 2013	\$ 392,382	\$ 1,930,121		
February 2013	\$ 362,261	\$ 2,292,382		
March 2013	\$ 398,183	\$ 2,690,565		
May 2013			\$ 7,404,425	\$ 7,404,425
August 2013	\$ 6,005,044	\$ 8,695,609		
September 2013			\$ 56,477,879	\$ 63,882,304
December 2013	\$ 4,546,695	\$13,242,304		
March 2014	\$ 2,485,000	\$15,727,304		
June 2014	\$ 210,000	\$15,937,304		
September 2014	\$ 25,000	\$15,962,304		
December 2014	\$ 10,000	\$15,972,304		
March 2015	\$ 5,000	\$15,977,304		

B. FHLB (Federal Home Loan Bank) Agreements – Not applicable

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

Effective January 1, 2014, the Company sponsored a defined contribution (IRS Section 401K) plan for all eligible employees. Under the terms of the Plan, employees are eligible to contribute on either a pretax or post tax basis 1-90% of their compensation to the Plan subject to annual maximum contribution limitations established by the IRS. The contributions accumulate for their eventual retirement in a wide variety of diversified investment options to be selected by each employee. The Company will match 100% of the employee’s contribution up to a maximum of 4% of compensation. All contributions are vested immediately to the employee. The Company pays for all Plan administration. All of the Company’s obligations for matching contributions, or administrative costs through June 30, 2015 have been subsequently funded by the Company.

The Company provides full time employees with paid time off (PTO) during the calendar year subject to company guidelines. At December 31, employees are permitted to carryover accumulated but unused paid time off (PTO) to be utilized in the following year subject to limitations and guidelines established by the Company. At June 30, 2015, the Company has accrued \$100,600 for PTO earned but not utilized to date.

## **Notes to Financial Statement**

### A. Defined Benefit Plan

- A. (1), (2), (3)      Defined Benefit Plans - Not applicable
- A. (4)                The company sponsors no non-contributory defined benefit pension plans.
- A. (5) – (21)        The Company has no Defined Benefit Plans and therefore, these disclosures are - Not applicable
- B. The Company has no Defined Benefit plans and therefore, a disclosure of the investment policies and strategies is – Not applicable
- C. There are no Asset Classes since the Company does not have any Defined Benefit Plans.

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

The Company is a nonprofit mutual company and has no stock outstanding. The Company began earning premium revenue in January 1, 2014, which is the first effective date of health insurance products provided to individuals and small groups. In preparation for the 2014 insurance products being offered, the Company received Series B loan disbursements of \$63,882,304 in 2013 that remain outstanding as of June 30, 2015. The Series B loan is considered a surplus note and is structured so that it meets the definition of capital and surplus within the risk based capital provisions of the state insurance law.

### **14. Liabilities, Contingencies and Assessments**

- A. Contingent Commitments – Not applicable
- B. Assessments
- C. Gain Contingencies – Not applicable
- D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits – Not applicable

### **15. Leases**

#### A. Lessee Operating Lease

The Company currently occupies leased office space pursuant to an agreement that was executed on December 1, 2012 and is effective through December 1, 2015. A deposit of \$7,057 was made by the Company upon entering the lease agreement. As of June 30, 2015, noncancelable lease commitments are shown in the table below:

Lease Commitment	Calculations	2015	TOTAL
		\$ 30,726	\$ 30,726

#### B. Lessor Leases – Not applicable

### **16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk – Not applicable**

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

#### A. Transfer of receivables reported as sales – Not applicable

#### B. Transfer and Servicing of Financial Assets

The Company has no loaned securities.

- a. The Company has no servicing assets or liabilities.
- b. Since there are no servicing assets or liabilities, there are no fees earned for the period.

# Notes to Financial Statement

c. Not applicable

1. Not applicable
2. a. Securitizations, asset-backed financing arrangements and similar transfers – Not applicable  
b. – d. Not applicable
3. - 7. - Not applicable

C. Wash Sales – Not applicable

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

- A. ASO Plans – Not applicable
- B. ASC Plans – Not applicable
- C. Medicare or Similarly Structured Cost Based Reimbursement Contracts – Not applicable

## **19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators** – The total premium written/produced by managing general agents through June 30, 2015 is zero.

## **20. Fair Value Measurements**

Items Measured at Fair Value by Levels 1, 2 and 3.

The Company has categorized its assets and liabilities that are reported on the balance sheet at fair value into the three-level fair value hierarchy as reflected in the table below. The three-level fair value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. The three levels are defined as follows.

**Level 1 – Quoted Prices in Active Markets for Identical Assets and Liabilities:** This category, for items measured at fair value on a recurring basis, includes exchange-traded common stocks, mutual funds and most U.S. Government and agency securities. The estimated fair value of the securities within this category are based on quoted prices in active markets and are therefore classified as Level 1.

**Level 2 – Significant Other Observable Inputs:** This category, for items measured at fair value on a recurring basis, includes bonds which are not exchange traded and common stock of a subsidiary which is valued using an adjusted market method. The primary inputs to the estimated fair value of the securities within this category include quoted prices for identical or similar assets in markets that are not active, contractual cash flows, benchmark yields and credit spreads.

**Level 3 – Significant Unobservable Inputs:** This category is for items whose values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These inputs reflect management's own assumptions about the assumptions a market participant would use in pricing the asset or liability. The Company has no Level 3 assets.

A.

### (1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value				
Bonds				
U.S. Governments	18,099,551			18,099,551
Industrial and Misc		28,121,400		28,121,400
Total Bonds	18,099,551	28,121,400		46,220,951
Common Stock				
Industrial and Misc	5,251,447			5,251,447
Parent, Subsidiaries and Affiliates				
Total Common Stocks	5,251,447			5,251,447
Short Term				
U.S. Governments	15,498,015			15,498,015
Industrial and Misc	555,643	3,357,824		3,913,467
Total Short Term	16,053,658	3,357,824		19,411,482
Total assets at fair value	39,404,656	31,479,224		70,883,880
b. Liabilities at fair value				
Derivative liabilities				
Total liabilities at fair value				

# Notes to Financial Statement

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

Description	Beginning Balance at 01/01/2014	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 12/31/2014
a. Assets										
Loan-Backed and Structured Securities (NAIC 3-6)										
Residential mortgaged-backed Securities										
Commercial Mortgaged-Backed Securities										
Derivative										
Credit Contracts										
Other Fund Investments										
Hedge Fund High-Yield Debt Securities					NONE					
Private Equity										
Total Assets										
b. Liabilities										
Total Liabilities										

C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Long Term Bonds	46,220,951	46,023,213	18,099,551	28,121,400		
Common Stock	5,251,447	5,251,447	5,251,447			
Cash Equivalents and Short Term	19,411,482	19,409,778	16,053,658	3,357,824		
Mortgage Loans						
Total	70,883,880	70,684,438	39,404,656	31,479,224		

## D. Not Practicable to Estimate Fair Value

Type or Class of Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Bonds				
Common Stock				
Perpetual Preferred Stock		NONE		
Mortgage Loans				

## 21. Other Items

- A. Extraordinary Items – Not applicable
- B. Troubled Debt Restructuring: Debtors – Not applicable
- C. Other Disclosures and Unusual Items – Not applicable
- D. Business Interruption Insurance Recoveries – Not applicable
- E. State Transferable and Non-Transferable Tax Credits – Not applicable
- F. Subprime-Mortgage-Related Risk Exposure – Not applicable
- G. Retained Assets – Not applicable
- H. The Company does not hold any derivative, repurchase, reverse repurchase, securities borrowing or securities lending assets or liabilities therefore, no offsetting has been done of any assets and liabilities.

## 22. Events Subsequent – None

# Notes to Financial Statement

## 23. Reinsurance

- A. The Company has contracted with Partner Re America Insurance Company (Partner Re) to provide reinsurance coverage on all Group and Individual insurance contracts issued by the Company in 2014 and 2015. The more significant terms under the 2014 contract include, a deposit funded by the Company of \$50,000, a ceding commission of 15.7% and a related allowance to fund the Company's marketing efforts of \$500,000 funded by Partner Re, and a specific excess of loss agreement where Partner Re reimburses the Company for 90% of all covered benefit expenses in excess of \$215,000 for Group insurance contracts and \$250,000 for Individual insurance contracts. A new contract was put in place for 2015 so that PartnerRe reimburses the Company 90% of all covered benefit expenses in excess of \$250,000 for Group and Individual insurance contracts with incident dates in 2015.
- B. Uncollectible Reinsurance – Not applicable
- C. Commutation of Ceded Reinsurance – Not applicable
- D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation – Not applicable

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

- A. - D. – Retrospective Rated Contracts & Contracts Subject to Redetermination – Not applicable.
- E. Risk Sharing Provisions of the Affordable Care Act
  - (1) Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions (YES/NO)?  YES  NO
  - (2) Impact of Risk Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

Description	Amount
a. Permanent ACA Risk Adjustment Program	
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment	-0-
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	16,938
3. Premium adjustments payable due to ACA Risk Adjustment	6,133,832
Operations (Revenue & Expense)	
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	4,464,832
5. Reported in expenses as ACA risk adjustment user fees (incurred/paid)	10,528
b. Transitional ACA Reinsurance Program	
Assets	
1. Amounts recoverable for claims paid due to ACA Reinsurance	3,476,922
2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	-0-
3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	-0-
Liabilities	
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	176,356
5. Ceded reinsurance premiums payable due to ACA Reinsurance	377,711
6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	-0-
Operations (Revenue & Expense)	
7. Ceded reinsurance premiums due to ACA Reinsurance	254,666
8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	2,763,759
9. ACA Reinsurance contributions – not reported as ceded premium	107,267
c. Temporary ACA Risk Corridors Program	
Assets	
1. Accrued retrospective premium due to ACA Risk Corridors	-0-
Liabilities	
2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	-0-
Operations (Revenue & Expense)	
3. Effect of ACA Risk Corridors on net premium income (paid/received)	-0-
4. Effect of ACA Risk Corridors on change in reserves for rate credits	12,957,368

## Notes to Financial Statement

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

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year	Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Unsettled Balances as of the Reporting Date		
				Prior Year Accrued Less Payments (Col 1 - 3)	Prior Year Accrued Less Payments (Col 2 - 4)	To Prior Year Balances	To Prior Year Balances	Cumulative Balance from Prior Years (Col 1 - 3 + 7)	Cumulative Balance from Prior Years (Col 2 - 4 + 8)	
		1	2	3	4	5	6	7	8	
		Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	
a. Permanent ACA Risk Adjustment Program										
1. Premium adjustments receivable										
2. Premium adjustments (payable)		1,675,410				1,675,410		1,709,434	B	3,384,844
3. Subtotal ACA Permanent Risk Adjustment Program		1,675,410				1,675,410		1,709,434		3,384,844
b. Transitional ACA Reinsurance Program										
1. Amounts recoverable for claims paid	713,162			713,162			216,321		C	929,483
2. Amounts recoverable for claims unpaid (contra liability)									D	
3. Amounts receivable relating to uninsured plans									E	
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium		151,930		82,841		69,089			F	69,089
5. Ceded reinsurance premiums payable		123,045		70,184		52,861			G	52,861
6. Liability for amounts held under uninsured plans									H	
7. Subtotal ACA Transitional Reinsurance Program	713,162	274,975		153,025	713,162	121,950	216,321			929,483 121,950
c. Temporary ACA Risk Corridors Program										
1. Accrued retrospective premium									I	
2. Reserve for rate credits or policy experience rating refunds									J	
3. Subtotal ACA Risk Corridors Program										
d. Total for ACA Risk Sharing Provisions	713,162	1,950,385		153,025	713,162	1,797,360	216,321	1,709,434		929,483 3,506,794

Explanation of Adjustments

A.

B. Additional 2014 Risk Adjustment payable of \$1,709,434 per the finalized CMS calculations.

C. Additional claims recoverable for 2014 of \$216,320 per the finalized CMS calculations.

D.

E.

F.

G.

H.

I. The Company was not eligible for the Temporary ACA Risk Corridors Program until 2015.

J. The Company was not eligible for the Temporary ACA Risk Corridors Program until 2015.

### 25. Change in Incurred Claims and Claim Adjustment Expenses

#### Incurred Claims:

Net reserves as of December 31, 2014 were \$3,508,229. As of June 30, 2015, \$4,821,624 has been paid net of \$635,346 reinsurance recoveries for incurred claims attributable to insured events of prior years. Net reserves remaining for prior years (net of health care receivables and reinsurance recoverable amounts) are now a net recoverable of \$521,172 as a result of the re-estimation of unpaid claims expenses principally on the individual and small group lines of business. Therefore, there has been a \$792,223 unfavorable prior-year development (net of reinsurance and health care receivables) since December 31, 2014 through June 30, 2015. The increase is generally the result of ongoing analysis of recent loss development trends and the recent payments of a few large claims. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

#### Claims Adjustment Expenses:

Claim adjustment reserves as of December 31, 2014 were \$173,329. As of June 30, 2015, \$183,954 has been paid for claims adjustment expenses attributable to insured events of prior years. Claims adjustment reserves remaining for prior years are now \$21,064 as a result of the re-estimation of unpaid claims adjustment expenses principally on the individual and small group lines of business. Therefore, there has been a \$31,689 unfavorable prior-year development on claims adjustment expenses since December 31, 2014 through June 30, 2015. The increase is generally the result of ongoing analysis of recent loss development trends and the recent payments of a few large claims. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

## **Notes to Financial Statement**

**26. Intercompany Pooling Arrangements** – Not applicable

**27. Structured Settlements** – Not applicable

**28. Health Care Receivables**

A. Pharmaceutical Rebate Receivables

Quarter	Estimated Pharmacy Rebates as Reported on Financial Statements	Pharmacy Rebates as Billed or Otherwise Confirmed	Actual Rebates Received Within 90 Days of Billing	Actual Rebates Received Within 91 to 180 Days of Billing	Actual Rebates Received More Than 180 Days After Billing
06/30/2015	9,452	11,782			
03/31/2015	4,893	8,304			
12/31/2014	12,085	12,085			
09/30/2014		12,085			
06/30/2014		5,691			
03/31/2014		3,355			3,411

B. Risk Sharing Receivables – Not Applicable.

**29. Participating Policies** – Not applicable

**30. Premium Deficiency Reserves**

1. Liability carried for premium deficiency reserves	\$ 392,000
2. Date of the most recent evaluation of this liability	<u>12/31/2014</u>
3. Was anticipated investment income utilized in the calculation? (Yes / No)	Yes

**31. Anticipated Salvage and Subrogation** – Not applicable

# 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[ ] N/A[X]

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[X] No[ ]  
.....

2.2 If yes, date of change: 06/29/2015.....

3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes[ ] No[X]

3.2 If yes, complete Schedule Y, Parts 1 and 1A. .....

3.3 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[ ] No[X]

3.4 If the response to 3.2 is yes, provide a brief description of those changes: .....

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[ ] No[X]

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

1 Name of Entity	2 NAIC Company Code	3 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. 12/31/2014.....

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. 04/23/2015.....

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 05/01/2015.....

6.4 By what department or departments? .....

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. .....

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

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$..... 0

## 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]

**GENERAL INTERROGATORIES (Continued)****INVESTMENT**

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	.....	.....
14.22 Preferred Stock .....	.....	.....
14.23 Common Stock .....	.....	.....
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. For the reporting entity's security lending program, state the amount of the following as of the current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$.....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 Name of Custodian(s)	2 Custodian Address
Huntington National Bank .....	41 South High St., Columbus, OH 43215 .....

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?

Yes[ ] No[X]

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

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

17.5 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 Central Registration Depository	2 Name(s)	3 Address
16986 .....	Huntington National Bank .....	41 South High St., Columbus, OH 43215 .....

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:

## **General Interrogatories Part 1 Attachments**

Articles of Incorporation were changed on 6/29/2015.

Code of Regulations was changed on 5/28/2015.

## GENERAL INTERROGATORIES

## PART 2 - HEALTH

## 1. Operating Percentages:

1.1 A&H loss percent	.....	98.059%
1.2 A&H cost containment percent	.....	3.503%
1.3 A&H expense percent excluding cost containment expenses	.....	17.566%

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

Yes[ ] No[X]

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

\$..... 0

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

Yes[ ] No[X]

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

\$..... 0

**SCHEDULE S - CEDED REINSURANCE**

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
				<b>N O N E</b>				

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

State, Etc.	1 Active Status	Direct Business Only							
		2 Accident and Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Program Premiums	6 Life and Annuity Premiums and Other Considerations	7 Property/ Casualty Premiums	8 Total Columns 2 Through 7	9 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 .....	47,912,827							47,912,827
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 (CAN) .....	N .....								
58. Aggregate other alien (OT) .....	XXX .....								
59. Subtotal .....	XXX .....	47,912,827							47,912,827
60. Reporting entity contributions for Employee Benefit Plans .....	XXX .....								
61. Total (Direct Business) .....	(a) 1 .....	47,912,827							47,912,827

**DETAILS OF WRITE-INS**

58001. ....	XXX .....								
58002. ....	XXX .....								
58003. ....	XXX .....								
58998. Summary of remaining write-ins for Line 58 from overflow page .....	XXX .....								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (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.

**15 Schedule Y - Part 1 .....** **NONE**

**16 Schedule Y Part 1A - Detail of Insurance Holding Company System .....** **NONE**

## **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



1531420153650002

2015

Document Code: 365



STATEMENT AS OF **June 30, 2015** OF THE **COORDINATED HEALTH MUTUAL, INC.**  
**SCHEDULE A - VERIFICATION**

Real Estate

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

**SCHEDULE B - VERIFICATION**  
Mortgage Loans

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

**SCHEDULE BA - VERIFICATION**  
Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	.....	.....
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 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	50,240,349	49,533
2. Cost of bonds and stocks acquired .....	5,263,088	52,696,403
3. Accrual of discount .....	20,175	29,271
4. Unrealized valuation increase (decrease) .....	154,502	33,657
5. Total gain (loss) on disposals .....	1,198	203,865
6. Deduct consideration for bonds and stocks disposed of .....	4,302,920	2,665,710
7. Deduct amortization of premium .....	101,732	106,670
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) .....	51,274,660	50,240,349
11. Deduct total nonadmitted amounts .....	.....	.....
12. Statement value at end of current period (Line 10 minus Line 11) .....	51,274,660	50,240,349

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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a) .....	60,722,963	7,110,230	9,747,145	(36,633)	60,722,963	58,049,415	.....	58,993,608
2. NAIC 2 (a) .....	9,103,991	2,112,613	3,800,000	(33,029)	9,103,991	7,383,575	.....	6,812,535
3. NAIC 3 (a) .....	.....	.....	.....	.....	.....	.....	.....	.....
4. NAIC 4 (a) .....	.....	.....	.....	.....	.....	.....	.....	.....
5. NAIC 5 (a) .....	.....	.....	.....	.....	.....	.....	.....	.....
6. NAIC 6 (a) .....	.....	.....	.....	.....	.....	.....	.....	.....
7. Total Bonds .....	69,826,954	9,222,843	13,547,145	(69,662)	69,826,954	65,432,990	.....	65,806,143
<b>PREFERRED STOCK</b>								
8. NAIC 1 .....	.....	.....	.....	.....	.....	.....	.....	.....
9. NAIC 2 .....	.....	.....	.....	.....	.....	.....	.....	.....
10. NAIC 3 .....	.....	.....	.....	.....	.....	.....	.....	.....
11. NAIC 4 .....	.....	.....	.....	.....	.....	.....	.....	.....
12. NAIC 5 .....	.....	.....	.....	.....	.....	.....	.....	.....
13. NAIC 6 .....	.....	.....	.....	.....	.....	.....	.....	.....
14. Total Preferred Stock .....	.....	.....	.....	.....	.....	.....	.....	.....
15. Total Bonds & Preferred Stock .....	69,826,954	9,222,843	13,547,145	(69,662)	69,826,954	65,432,990	.....	65,806,143

(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 \$.....3,359,603; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

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

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals .....	19,409,777	XXX .....	19,451,617	62,855	13,905

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

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	20,662,739	66,254,330
2. Cost of short-term investments acquired .....	31,883,083	55,430,970
3. Accrual of discount .....		
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals .....	13	1,937
6. Deduct consideration received on disposals .....	33,102,403	100,887,243
7. Deduct amortization of premium .....	33,655	137,255
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) .....	19,409,777	20,662,739
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	19,409,777	20,662,739

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

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

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

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

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

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

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	370,585	5,219,954
2. Cost of cash equivalents acquired .....	19,331,013	3,873,403
3. Accrual of discount .....		
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals .....		
6. Deduct consideration received on disposals .....	19,388,157	8,722,772
7. Deduct amortization of premium .....	22,630	
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) .....	290,811	370,585
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	290,811	370,585

**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 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
268648AQ5 .....	E M C CORP MASS .....	.....	06/01/2015 .....	MORGAN STANLEY and CO INCORPORATED	..... XXX .....	..... 510,060	..... 500,000	..... 110	1FE .....
747525AG8 .....	QUALCOMM INC .....	.....	05/20/2015 .....	RBC CAPITAL MARKETS CORPORATION .....	..... XXX .....	..... 499,795	..... 500,000	..... 117	1FE .....
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) .....	.....	.....	.....	..... XXX .....	..... XXX .....	..... 1,009,855	..... 1,000,000	..... 227	..... XXX .....
8399997 Subtotal - Bonds - Part 3 .....	.....	.....	.....	..... XXX .....	..... XXX .....	..... 1,009,855	..... 1,000,000	..... 227	..... XXX .....
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly) .....	.....	.....	.....	..... XXX .....	..... XXX .....	..... XXX .....	..... XXX .....	..... XXX .....	..... XXX .....
8399999 Subtotal - Bonds .....	.....	.....	.....	..... XXX .....	..... XXX .....	..... 1,009,855	..... 1,000,000	..... 227	..... XXX .....
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly) .....	.....	.....	.....	..... 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 .....
9899999 Subtotal - Preferred and Common Stocks .....	.....	.....	.....	..... XXX .....	..... XXX .....	..... XXX .....	..... XXX .....	..... XXX .....	..... XXX .....
9999999 Total - Bonds, Preferred and Common Stocks .....	.....	.....	.....	..... XXX .....	..... XXX .....	..... 1,009,855	..... XXX .....	..... 227	..... 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 CUSIP Identification	2 Description	3 F o r e i g n Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)	
									11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.								
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																					
0258M0DE6	AMERICAN EXPRESS CR CORP																				
MTNBE FR		06/12/2015	MATURITY		.... XXX ...	.... 500,000	.... 500,000	.... 507,390	.... 502,741	....	.... (2,741)	....	.... (2,741)	....	.... 500,000	....	....	....	.... 4,375	06/12/2015	1FE
38141GGT5	GOLDMAN SACHS GROUP INC FR	05/04/2015	MATURITY		.... XXX ...	.... 1,300,000	.... 1,300,000	.... 1,337,869	.... 1,312,217	....	.... (12,217)	....	.... (12,217)	....	.... 1,300,000	....	....	....	.... 21,450	05/03/2015	1FE
3.3%050																					
65339KAF7	NEXTERA ENERGY CAP HLDGS INC	06/01/2015	MATURITY		.... XXX ...	.... 500,000	.... 500,000	.... 503,250	.... 501,169	....	.... (1,169)	....	.... (1,169)	....	.... 500,000	....	....	....	.... 3,000	06/01/2015	2FE
DEB 1																					
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					.... XXX ...	.... 2,300,000	.... 2,300,000	.... 2,348,509	.... 2,316,127	....	.... (16,127)	....	.... (16,127)	....	.... 2,300,000	....	....	....	.... 28,825	.... XXX	.... XXX
8399997 Subtotal - Bonds - Part 4					.... XXX ...	.... 2,300,000	.... 2,300,000	.... 2,348,509	.... 2,316,127	....	.... (16,127)	....	.... (16,127)	....	.... 2,300,000	....	....	....	.... 28,825	.... XXX	.... XXX
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX	.... XXX
8399999 Subtotal - Bonds					.... XXX ...	.... 2,300,000	.... 2,300,000	.... 2,348,509	.... 2,316,127	....	.... (16,127)	....	.... (16,127)	....	.... 2,300,000	....	....	....	.... 28,825	.... XXX	.... XXX
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... 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 ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX	.... XXX
9899999 Subtotal - Preferred and Common Stocks					.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX ...	.... XXX	.... XXX
9999999 Total - Bonds, Preferred and Common Stocks					.... XXX ...	.... 2,300,000	.... XXX ...	.... 2,348,509	.... 2,316,127	....	.... (16,127)	....	.... (16,127)	....	.... 2,300,000	....	....	....	.... 28,825	.... 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 Section 1 ..... NONE

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

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

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

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

**SCHEDULE E - PART 1 - CASH**

## Month End Depository Balances

1			2	3	4	5	Book Balance at End of Each Month			9
Depository			Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
<b>open depositories</b>										
Huntington National Bank - Operatons .....	Columbus, Ohio .....					1,403,164	861,647	2,605,996	XXX	
Huntington National Bank - Premiums .....	Columbus, Ohio .....					1,346,744	1,705,016	454,477	XXX	
Huntington National Bank - Marketing .....	Columbus, Ohio .....					66,020	66,020	66,020	XXX	
0199998 Deposits in .....0	depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories .....	XXX	XXX ..							XXX
0199999 Totals - Open Depositories .....		XXX	XXX ..			2,815,928	2,632,683	3,126,493	XXX	
0299998 Deposits in .....0	depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories .....	XXX	XXX ..							XXX
0299999 Totals - Suspended Depositories .....		XXX	XXX ..							XXX
0399999 Total Cash On Deposit .....		XXX	XXX ..			2,815,928	2,632,683	3,126,493	XXX	
0499999 Cash in Company's Office .....		XXX	XXX ..	XXX ..	XXX ..					XXX
0599999 Total Cash .....		XXX	XXX ..			2,815,928	2,632,683	3,126,493	XXX	

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

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
7799999 Subtotals - Bonds - Total Bonds - Issuer Obligations .....							
7899999 Subtotals - Bonds - Total Bonds - Residential Mortgage-Backed Securities .....							
7999999 Subtotals - Bonds - Total Bonds - Commercial Mortgage-Backed Securities .....							
8099999 Subtotals - Bonds - Total Bonds - Other Loan-Backed and Structured Securities .....							
8399999 Subtotals - Bonds - Total Bonds .....							
<b>Sweep Accounts</b>							
Commercial Premier Money Market Account - Huntington National Bank .....		07/26/2013 .....	0.002 0.000		290,811		107,714
8499999 Sweep Accounts .....					290,811		107,714
8599999 Other Cash Equivalents .....							
8699999 Total - Cash Equivalents .....					290,811		107,714

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