

Revised cash flow statement attached.



ANNUAL STATEMENT
FOR THE YEAR ENDING DECEMBER 31, 2016
OF THE CONDITION AND AFFAIRS OF THE

CareSource

NAIC Group Code

3683

(Current Period)

,

3683

(Prior Period)

NAIC Company Code

95201

Employer's ID Number

31-1143265

Organized under the Laws of

Ohio

State of Domicile or Port of Entry

Ohio

Country of Domicile

United States

Licensed as business type:

Life, Accident & Health []

Property/Casualty []

Hospital, Medical & Dental Service or Indemnity []

Dental Service Corporation []

Vision Service Corporation []

Health Maintenance Organization [X]

Other []

Is HMO, Federally Qualified? Yes [] No [X]

Incorporated/Organized

06/12/1985

Commenced Business

10/01/1988

Statutory Home Office

230 North Main Street

(Street and Number)

,

Dayton, OH, US 45402

(City or Town, State, Country and Zip Code)

Main Administrative Office

230 North Main Street

(Street and Number)

Dayton, OH, US 45402

(City or Town, State, Country and Zip Code)

937-531-3300

(Area Code) (Telephone Number)

Mail Address

PO Box 8738

(Street and Number or P.O. Box)

,

Dayton, OH, US 45401-8738

(City or Town, State, Country and Zip Code)

Primary Location of Books and Records

230 North Main Street

(Street and Number)

Dayton, OH, US 45402

(City or Town, State, Country and Zip Code)

937-531-2159

(Area Code) (Telephone Number) (Extension)

Internet Web Site Address

www.caresource.com

Statutory Statement Contact

Dawn Huff

(Name)

,

937-531-2957

(Area Code) (Telephone Number) (Extension)

Dawn.Huff@caresource.com

(E-Mail Address)

(Fax Number)

OFFICERS

Name	Title	Name	Title
Pamela B. Morris	President & Chief Executive Officer	L. Tarlton Thomas III	EVP, Operations and Chief Financial Officer
Stephen L. Ringel	President, Ohio Market	Craig S. Thiele M.D.	Chief Medical Officer

OTHER OFFICERS

DIRECTORS OR TRUSTEES

Pamela B. Morris	Michael E. Ervin M.D.	William F. Marsteller D.C.	Gary L. LeRoy M.D.
Craig Brown	Ellen S. Leffak	Douglas A. Fecher	David T. Miller
David Kaelber M.D.			

State of Ohio.

County of Montgomery.

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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.

Craig Thiele M.D.

Chief Medical Officer

L. Tarlton Thomas III

EVP, Operations and Chief Financial Officer

Stephen L. Ringel

President, Ohio Market

Subscribed and sworn to before me this

day of

a. Is this an original filing? Yes [] No [X]

b. If no:

1. State the amendment number 1

2. Date filed 04/18/2017

3. Number of pages attached 32

CASH FLOW

Cash from Operations		1 Current Year	2 Prior Year
1. Premiums collected net of reinsurance		7,039,436,468	6,734,311,866
2. Net investment income		33,154,191	25,397,157
3. Miscellaneous income		40,493,753	(6,344,403)
4. Total (Lines 1 through 3)		7,113,084,412	6,753,364,620
5. Benefit and loss related payments		6,298,378,342	5,916,232,984
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts0
7. Commissions, expenses paid and aggregate write-ins for deductions		1,020,875,635	844,797,316
8. Dividends paid to policyholders0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)		2,220,391	0
10. Total (Lines 5 through 9)		7,321,474,368	6,761,030,300
11. Net cash from operations (Line 4 minus Line 10)		(208,389,956)	(7,665,680)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds		253,131,347	260,413,494
12.2 Stocks		62,785,666	35,642,439
12.3 Mortgage loans0	.0
12.4 Real estate0	.0
12.5 Other invested assets0	.0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		(45,729)	(1,015)
12.7 Miscellaneous proceeds		499,116	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)		316,370,400	296,054,918
13. Cost of investments acquired (long-term only):			
13.1 Bonds		119,570,589	426,410,598
13.2 Stocks		86,220,302	36,884,437
13.3 Mortgage loans0	.0
13.4 Real estate0	.0
13.5 Other invested assets0	.0
13.6 Miscellaneous applications		1,049	535,718
13.7 Total investments acquired (Lines 13.1 to 13.6)		205,791,940	463,830,752
14. Net increase (decrease) in contract loans and premium notes0	.0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)		110,578,460	(167,775,835)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes0	.0
16.2 Capital and paid in surplus, less treasury stock		(2,000,000)	(2,000,000)
16.3 Borrowed funds0	.0
16.4 Net deposits on deposit-type contracts and other insurance liabilities0
16.5 Dividends to stockholders0	.0
16.6 Other cash provided (applied)		244,275	639,792
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)		(1,755,725)	(1,360,208)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)		(99,567,221)	(176,801,722)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year		609,875,905	786,677,628
19.2 End of year (Line 18 plus Line 19.1)		510,308,684	609,875,905