



ANNUAL STATEMENT

For the Year Ended December 31, 2020
of the Condition and Affairs of the

Vision Service Plan Insurance Company

NAIC Group Code..... 1189, 1189
(Current Period) (Prior Period)

NAIC Company Code..... 39616

Employer's ID Number..... 06-1227840

Organized under the Laws of OH

State of Domicile or Port of Entry OH

Country of Domicile US

Licensed as Business Type Property/Casualty

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

Incorporated/Organized..... June 10, 1987

Commenced Business..... July 1, 1987

Statutory Home Office

3400 Morse Crossing .. Columbus .. OH .. US .. 43219
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office

3333 Quality Drive .. Rancho Cordova .. CA .. US .. 95670
(Street and Number) (City or Town, State, Country and Zip Code)

916-851-5000
(Area Code) (Telephone Number)

Mail Address

3333 Quality Drive .. Rancho Cordova .. CA .. US .. 95670
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records

3333 Quality Drive .. Rancho Cordova .. CA .. US .. 95670
(Street and Number) (City or Town, State, Country and Zip Code)

916-851-5000
(Area Code) (Telephone Number)

Internet Web Site Address

www.vsp.com

Statutory Statement Contact

Sandy Wick
(Name)
sandy.wick@vsp.com
(E-Mail Address)

916-851-5000
(Area Code) (Telephone Number) (Extension)
916-463-9040
(Fax Number)

OFFICERS

Name	Title	Name	Title
1. Kate Alison Renwick-Espinosa	President	2. Michael Joseph Guyette	Secretary
3. Monica Renee Perez	Treasurer	4.	

OTHER

DIRECTORS OR TRUSTEES

Kate Alison Renwick-Espinosa	Michael Joseph Guyette	Thomas Allan Fessler	Bradley Nelson Garber
Daniel Joseph Schauer			

State of..... California
County of..... Sacramento

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)
Kate Alison Renwick-Espinosa	Michael Joseph Guyette	Monica Renee Perez
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me

This 3rd day of February 2021

By: Kate Alison Renwick-Espinosa, Michael Joseph Guyette, Monica Renee Perez

a. Is this an original filing?

Yes [X] No []

b. If no

1. State the amendment number

2. Date filed

3. Number of pages attached



ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	37,032,624		37,032,624	47,170,338
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	318,586,946	285,726,015	32,860,931	28,494,878
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....54,118,787, Schedule E-Part 1), cash equivalents (\$.....158,765,155, Schedule E-Part 2) and short-term investments (\$.....67,559,594, Schedule DA).....	280,443,536		280,443,536	130,343,793
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives (Schedule DB).....			0	
8. Other invested assets (Schedule BA).....			0	
9. Receivables for securities.....	110,000		110,000	25,824
10. Securities lending reinvested collateral assets (Schedule DL).....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	636,173,106	285,726,015	350,447,091	206,034,833
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	740,780		740,780	285,977
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	55,026,658	5,267,539	49,759,119	51,033,742
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....			0	
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			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.....	79,969,873	1,313,268	78,656,605	75,878,478
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	
18.2 Net deferred tax asset.....	19,792,571	2,250,979	17,541,592	1,402,266
19. Guaranty funds receivable or on deposit.....	5,129,405		5,129,405	5,470,703
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.....	4,033,318		4,033,318	2,883,652
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other-than-invested assets.....	0	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	800,865,711	294,557,801	506,307,910	342,989,651
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. TOTAL (Lines 26 and 27).....	800,865,711	294,557,801	506,307,910	342,989,651

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 through 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501.....			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 through 2503 plus 2598) (Line 25 above).....	0	0	0	0

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$.00 reinsurance ceded)	61,833,776		61,833,776	60,761,408
2. Accrued medical incentive pool and bonus amounts			0	
3. Unpaid claims adjustment expenses	1,617,197		1,617,197	1,049,683
4. Aggregate health policy reserves, including the liability of \$.00 for medical loss ratio rebate per the Public Health Service Act			0	
5. Aggregate life policy reserves			0	
6. Property/casualty unearned premium reserves			0	
7. Aggregate health claim reserves			0	
8. Premiums received in advance	81,880,430		81,880,430	6,605,490
9. General expenses due or accrued	6,966,625		6,966,625	5,877,662
10.1 Current federal and foreign income tax payable and interest thereon (including \$.00 on realized capital gains (losses))	42,797,805		42,797,805	13,138,459
10.2 Net deferred tax liability			0	
11. Ceded reinsurance premiums payable			0	
12. Amounts withheld or retained for the account of others			0	
13. Remittances and items not allocated	7,556,877		7,556,877	8,660,314
14. Borrowed money (including \$.00 current) and interest thereon \$.00 (including \$.00 current)			0	
15. Amounts due to parent, subsidiaries and affiliates	36,916,270		36,916,270	36,703,001
16. Derivatives			0	
17. Payable for securities			0	25,679
18. Payable for securities lending			0	
19. Funds held under reinsurance treaties with (\$.00 authorized reinsurers, \$.00 unauthorized reinsurers and \$.00 certified reinsurers)			0	
20. Reinsurance in unauthorized and certified (\$.00) companies			0	
21. Net adjustments in assets and liabilities due to foreign exchange rates			0	
22. Liability for amounts held under uninsured plans	3,163,083		3,163,083	2,887,531
23. Aggregate write-ins for other liabilities (including \$.00 current)	20,943,713	0	20,943,713	18,035,060
24. Total liabilities (Lines 1 to 23)	263,675,776	0	263,675,776	153,744,287
25. Aggregate write-ins for special surplus funds	XXX	XXX	0	25,540,002
26. Common capital stock	XXX	XXX	2,500,000	2,500,000
27. Preferred capital stock	XXX	XXX		
28. Gross paid in and contributed surplus	XXX	XXX	38,462,582	38,462,582
29. Surplus notes	XXX	XXX		
30. Aggregate write-ins for other-than-special surplus funds	XXX	XXX	0	0
31. Unassigned funds (surplus)	XXX	XXX	201,669,552	122,742,780
32. Less treasury stock at cost:				
32.1 .0000 shares common (value included in Line 26 \$.00)	XXX	XXX		
32.2 .0000 shares preferred (value included in Line 27 \$.00)	XXX	XXX		
33. Total capital and surplus (Lines 25 to 31 minus Line 32)	XXX	XXX	242,632,134	189,245,364
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	506,307,910	342,989,651

DETAILS OF WRITE-INS

2301. Taxes, licenses & fees	4,481,126		4,481,126	5,795,408
2302. Escheatable checks	1,467,549		1,467,549	1,126,921
2303. Other Liabilities	14,995,038		14,995,038	11,112,731
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	20,943,713	0	20,943,713	18,035,060
2501. Health Insurer Assessment	XXX	XXX		25,540,002
2502.	XXX	XXX		
2503.	XXX	XXX		
2598. Summary of remaining write-ins for Line 25 from overflow page	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	XXX	XXX	0	25,540,002
3001. Statutory Reserve	XXX	XXX		
3002.	XXX	XXX		
3003.	XXX	XXX		
3098. Summary of remaining write-ins for Line 30 from overflow page	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	XXX	XXX	0	0

STATEMENT OF REVENUE AND EXPENSES

	Current Year		Prior Year
	1 Uncovered	2 Total	3 Total
1. Member months.....	XXX.....	203,354,559	202,160,248
2. Net premium income (including \$.....0 non-health premium income).....	XXX.....	1,249,625,234	1,296,446,804
3. Change in unearned premium reserves and reserve for rate credits.....	XXX.....		
4. Fee-for-service (net of \$.....261,383,357 medical expenses).....	XXX.....	60,631,112	38,922,687
5. Risk revenue.....	XXX.....	11,694,815	3,744,963
6. Aggregate write-ins for other health care related revenues.....	XXX.....	0	0
7. Aggregate write-ins for other non-health revenues.....	XXX.....	0	0
8. Total revenues (Lines 2 to 7).....	XXX.....	1,321,951,161	1,339,114,454
Hospital and Medical:			
9. Hospital/medical benefits.....			
10. Other professional services.....		897,269,836	1,003,223,865
11. Outside referrals.....			
12. Emergency room and out-of-area.....			
13. Prescription drugs.....			
14. Aggregate write-ins for other hospital and medical.....	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts.....			
16. Subtotal (Lines 9 to 15).....	0	897,269,836	1,003,223,865
Less:			
17. Net reinsurance recoveries.....			
18. Total hospital and medical (Lines 16 minus 17).....	0	897,269,836	1,003,223,865
19. Non-health claims (net).....			
20. Claims adjustment expenses, including \$.....0 cost containment expenses.....		29,515,762	23,157,601
21. General administrative expenses.....		232,001,666	229,146,897
22. Increase in reserves for life and accident and health contracts including \$.....0 increase in reserves for life only).....			
23. Total underwriting deductions (Lines 18 through 22).....	0	1,158,787,264	1,255,528,363
24. Net underwriting gain or (loss) (Lines 8 minus 23).....	XXX.....	163,163,897	83,586,091
25. Net investment income earned (Exhibit of Net Investment Income, Line 17).....		1,974,156	4,036,325
26. Net realized capital gains or (losses) less capital gains tax of \$.....97,602.....		367,170	1,603,318
27. Net investment gains or (losses) (Lines 25 plus 26).....	0	2,341,326	5,639,643
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$....838,767)].....		(838,767)	(333,133)
29. Aggregate write-ins for other income or expenses.....	0	0	0
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.....	164,666,456	88,892,601
31. Federal and foreign income taxes incurred.....	XXX.....	56,452,453	17,790,362
32. Net income (loss) (Lines 30 minus 31).....	XXX.....	108,214,003	71,102,239

DETAILS OF WRITE-INS			
0601.	XXX.....		
0602.	XXX.....		
0603.	XXX.....		
0698. Summary of remaining write-ins for Line 6 from overflow page.....	XXX.....	0	0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above).....	XXX.....	0	0
0701.	XXX.....		
0702.	XXX.....		
0703.	XXX.....		
0798. Summary of remaining write-ins for Line 7 from overflow page.....	XXX.....	0	0
0799. Totals (Lines 0701 through 0703 plus 0798) (Line 7 above).....	XXX.....	0	0
1401.			
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above).....	0	0	0
2901.			
2902.			
2903.			
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above).....	0	0	0

STATEMENT OF REVENUE AND EXPENSES (Continued)

CAPITAL AND SURPLUS ACCOUNT	1 Current Year	2 Prior Year
33. Capital and surplus prior reporting period.....	189,245,364	196,762,204
34. Net income or (loss) from Line 32.....	108,214,003	71,102,239
35. Change in valuation basis of aggregate policy and claim reserves.....		
36. Change in net unrealized capital gains and (losses) less capital gains tax of \$....226,235.....	853,248	240,949
37. Change in net unrealized foreign exchange capital gain or (loss).....		
38. Change in net deferred income tax.....	16,912,517	(174,903)
39. Change in nonadmitted assets.....	(2,592,998)	(31,685,125)
40. Change in unauthorized and certified reinsurance.....		
41. Change in treasury stock.....		
42. Change in surplus notes.....		
43. Cumulative effect of changes in accounting principles.....		
44. Capital changes:		
44.1 Paid in.....		
44.2 Transferred from surplus (Stock Dividend).....		
44.3 Transferred to surplus.....		
45. Surplus adjustments:		
45.1 Paid in.....		
45.2 Transferred to capital (Stock Dividend).....		
45.3 Transferred from capital.....		
46. Dividends to stockholders.....	(70,000,000)	(47,000,000)
47. Aggregate write-ins for gains or (losses) in surplus.....	0	0
48. Net change in capital and surplus (Lines 34 to 47).....	53,386,770	(7,516,840)
49. Capital and surplus end of reporting period (Line 33 plus 48).....	242,632,134	189,245,364

DETAILS OF WRITE-INS

4701.		
4702.		
4703.		
4798. Summary of remaining write-ins for Line 47 from overflow page.....	0	0
4799. Totals (Lines 4701 through 4703 plus 4798) (Line 47 above).....	0	0

Vision Service Plan Insurance Company
CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	1,322,701,672	1,295,374,240
2. Net investment income.....	1,496,614	4,119,467
3. Miscellaneous income.....	72,325,927	42,667,650
4. Total (Lines 1 through 3).....	1,396,524,213	1,342,161,357
5. Benefit and loss related payments.....	896,197,468	1,003,522,675
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	260,380,015	249,476,932
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	26,890,709	23,039,727
10. Total (Lines 5 through 9).....	1,183,468,192	1,276,039,334
11. Net cash from operations (Line 4 minus Line 10).....	213,056,021	66,122,023
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	29,682,000	29,702,672
12.2 Stocks.....	16,902,361	7,036,777
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.....		11,876
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	46,584,361	36,751,325
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	19,518,058	22,149,206
13.2 Stocks.....	17,872,892	40,652,103
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....	109,855	25,824
13.7 Total investments acquired (Lines 13.1 to 13.6).....	37,500,805	62,827,132
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	9,083,556	(26,075,807)
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.....	70,000,000	47,000,000
16.6 Other cash provided (applied).....	(2,039,834)	18,336,601
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(72,039,834)	(28,663,399)
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).....	150,099,743	11,382,817
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	130,343,793	118,960,977
19.2 End of year (Line 18 plus Line 19.1).....	280,443,536	130,343,793

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

20.0001
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UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS

		1	2	3	4
Line of Business		Direct Business	Reinsurance Assumed	Reinsurance Ceded	Net Premium Income (Cols. 1 + 2 - 3)
1.	Comprehensive (hospital and medical).....				.....0
2.	Medicare Supplement.....				.....0
3.	Dental only.....				.....0
4.	Vision only.....	.....1,101,217,465			.....1,101,217,465
5.	Federal Employees Health Benefits Plan.....	.....148,407,769			.....148,407,769
6.	Title XVIII - Medicare.....				.....0
7.	Title XIX - Medicaid.....				.....0
8.	Other health.....				.....0
9.	Health subtotal (Lines 1 through 8).....	.....1,249,625,234	.....0	.....0	.....1,249,625,234
10.	Life.....				.....0
11.	Property/casualty.....				.....0
12.	Totals (Lines 9 to 11).....	.....1,249,625,234	.....0	.....0	.....1,249,625,234

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - CLAIMS INCURRED DURING THE YEAR

	1	2	3	4	5	6	7	8	9	10
	Total	Comprehensive (Hospital and Medical)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other Health	Other Non-Health
1. Payments during the year:										
1.1 Direct.....	896,197,468				781,403,848	114,793,620				
1.2 Reinsurance assumed.....	0									
1.3 Reinsurance ceded.....	0									
1.4 Net.....	896,197,468	0	0	0	781,403,848	114,793,620	0	0	0	0
2. Paid medical incentive pools and bonuses.....	0									
3. Claim liability December 31, current year from Part 2A:										
3.1 Direct.....	61,833,776				54,490,284	7,343,492				
3.2 Reinsurance assumed.....	0									
3.3 Reinsurance ceded.....	0									
3.4 Net.....	61,833,776	0	0	0	54,490,284	7,343,492	0	0	0	0
4. Claim reserve December 31, current year from Part 2D:										
4.1 Direct.....	0									
4.2 Reinsurance assumed.....	0									
4.3 Reinsurance ceded.....	0									
4.4 Net.....	0	0	0	0	0	0	0	0	0	0
5. Accrued medical incentive pools and bonuses, current year.....	0									
6. Net healthcare receivables (a).....	0									
7. Amounts recoverable from reinsurers December 31, current year.....	0									
8. Claim liability December 31, prior year from Part 2A:										
8.1 Direct.....	60,761,408				54,303,183	6,458,225				
8.2 Reinsurance assumed.....	0									
8.3 Reinsurance ceded.....	0									
8.4 Net.....	60,761,408	0	0	0	54,303,183	6,458,225	0	0	0	0
9. Claim reserve December 31, prior year from Part 2D:										
9.1 Direct.....	0									
9.2 Reinsurance assumed.....	0									
9.3 Reinsurance ceded.....	0									
9.4 Net.....	0	0	0	0	0	0	0	0	0	0
10. Accrued medical incentive pools and bonuses, prior year.....	0									
11. Amounts recoverable from reinsurers December 31, prior year.....	0									
12. Incurred benefits:										
12.1 Direct.....	897,269,836	0	0	0	781,590,949	115,678,887	0	0	0	0
12.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0
12.3 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0
12.4 Net.....	897,269,836	0	0	0	781,590,949	115,678,887	0	0	0	0
13. Incurred medical incentive pools and bonuses.....	0	0	0	0	0	0	0	0	0	0

(a) Excludes \$.00 loans or advances to providers not yet expensed.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - CLAIMS LIABILITY END OF CURRENT YEAR

	1	2	3	4	5	6	7	8	9	10
	Total	Comprehensive (Medical and Hospital)	Medicare Supplement	Dental Only	Vision Only	Federal Employees Health Benefits Plan	Title XVIII Medicare	Title XIX Medicaid	Other Health	Other Non-Health
1. Reported in process of adjustment:										
1.1 Direct.....	22,130,175				19,501,955	2,628,220				
1.2 Reinsurance assumed.....	0									
1.3 Reinsurance ceded.....	0									
1.4 Net.....	22,130,175	0	0	0	19,501,955	2,628,220	0	0	0	0
2. Incurred but unreported:										
2.1 Direct.....	39,703,601				34,988,329	4,715,272				
2.2 Reinsurance assumed.....	0									
2.3 Reinsurance ceded.....	0									
2.4 Net.....	39,703,601	0	0	0	34,988,329	4,715,272	0	0	0	0
3. Amounts withheld from paid claims and capitations:										
3.1 Direct.....	0									
3.2 Reinsurance assumed.....	0									
3.3 Reinsurance ceded.....	0									
3.4 Net.....	0	0	0	0	0	0	0	0	0	0
4. Totals:										
4.1 Direct.....	61,833,776	0	0	0	54,490,284	7,343,492	0	0	0	0
4.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0
4.4 Net.....	61,833,776	0	0	0	54,490,284	7,343,492	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2B - ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid During the Year		Claim Reserve and Claim Liability December 31 of Current Year		5	6
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid December 31 of Prior Year	4 On Claims Incurred During the Year	Claims Incurred in Prior Years (Columns 1 + 3)	Estimated Claim Reserve and Claim Liability December 31 of Prior Year
1. Comprehensive (hospital and medical).....					0	
2. Medicare Supplement.....					0	
3. Dental only.....					0	
4. Vision only.....	49,756,473	740,700,759		54,490,284	49,756,473	54,303,183
5. Federal Employees Health Benefits Plan.....	5,918,220	99,822,016		7,343,492	5,918,220	6,458,225
6. Title XVIII - Medicare.....					0	
7. Title XIX - Medicaid.....					0	
8. Other health.....					0	
9. Health subtotal (Lines 1 to 8).....	55,674,693	840,522,775	0	61,833,776	55,674,693	60,761,408
10. Healthcare receivables (a).....					0	
11. Other non-health.....					0	
12. Medical incentive pools and bonus amounts.....					0	
13. Totals (Lines 9 - 10 + 11 + 12).....	55,674,693	840,522,775	0	61,833,776	55,674,693	60,761,408

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED CLAIMS

(000 Omitted)

SECTION A - PAID HEALTH CLAIMS - GRAND TOTAL

Year in Which Losses Were Incurred	Cumulative Net Amounts Paid				
	1 2016	2 2017	3 2018	4 2019	5 2020
1. Prior.....	717,849	717,849	717,849	717,849	717,849
2. 2016.....	671,994	820,228	820,228	820,228	820,228
3. 2017.....	XXX	769,192	865,582	865,582	865,582
4. 2018.....	XXX	XXX	810,223	966,004	966,004
5. 2019.....	XXX	XXX	XXX	947,934	1,003,608
6. 2020.....	XXX	XXX	XXX	XXX	840,523

SECTION B - INCURRED HEALTH CLAIMS - GRAND TOTAL

Year in Which Losses Were Incurred	Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
	1 2016	2 2017	3 2018	4 2019	5 2020
1. Prior.....	717,849	717,849	717,849	717,849	717,849
2. 2016.....	822,013	820,228	820,228	820,228	820,228
3. 2017.....	XXX	864,796	865,582	865,582	865,582
4. 2018.....	XXX	XXX	971,475	966,004	966,004
5. 2019.....	XXX	XXX	XXX	1,008,695	1,003,608
6. 2020.....	XXX	XXX	XXX	XXX	902,357

SECTION C - INCURRED YEAR HEALTH CLAIM AND CLAIM ADJUSTMENT EXPENSE RATIO - GRAND TOTAL

Years in Which Premiums were Earned and Claims were Incurred	1 Premiums Earned	2 Claim Payments	3 Claim Adjustment Expense Payments	4 Percent (Col. 3/2)	5 Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6 Percent (Col. 5/1)	7 Claims Unpaid	8 Unpaid Claim Adjustment Expense	9 Total Claims and Claims Adjustment Expense Incurred (Col. 5 + 7 + 8)	10 Percent (Col. 9/1)
1. 2016.....	939,996	820,228	18,069	2.2	838,297	89.2			838,297	89.2
2. 2017.....	1,085,831	865,582	27,812	3.2	893,394	82.3			893,394	82.3
3. 2018.....	1,136,110	966,004	23,140	2.4	989,144	87.1			989,144	87.1
4. 2019.....	1,296,447	1,003,608	32,627	3.3	1,036,235	79.9			1,036,235	79.9
5. 2020.....	1,249,625	840,523	29,755	3.5	870,278	69.6	61,834	1,617	933,729	74.7

Underwriting and Investment Ex. - Pt. 2C - Development of Paid Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Incurred Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development Ratio Incurred Year Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Paid Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Incurred Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development Ratio Incurred Year Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Paid Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Incurred Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development Ratio Incurred Year Health Claims
NONE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2C - DEVELOPMENT OF PAID AND INCURRED CLAIMS

(\$000 Omitted)

SECTION A - PAID HEALTH CLAIMS - VISION ONLY

Year in Which Losses Were Incurred	Cumulative Net Amounts Paid				
	1 2016	2 2017	3 2018	4 2019	5 2020
1. Prior.....	717,849	717,849	717,849	717,849	717,849
2. 2016.....	671,994	820,228	820,228	820,228	820,228
3. 2017.....	.XXX.	769,192	865,582	865,582	865,582
4. 2018.....	.XXX.	.XXX.	810,223	966,004	966,004
5. 2019.....	.XXX.	.XXX.	.XXX.	947,934	1,003,608
6. 2020.....	.XXX.	.XXX.	.XXX.	.XXX.	840,523

SECTION B - INCURRED HEALTH CLAIMS - VISION ONLY

Year in Which Losses Were Incurred	Sum of Cumulative Net Amount Paid and Claim Liability, Claim Reserve and Medical Incentive Pool and Bonuses Outstanding at End of Year				
	1 2016	2 2017	3 2018	4 2019	5 2020
1. Prior.....	717,849	717,849	717,849	717,849	717,849
2. 2016.....	822,013	820,228	820,228	820,228	820,228
3. 2017.....	.XXX.	864,796	865,582	865,582	865,582
4. 2018.....	.XXX.	.XXX.	971,475	966,004	966,004
5. 2019.....	.XXX.	.XXX.	.XXX.	1,008,695	1,003,608
6. 2020.....	.XXX.	.XXX.	.XXX.	.XXX.	902,357

SECTION C - INCURRED YEAR HEALTH CLAIM AND CLAIM ADJUSTMENT EXPENSE RATIO - VISION ONLY

Years in Which Premiums were Earned and Claims were Incurred	1 Premiums Earned	2 Claim Payments	3 Claim Adjustment Expense Payments	4 Percent (Col. 3/2)	5 Claim and Claim Adjustment Expense Payments (Col. 2 + 3)	6 Percent (Col. 5/1)	7 Claims Unpaid	8 Unpaid Claim Adjustment Expenses	9 Total Claims and Claims Adjustment Expense Incurred (Col. 5 + 7 + 8)	10 Percent (Col. 9/1)
1. 2016.....	939,996	820,228	18,069	2.2	838,297	89.2			838,297	89.2
2. 2017.....	1,085,831	865,582	27,812	3.2	893,394	82.3			893,394	82.3
3. 2018.....	1,136,110	966,004	23,140	2.4	989,144	87.1			989,144	87.1
4. 2019.....	1,296,447	1,003,608	32,627	3.3	1,036,235	79.9			1,036,235	79.9
5. 2020.....	1,249,625	840,523	29,755	3.5	870,278	69.6	61,834	1,617	933,729	74.7

Underwriting and Investment Ex. - Pt. 2C - Development of Paid Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Incurred Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development Ratio Incurred Year Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Paid Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Incurred Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development Ratio Incurred Year Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Paid Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Incurred Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development Ratio Incurred Year Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Paid Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development of Incurred Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2C - Development Ratio Incurred Year Health Claims
NONE

Underwriting and Investment Ex. - Pt. 2D - Aggregate Reserve for A&H Contracts Only
NONE

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - ANALYSIS OF EXPENSES

	Claim Adjustment Expenses		3 General Administrative Expenses	4 Investment Expenses	5 Total
	1 Cost Containment Expenses	2 Other Claim Adjustment Expenses			
1. Rent (\$.....0 for occupancy of own building).....		2,104,632	11,926,248		14,030,880
2. Salaries, wages and other benefits.....		23,305,493	132,046,046	18,424	155,369,963
3. Commissions (less \$.....0 ceded plus \$.....0 assumed).....			34,684,200		34,684,200
4. Legal fees and expenses.....					0
5. Certifications and accreditation fees.....					0
6. Auditing, actuarial and other consulting services.....		790,686	4,571,055		5,361,741
7. Traveling expenses.....		138,664	785,765		924,429
8. Marketing and advertising.....		2,116,275	11,992,224		14,108,499
9. Postage, express and telephone.....		917,761	5,200,643		6,118,404
10. Printing and office supplies.....		293,988	1,665,933		1,959,921
11. Occupancy, depreciation and amortization.....		2,056,887	11,655,695		13,712,582
12. Equipment.....		3,606,257	20,429,064	6,390	24,041,711
13. Cost or depreciation of EDP equipment and software.....					0
14. Outsourced services including EDP, claims, and other services.....		1,678,227	9,509,951		11,188,178
15. Boards, bureaus and association fees.....		249,657	1,414,721		1,664,378
16. Insurance, except on real estate.....		222,559	1,261,168		1,483,727
17. Collection and bank service charges.....					0
18. Group service and administration fees.....					0
19. Reimbursements by uninsured plans.....		(8,569,156)	(67,363,031)		(75,932,187)
20. Reimbursements from fiscal intermediaries.....					0
21. Real estate expenses.....					0
22. Real estate taxes.....					0
23. Taxes, licenses and fees:					
23.1 State and local insurance taxes.....			(207,828)		(207,828)
23.2 State premium taxes.....			19,672,168		19,672,168
23.3 Regulatory authority licenses and fees.....			630,958		630,958
23.4 Payroll taxes.....					0
23.5 Other (excluding federal income and real estate taxes).....			24,436,040		24,436,040
24. Investment expenses not included elsewhere.....					0
25. Aggregate write-ins for expenses.....	0	603,832	7,690,646	0	8,294,478
26. Total expenses incurred (Lines 1 to 25).....	0	29,515,762	232,001,666	24,814	(a) 261,542,242
27. Less expenses unpaid December 31, current year.....		1,617,197	6,966,625		8,583,822
28. Add expenses unpaid December 31, prior year.....		1,049,683	5,877,662		6,927,345
29. Amounts receivable relating to uninsured plans, prior year.....		76,764,072			76,764,072
30. Amounts receivable relating to uninsured plans, current year.....		79,969,872			79,969,872
31. Total expenses paid (Lines 26 minus 27 plus 28 minus 29 plus 30).....	0	32,154,048	230,912,703	24,814	263,091,565

DETAILS OF WRITE-INS

2501. Miscellaneous.....		603,832	7,690,646		8,294,478
2502.					0
2503.					0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0	0
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above).....	0	603,832	7,690,646	0	8,294,478

(a) Includes management fees of \$.....253,899,459 to affiliates and \$.....0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds.....	(a).....10,906	.....9,584
1.1	Bonds exempt from U.S. tax.....	(a).....	.....
1.2	Other bonds (unaffiliated).....	(a).....869,331	.....866,731
1.3	Bonds of affiliates.....	(a).....	.....
2.1	Preferred stocks (unaffiliated).....	(b).....	.....
2.11	Preferred stocks of affiliates.....	(b).....	.....
2.2	Common stocks (unaffiliated).....	.....467,546	.....481,984
2.21	Common stocks of affiliates.....	.....	.....
3.	Mortgage loans.....	(c).....	.....
4.	Real estate.....	(d).....	.....
5.	Contract loans.....	.....	.....
6.	Cash, cash equivalents and short-term investments.....	(e).....1,187,020	.....1,221,177
7.	Derivative instruments.....	(f).....	.....
8.	Other invested assets.....	.....	.....
9.	Aggregate write-ins for investment income.....	.....300,566	.....300,566
10.	Total gross investment income.....	.....2,835,369	.....2,880,042
11.	Investment expenses.....		(g).....24,814
12.	Investment taxes, licenses and fees, excluding federal income taxes.....		(g).....
13.	Interest expense.....		(h).....
14.	Depreciation on real estate and other invested assets.....		(i).....0
15.	Aggregate write-ins for deductions from investment income.....		.....881,072
16.	Total deductions (Lines 11 through 15).....		.....905,886
17.	Net investment income (Line 10 minus Line 16).....		.....1,974,156

DETAILS OF WRITE-INS

0901.	Interest earned on bank accounts.....	.....300,566	.....300,566
0902.	.....	.....	.....
0903.	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....300,566	.....300,566
1501.	Management Fees.....		.....881,072
1502.	.....		.....
1503.	.....		.....
1598.	Summary of remaining write-ins for Line 15 from overflow page.....		.....0
1599.	Totals (Lines 1501 through 1503 plus 1598) (Line 15 above).....		.....881,072
(a)	Includes \$.....73,626 accrual of discount less \$.....50,886 amortization of premium and less \$.....58,292 paid for accrued interest on purchases.		
(b)	Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.		
(c)	Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.		
(d)	Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.		
(e)	Includes \$.....883,255 accrual of discount less \$.....271,170 amortization of premium and less \$.....359,790 paid for accrued interest on purchases.		
(f)	Includes \$.....0 accrual of discount less \$.....0 amortization of premium.		
(g)	Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.		
(h)	Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.		
(i)	Includes \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.		

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds.....	.....	.....0	.....	.....
1.1	Bonds exempt from U.S. tax.....	.....	.....0	.....	.....
1.2	Other bonds (unaffiliated).....	.....3,488	.....3,488	.....	.....
1.3	Bonds of affiliates.....	.....	.....0	.....	.....
2.1	Preferred stocks (unaffiliated).....	.....	.....0	.....	.....
2.11	Preferred stocks of affiliates.....	.....	.....0	.....	.....
2.2	Common stocks (unaffiliated).....	.....461,284	.....461,284	.....3,681,863	.....
2.21	Common stocks of affiliates.....	.....	.....0	.....(2,602,381)	.....
3.	Mortgage loans.....	.....	.....0	.....	.....
4.	Real estate.....	.....	.....0	.....	.....
5.	Contract loans.....	.....	.....0	.....	.....
6.	Cash, cash equivalents and short-term investments.....	.....	.....0	.....	.....
7.	Derivative instruments.....	.....	.....0	.....	.....
8.	Other invested assets.....	.....	.....0	.....	.....
9.	Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0
10.	Total capital gains (losses).....	.....464,772	.....0	.....464,772	.....1,079,482

DETAILS OF WRITE-INS

0901.	.....	.....	.....0	.....	.....
0902.	.....	.....	.....0	.....	.....
0903.	.....	.....	.....0	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page...	.....0	.....0	.....0	.....0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....0	.....0	.....0	.....0

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....			0
2.2 Common stocks.....	285,726,015	287,580,772	1,854,757
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....			0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....			0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale.....			0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			0
6. Contract loans.....			0
7. Derivatives (Schedule DB).....			0
8. Other invested assets (Schedule BA).....			0
9. Receivables for securities.....			0
10. Securities lending reinvested collateral assets (Schedule DL).....			0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	285,726,015	287,580,772	1,854,757
13. Title plants (for Title insurers only).....			0
14. Investment income due and accrued.....			0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	5,267,539	1,794,414	(3,473,125)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			0
15.3 Accrued retrospective premiums and contracts subject to redetermination.....			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.....	1,313,268	885,594	(427,674)
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0
18.2 Net deferred tax asset.....	2,250,979	1,704,023	(546,956)
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
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0
23. Receivables from parent, subsidiaries and affiliates.....			0
24. Health care and other amounts receivable.....			0
25. Aggregate write-ins for other-than-invested assets.....	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	294,557,801	291,964,803	(2,592,998)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0
28. TOTALS (Lines 26 and 27).....	294,557,801	291,964,803	(2,592,998)

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
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0
2501.			0
2502.			0
2503.			0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	0	0	0

EXHIBIT 1 - ENROLLMENT BY PRODUCT TYPE FOR HEALTH BUSINESS ONLY

Source of Enrollment	Total Members at End of					6 Current Year Member Months
	1 Prior Year	2 First Quarter	3 Second Quarter	4 Third Quarter	5 Current Year	
1. Health maintenance organizations.....						
2. Provider service organizations.....						
3. Preferred provider organizations.....						
4. Point of service.....						
5. Indemnity only.....						
6. Aggregate write-ins for other lines of business.....	16,881,064	17,375,371	16,849,679	16,640,478	16,588,752	203,354,559
7. Total.....	16,881,064	17,375,371	16,849,679	16,640,478	16,588,752	203,354,559

DETAILS OF WRITE-INS

0601. Prepaid vision.....	16,881,064	17,375,371	16,849,679	16,640,478	16,588,752	203,354,559
0602.						
0603.						
0698. Summary of remaining write-ins for Line 6 from overflow page.....	0	0	0	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above).....	16,881,064	17,375,371	16,849,679	16,640,478	16,588,752	203,354,559

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

This statement has been completed in accordance with the Accounting Practices and Procedures Manual. The Company does not employ accounting practices that depart from the Manual.

	SSAP #	F/S Page	F/S Line #	2020	2019
NET INCOME					
(1) Company state basis (Page 4, Line 32, Columns 2 & 3)	XXX	XXX	XXX	\$ 108,214,003	\$ 71,102,239
(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP					
				\$	\$
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP					
				\$	\$
(4) NAIC SAP (1 – 2 – 3 = 4)	XXX	XXX	XXX	\$ 108,214,003	\$ 71,102,239
SURPLUS					
(5) Company state basis (Page 3, Line 33, Columns 3 & 4)	XXX	XXX	XXX	\$ 242,632,134	\$ 189,245,364
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP					
				\$	\$
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP					
				\$	\$
(8) NAIC SAP (5 – 6 – 7 = 8)	XXX	XXX	XXX	\$ 242,632,134	\$ 189,245,364

B. Use of Estimates in the Preparation of the Financial Statement

The preparation of financial statements in conformity with the Annual Statement Instructions and Accounting Practices and Procedures manual requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

C. Accounting Policy

Premiums are recognized over the period of coverage and are generally based on the number of eligible participants. Receivables and related premiums are estimated based on the most recent eligibility received from clients under the program. Net revenue relating to uninsured plans is recorded as an offset to claims adjustment expenses and general administrative expenses. In addition, the Company uses the following accounting policies:

- (1) Basis for Short-Term Investments
Short-term investments are stated at amortized cost.
- (2) Basis for Bonds and Amortization Schedule
Bonds are stated at amortized cost using the interest method.
- (3) Basis for Common Stocks
Stocks are stated at market value except investments in affiliated entities are recorded based on U.S. GAAP equity of the investees.
- (4) Basis for Preferred Stocks
The Company has no preferred stock.
- (5) Basis for Mortgage Loans
The Company has no mortgaged loans.
- (6) Basis for Loan-Backed Securities and Adjustment Methodology
Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair market value. The retrospective adjustment method is used to value all securities.
- (7) Accounting Policies for Investments in Subsidiaries, Controlled and Affiliated Entities
The Company carries its investments in Eyefinity, VSP Holding, Independent Eye Care MSO and VSP Optical Group at U.S. GAAP equity. The Company treats these investments as non-admitted assets since stand alone audits of the financial statements are not performed.
- (8) Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities
The Company has no investments in Joint Ventures, Partnerships and Limited Liability Companies.
- (9) Accounting Policies for Derivatives
The Company has no derivatives.
- (10) Anticipated Investment Income Used in Premium Deficiency Calculation
The Company does not utilize anticipated investment income as a factor in the calculation of premium deficiency.
- (11) Management's Policies and Methodologies for Estimating Liabilities for Losses and Loss/Claim Adjustment Expenses
Claims unpaid and related expenses represent the estimated liability for claims reported to the Company, claims incurred but not yet reported and unpaid claims adjustment expenses.
- (12) Changes in the Capitalization Policy and Predefined Thresholds from Prior Period
The Company has not modified its capitalization policy from the prior period.
- (13) Method Used to Estimate Pharmaceutical Rebate Receivables
The Company does not have pharmaceutical rebate receivables.

NOTES TO FINANCIAL STATEMENTS

D. Going Concern

Management evaluated whether there are conditions and events that raise substantial doubt about the Company’s ability to continue as a going concern within one year after the date that the financial statements are issued. Management’s evaluation was based only on relevant conditions and events that were known and reasonably knowable at the date that the financial statements are issued. Based on the evaluation, the Company is more than able to meet all known obligations at the date that the financial statements are issued, therefore, no conditions or events raise substantial doubt about the Company’s ability to continue as a going concern.

Note 2 – Accounting Changes and Corrections of Errors

There were no material changes in accounting principles and/or correction of errors.

Note 3 – Business Combinations and Goodwill

Not Applicable

Note 4 – Discontinued Operations

Not Applicable

Note 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
 - (1) Description of Sources Used to Determine Prepayment Assumptions
Prepayment assumptions for mortgage-backed/asset-backed securities were obtained from an external pricing service.
- E. Dollar Repurchase Agreements and/or Securities Lending Transactions - Not Applicable
- F. Repurchase Agreements Transactions Accounted for as Secured Borrowing - Not Applicable
- G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing - Not Applicable
- H. Repurchase Agreements Transactions Accounted for as a Sale - Not Applicable
- I. Reverse Repurchase Agreements Transactions Accounted for as a Sale - Not Applicable
- J. Real Estate - Not Applicable
- K. Low-Income Housing Tax Credits (LIHTC) - Not Applicable

NOTES TO FINANCIAL STATEMENTS

L. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	1 Total Gross (Admitted & Nonadmitted) Restricted from Current Year	2 Total Gross (Admitted & Nonadmitted) Restricted from Prior Year	3 Increase (Decrease) (1 minus 2)	4 Total Current Year Nonadmitted Restricted	5 Total Current Year Admitted Restricted (1 minus 4)	6 Gross (Admitted & Nonadmitted) Restricted to Total Assets (a)	7 Additional Restricted to Total Admitted Assets (b)
a. Subject to contractual obligation for which liability is not shown	\$	\$	\$	\$	\$	%	%
b. Collateral held under security lending arrangements						%	%
c. Subject to repurchase agreements						%	%
d. Subject to reverse repurchase agreements						%	%
e. Subject to dollar repurchase agreements						%	%
f. Subject to dollar reverse repurchase agreements						%	%
g. Placed under option contracts						%	%
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock						%	%
i. FHLB capital stock						%	%
j. On deposit with states	4,085,668	4,352,069	(266,401)		4,085,668	0.5%	0.8%
k. On deposit with other regulatory bodies						%	%
l. Pledged as collateral to FHLB (including assets backing funding agreements)						%	%
m. Pledged as collateral not captured in other categories						%	%
n. Other restricted assets						%	%
o. Total Restricted Assets	\$ 4,085,668	\$ 4,352,069	\$ (266,401)	\$	\$ 4,085,668	0.5%	0.8%

(a) Column 1 divided by Asset Page, Column 1, Line 28

(b) Column 5 divided by Asset Page, Column 1, Line 28

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, are Reported in the Aggregate)

Not Applicable

(3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, such as Reinsurance and Derivatives, are Reported in the Aggregate)

Not Applicable

(4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

Not Applicable

M. Working Capital Finance Investments - Not Applicable

N. Offsetting and Netting of Assets and Liabilities - Not Applicable

O. 5GI Securities - Not Applicable

P. Short Sales - Not Applicable

Q. Prepayment Penalty and Acceleration Fees - Not Applicable

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

Not Applicable

Note 7 – Investment Income

Not Applicable

Note 8 – Derivative Instruments

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 9 – Income Taxes

A. Deferred Tax Assets/(Liabilities)

1. Components of Net Deferred Tax Asset/(Liability)

	2020			2019			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	\$ 20,809,629	\$ 2,250,979	\$ 23,060,608	\$ 3,968,785	\$ 1,704,023	\$ 5,672,808	\$ 16,840,844	\$ 546,956	\$ 17,387,800
b. Statutory valuation allowance adjustment									
c. Adjusted gross deferred tax assets (1a-1b)	\$ 20,809,629	\$ 2,250,979	\$ 23,060,608	\$ 3,968,785	\$ 1,704,023	\$ 5,672,808	\$ 16,840,844	\$ 546,956	\$ 17,387,800
d. Deferred tax assets nonadmitted		2,250,979	2,250,979		1,704,023	1,704,023		546,956	546,956
e. Subtotal net admitted deferred tax asset (1c-1d)	\$ 20,809,629	\$	\$ 20,809,629	\$ 3,968,785	\$	\$ 3,968,785	\$ 16,840,844	\$	\$ 16,840,844
f. Deferred tax liabilities	1,077,175	2,190,862	3,268,037	1,148,848	1,417,671	2,566,519	(71,673)	773,191	701,518
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 19,732,454	\$ (2,190,862)	\$ 17,541,592	\$ 2,819,937	\$ (1,417,671)	\$ 1,402,266	\$ 16,912,517	\$ (773,191)	\$ 16,139,326

2. Admission Calculation Components SSAP No. 101

	2020			2019			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 20,809,629	\$	\$ 20,809,629	\$ 3,968,785	\$	\$ 3,968,785	\$ 16,840,844	\$	\$ 16,840,844
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below)									
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date									
2. Adjusted gross deferred tax assets allowed per limitation threshold			33,763,581			28,176,465			5,587,116
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities									
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c))	\$ 20,809,629	\$	\$ 20,809,629	\$ 3,968,785	\$	\$ 3,968,785	\$ 16,840,844	\$	\$ 16,840,844

3. Other Admissibility Criteria

	2020	2019
a. Ratio percentage used to determine recovery period and threshold limitation amount	827.0%	603.0%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 225,090,542	\$ 187,843,098

NOTES TO FINANCIAL STATEMENTS

4. Impact of Tax Planning Strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.

	2020		2019		Change	
	1	2	3	4	5	6
	Ordinary	Capital	Ordinary	Capital	(Col. 1-3) Ordinary	(Col. 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 20,809,629	\$ 2,250,979	\$ 3,968,785	\$ 1,704,023	\$ 16,840,844	\$ 546,956
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	%	%	%	%	%	%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 20,809,629		\$ 3,968,785		\$ 16,840,844	\$
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	%	%	%	%	%	%

(b) Does the company’s tax planning strategies include the use of reinsurance? NO

B. Deferred Tax Liabilities Not Recognized

There are no temporary differences for which a DTL has not been established.

C. Current and Deferred Income Taxes

1. Current Income Tax

	1	2	3
	2020	2019	(Col 1-2) Change
a. Federal	\$ 55,393,343	\$ 16,773,186	\$ 38,620,157
b. Foreign	\$	\$	\$
c. Subtotal	\$ 55,393,343	\$ 16,773,186	\$ 38,620,157
d. Federal income tax on net capital gains	\$ 97,602	\$ 426,198	\$ (328,596)
e. Utilization of capital loss carry-forwards	\$	\$	\$
f. Other	\$ 1,059,110	\$ 1,017,176	\$ 41,934
g. Federal and Foreign income taxes incurred	\$ 56,550,055	\$ 18,216,560	\$ 38,333,495

NOTES TO FINANCIAL STATEMENTS

2. Deferred Tax Assets

	1	2	3
	2020	2019	(Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	\$ 1,764,013	\$ 1,528,551	\$ 235,462
2. Unearned premium reserve	17,414,960	1,525,821	15,889,139
3. Policyholder reserves	-		
4. Investments	-		
5. Deferred acquisition costs	-		
6. Policyholder dividends accrual	-		
7. Fixed assets	-		
8. Compensation and benefits accrual	-		
9. Pension accrual	-		
10. Receivables - nonadmitted	1,381,969	562,802	819,167
11. Net operating loss carry-forward	-		
12. Tax credit carry-forward	-		
13. Other (items <=5% and >5% of total ordinary tax assets)	248,687	351,611	(102,924)
Other (items listed individually >5%of total ordinary tax assets)			
Penn Treaty	248,687	351,611	(102,924)
99. Subtotal	\$ 20,809,629	\$ 3,968,785	\$ 16,840,844
b. Statutory valuation allowance adjustment			
c. Nonadmitted			
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 20,809,629	\$ 3,968,785	\$ 16,840,844
e. Capital:			
1. Investments	\$ 2,250,979	\$ 1,704,023	\$ 546,956
2. Net capital loss carry-forward			
3. Real estate			
4. Other (items <=5% and >5% of total capital tax assets)			
Other (items listed individually >5% of total capital tax assets)			
99. Subtotal	\$ 2,250,979	\$ 1,704,023	\$ 546,956
f. Statutory valuation allowance adjustment			
g. Nonadmitted	2,250,979	1,704,023	546,956
h. Admitted capital deferred tax assets (2e99-2f-2g)			
i. Admitted deferred tax assets (2d+2h)	\$ 20,809,629	\$ 3,968,785	\$ 16,840,844

3. Deferred Tax Liabilities

	1	2	3
	2020	2019	(Col 1-2) Change
a. Ordinary:			
1. Investments	\$	\$	\$
2. Fixed assets			
3. Deferred and uncollected premium			
4. Policyholder reserves			
5. Other (items <=5% and >5% of total ordinary tax liabilities)	1,077,175	1,148,848	(71,673)
Other (items listed individually >5% of total ordinary tax liabilities)			
Penn Treaty	1,077,175	1,148,848	(71,673)
99. Subtotal	\$ 1,077,175	\$ 1,148,848	\$ (71,673)
b. Capital:			
1. Investments	\$ 2,190,862	\$ 1,417,671	\$ 773,191
2. Real estate			
3. Other (Items <=5% and >5% of total capital tax liabilities)			
Other (items listed individually >5% of total capital tax liabilities)			
99. Subtotal	\$ 2,190,862	\$ 1,417,671	\$ 773,191
c. Deferred tax liabilities (3a99+3b99)	\$ 3,268,037	\$ 2,566,519	\$ 701,518
4. Net Deferred Tax Assets/Liabilities (2i – 3c)	\$ 17,541,592	\$ 1,402,266	\$ 16,139,326

NOTES TO FINANCIAL STATEMENTS

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate Among the more significant book to tax adjustments were the following:

	Amount	Effective Tax Rate (%)
Permanent Differences:		
Provision computed at statutory rate	\$ 34,600,452	21.0%
Change in nonadmitted assets	(819,168)	(0.5)%
Proration of tax exempt investment income		%
Tax exempt income deduction	(10,740)	%
Dividends received deduction	(49,194)	%
Disallowed travel and entertainment		%
Other permanent differences		%
Temporary Differences:		
Total ordinary DTAs		%
Total ordinary DTLs		%
Total capital DTAs		%
Total capital DTLs		%
Other:		
Statutory valuation allowance adjustment		%
Accrual adjustment – prior year		%
Other	5,916,188	3.6%
Totals	\$ 39,637,538	%
Federal and foreign income taxes incurred	56,452,453	%
Realized capital gains (losses) tax	97,602	%
Change in net deferred income taxes	(16,912,517)	%
Total statutory income taxes	\$ 39,637,538	24.1%

E. Operating Loss Carry Forwards and Income Taxes Available for Recoupment

1. The Company did not have any unused operating loss carryforwards available to offset against future taxable income.
2. The following is income tax expense for current year and proceeding years that is available for recoupment in the event of future net losses:

Year	Amounts
2020	\$55,490,945
2019	\$18,412,773
2018	\$369,949

3. The Company’s aggregate amount of deposits admitted under Section 6603 of the Internal Revenue Service Code is \$0.

F. Consolidated Federal Income Tax Return

1. The Company’s federal income tax return is consolidated with the following entities:
Vision Service Plan (CA), Altair Eyewear, Inc., Eyefinity, Inc., Eastern Vision Service Plan, Inc., Vision Service Plan of Illinois, NFP, Vision Service Plan Insurance Company (OH), Eastern Vision Service Plan IPA, Inc., Vision Service Plan Insurance Company (MO), VSP Holding Company, Inc., Marchon Eyewear, Inc., Marchon BRL Ltd., VSP Vision Care, Inc., Southwest Vision Service Plan, Inc., Vision Service Plan (HI), Vision Service Plan of Wyoming, VSP Optical Group, Inc., Plexus Optix, Inc., VSP Labs, Inc., VSP Ceres, Inc., Eyeconic, Inc., VSP Global, Inc., Optical Opportunities, VSP Retail Development Holding, Inc., VSP Retail, Inc., Visionworks of America, Inc., Community Eye Care of South Carolina, LLC.
2. The manner in which the Board of Directors sets forth for allocating the consolidated federal income tax:
The method of allocation among companies is subject to a written agreement, approved by the Board of Directors, whereby allocation is made on a separate return basis with credit for tax attributes used by the consolidated group.

G. Federal or Foreign Federal Income Tax Loss Contingencies:

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

H. Repatriation Transition Tax (RTT) - RTT owed under the TCJA - Not Applicable

I. Alternative Minimum Tax Credit - Not Applicable

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

A. Nature of the Relationship Involved

The Company is a wholly owned subsidiary of Vision Service Plan (a California non-profit corporation).

B. Transactions

The Company paid an ordinary dividend to Vision Service Plan, the Parent Company, on August 13, 2020, totaling \$70M.

C. Transactions with Related Parties who are not Reported on Schedule Y

Not Applicable

NOTES TO FINANCIAL STATEMENTS

- D. Amounts Due From or To Related Parties
- The amounts due to Vision Service Plan as of December 31, 2020 and 2019 were \$36,916,270 and \$36,703,001, respectively.
- E. Material Management or Service Contracts and Cost-Sharing Arrangements
- Vision Service Plan provides the Company with data processing, employee related services and other administrative services for an agreed upon fee under the Administrative and Marketing Agreement.
- F. Guarantees or Undertakings
- There are no guarantees or undertakings in place between the Company and any related party.
- G. Nature of the Control Relationship
- The Company holds 64 shares of Common Stock in its affiliate, Eyefinity, Inc.; 45 shares of common stock in its affiliate, VSP Holding Company, Inc.; 10,000 shares of common stock in its affiliate, Independent Eye Care MSO, Inc.; and 21,623 shares of voting common stock and 75,610 shares of non-voting common stock in its affiliate,VSP Optical Group.
- H. Amount Deducted from the Value of Upstream Intermediate Entity or Ultimate Parent Owned
- Not Applicable
- I. Investments in SCA that Exceed 10% of Admitted Assets
- As of December 31, 2020, the Company holds 64 shares of \$0.50 par value common stock of Eyefinity, Inc., which represents 100% of common stock outstanding. The Company is treating its investment in Eyefinity as a non-admitted asset since a stand-alone audit of Eyefinity's financial statements is not performed. The net carrying values of the investment in Eyefinity were \$(747,624) and \$2,569,453 at December 31,2020 and 2019, respectively. \$2,569,453 was non-admitted at December 31, 2019. The Company's investment in Eyefinity represents less than 10% of the total admitted assets of the Company. Eyefinity had assets and liabilities of \$34,150,000 and \$22,207,000, respectively, as of November 30, 2020 and a net loss of \$5,265,000 for the eleven months ended November 30, 2020.
- The Company owns a 45% interest in VSP Holding Company, Inc., which the Company is treating as a non-admitted asset since a stand-alone audit is not performed. The net carrying values of the investment in VSP Holding Company, Inc. of \$199,626,750 and \$196,735,500 were non-admitted for the years ended December 31, 2020 and 2019, respectively. The Company's investment in VSP Holding Company, Inc. exceeds 10% of the total admitted assets of the Company. VSP Holding Company, Inc. had assets of \$1,413,717,000 and liabilities of \$970,102,000, respectively, as of November 30, 2020 and net income of \$31,240,000 for the eleven months ended November 30, 2020.
- The Company owns a 7% interest in VSP Optical Group, whose carrying value exceeds 10% of the admitted assets of the Company. The Company carries VSP Optical Group at GAAP equity. There is no goodwill. The net carrying values of the investment in VSP Optical Group of \$52,297,265 and \$54,901,819 were nonadmitted for the years ended December 31, 2020 and 2019, respectively. The investment was admitted in prior years when stand-alone audits were completed. VSP Optical Group, Inc. had assets of \$2,403,276,000 and liabilities of \$1,599,158,000, respectively, as of November 30, 2020 and net income of \$10,652,000 for the eleven months ended November 30, 2020.
- The Company owns a 100% interest in Independent Eye Care MSO, Inc. which the Company is treating as a non-admitted asset since a stand-alone audit is not performed. The net carrying value of the investment in Independent Eye Care MSO, Inc. of \$33,802,000 and \$33,374,000 was non-admitted for the year ended December 31, 2020 and 2019, respectively. The Company's investment in Independent Eye Care MSO, Inc. represents less than 10% of the total admitted assets of the Company. Independent Eye Care MSO, Inc. had assets of \$38,480,000 and liabilities of \$4,676,000 as of December 31, 2020 and net income of \$2,724,000 for the eleven months ended of November 30, 2020.
- J. Investments in Impaired SCAs
- Not Applicable
- K. Investment in Foreign Insurance Subsidiary
- Not Applicable
- L. Investment in Downstream Noninsurance Holding Company
- Not Applicable

NOTES TO FINANCIAL STATEMENTS

M. All SCA Investments

(1) Balance Sheet Value (Admitted and Nonadmitted) All SCAs (Except 8bi Entities)

SCA Entity	Percentage of SCA Ownership	Gross Amount	Admitted Amount	Nonadmitted Amount
a. SSAP No. 97 8a Entities				
	%	\$	\$	\$
Total SSAP No. 97 8a Entities	XXX	\$	\$	\$
b. SSAP No. 97 8b(ii) Entities				
Eyefinity, Inc.	100.0%	\$	\$	\$
Total SSAP No. 97 8b(ii) Entities	XXX	\$	\$	\$
c. SSAP No. 97 8b(iii) Entities				
VSP Holding Company, Inc.	45.0%	\$ 199,626,750	\$	\$ 199,626,750
VSP Optical Group, Inc.	7.0%	\$ 52,297,265	\$	\$ 52,297,265
Independent Eye Care MSO Inc	100.0%	\$ 33,802,000	\$	\$ 33,802,000
Total SSAP No. 97 8b(iii) Entities	XXX	\$ 285,726,015	\$	\$ 285,726,015
d. SSAP No. 97 8b(iv) Entities				
	%	\$	\$	\$
Total SSAP No. 97 8b(iv) Entities	XXX	\$	\$	\$
e. Total SSAP No. 97 8b Entities (except 8b(i) entities) (b + c + d)	XXX	\$ 285,726,015	\$	\$ 285,726,015
f. Aggregate Total (a + e)	XXX	\$ 285,726,015	\$	\$ 285,726,015

(2) NAIC Filing Response Information

SCA Entity (Should be the same entities as shown in M(1) above)	Type of NAIC Filing*	Date of Filing to the NAIC	NAIC Valuation Amount	NAIC Response Received Y/N	NAIC Disallowed Entities Valuation Method Resubmission Required Y/N	Code**
a. SSAP No. 97 8a Entities						
			\$			
Total SSAP No. 97 8a Entities	XXX	XXX	\$	XXX	XXX	XXX
b. SSAP No. 97 8b(ii) Entities						
Eyefinity, Inc.	S1	06/08/2017	\$ 6,260,353	Y	N	I
Total SSAP No. 97 8b(ii) Entities	XXX	XXX	\$ 6,260,353	XXX	XXX	XXX
c. SSAP No. 97 8b(iii) Entities						
VSP Holding Company, Inc.	S1	01/18/2017	\$ 220,165,872	Y	N	I
VSP Optical Group, Inc.	S2	05/25/2016	\$ 30,295,442	Y	N	I
Independent Eye Care MSO Inc	S1	02/05/2020	\$ 31,000,000	Y	N	I
Total SSAP No. 97 8b(iii) Entities	XXX	XXX	\$ 281,461,314	XXX	XXX	XXX
d. SSAP No. 97 8b(iv) Entities						
			\$			
Total SSAP No. 97 8b(iv) Entities	XXX	XXX	\$	XXX	XXX	XXX
e. Total SSAP No. 97 8b Entities (except 8b(i) entities) (b + c + d)	XXX	XXX	\$ 287,721,667	XXX	XXX	XXX
f. Aggregate Total (a + e)	XXX	XXX	\$ 287,721,667	XXX	XXX	XXX

* S1 – Sub-1, S2 – Sub-2 or RDF – Resubmission of Disallowed Filing

** I – Immaterial or M – Material

N. Investment in Insurance SCAs

Not Applicable

(1) Accounting Practice that Differs from NAIC Statutory Accounting Practices and Procedures

(2) Monetary Effect on Net Income and Surplus

SCA Entity (Investments in Insurance SCA Entities)	Monetary Effect On NAIC SAP		Amount of Investment	
	Net Income Increase (Decrease)	Surplus Increase (Decrease)	Per Audited Statutory Equity	If the Insurance SCA Had Completed Statutory Financial Statements*
	\$	\$	\$	\$

* Per AP&P Manual (without permitted or prescribed practices)

(3) RBC Regulatory Event Because of Prescribed or Permitted Practice

NOTES TO FINANCIAL STATEMENTS

O. SCA or SSAP 48 Entity Loss Tracking

SCA Entity	Reporting Entity's Share of Net Income (Loss)	Accumulated Share of Net Income (Losses)	Reporting Entity's Share of Equity, Including Negative Equity	Guaranteed Obligation / Commitment for Financial Support (Yes/No)	Reported Value
Eyefinity, Inc.	\$ (5,265,000)	\$ (5,265,000)	\$ (747,624)	NO	\$ -0-

The Company treats its investment in Eyefinity as a non-admitted asset since a stand-alone audit of Eyefinity's financial statements is not performed. Since Eyefinity, Inc. has negative equity, the reported value at December 31, 2020 is -0-.

Note 11 – Debt

Not Applicable

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

Not Applicable

Note 13 – Capital and Surplus, Shareholder’s Dividend Restrictions and Quasi-Reorganizations

A. Number of Share and Par or State Value of Each Class

The Company has 100,000 shares of \$100 par value common stock authorized of which 25,000 shares are issued and outstanding.

B. Dividend Rate, Liquidation Value and Redemption Schedule of Preferred Stock Issues

The Company has no preferred stock outstanding.

C. Dividend Restrictions

The Company is required to notify the Commissioner prior to payment of extraordinary dividends, and may do so unless disapproved within 30 days of notification.

D. Dates and Amounts of Dividends Paid

The Company paid an ordinary dividend to Vision Service Plan, the Parent Company, on August 13, 2020, totaling \$70M.

E. Profits that may be Paid as Ordinary Dividends to Stockholders

The Company has no restrictions on the Company’s profits.

F. Restrictions Placed on Unassigned Funds (Surplus)

The Company has no restrictions on surplus.

G. Amount of Advances to Surplus not Repaid

Not Applicable

H. Amount of Stock Held for Special Purposes

Not Applicable

I. Reasons for Changes in Balance of Special Surplus Funds from Prior Period

Not Applicable

J. The Portion of Unassigned Funds (Surplus) Represented or Reduced by Unrealized Gains and Losses is: \$(99,186,598).

K. The Reporting Entity Issued the Following Surplus Debentures or Similar Obligations

Not Applicable

Note 14 – Liabilities, Contingencies and Assessments

A. Contingent Commitments

- (1) Total SSAP No. 97, Investments in Subsidiary, Controlled, and Affiliated Entities, A Replacement of SSAP No. 88, and SSAP No. 48, Joint Ventures, Partnerships and Limited Liability Company contingent liabilities: \$0 .
- (2) Detail of other contingent commitments
Not Applicable
- (3) Guarantee Obligations
Not Applicable

NOTES TO FINANCIAL STATEMENTS

B. Assessments

- (1) Assessments Where Amount is Known or Unknown
Not Applicable
- (2) Assessments
The asset represents accrued premium tax offsets related to the PennTreaty/American National Insurance Companies' insolvencies.

a.	Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$	1,297,606
b.	Decreases current year:		
			300,619
c.	Increases current year:		
d.	Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	\$	996,987

- (3) Guaranty Fund Liabilities and Assets Related to Assessments from Insolvencies for Long-Term Care Contracts
The Company has established a liability due to expected assessments from various state insurance guaranty funds related to the PennTreaty/American National Insurance Companies' insolvencies. The liability, and related asset representing future credits on premium tax returns are based on the 4.25% discounted tables on the National Organization of Life & Health Insurance Guaranty Associations website. The liability and asset at December 31, 2020 totaled \$996,987 and \$5,129,405, respectively.

a. Discount Rate Applied

4.3%

b. The undiscounted and discounted amount of the guaranty fund assessments and related assets by insolvency:

Name of the Insolvency	Guaranty Fund Assessment		Related Assets	
	Undiscounted	Discounted	Undiscounted	Discounted
PennTreaty Insurance Company	\$ 1,858,138,558	\$ 1,163,289,274	\$ 1,738,431,216	\$ 1,064,574,459
American National Insurance Company	\$ 533,295,637	\$ 231,840,883	\$ 300,251,346	\$ 133,105,856

c. Number of jurisdictions, ranges of years used to discount and weighted average number of years of the discounting time period for payables and recoverables by insolvency:

Name of the Insolvency	Payables			Recoverables		
	Number of Jurisdictions	Range of Years	Weighted Average Number of Years	Number of Jurisdictions	Range of Years	Weighted Average Number of Years
PennTreaty Insurance Company	30	43-65		28	'5-20	
American National Insurance Company	29	15-63		28	'5-20	

C. Gain Contingencies

Not Applicable

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

Not Applicable

E. Joint and Several Liabilities

Not Applicable

F. All Other Contingencies

Not Applicable

Note 15 – Leases

Not Applicable

Note 16 – Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

Not Applicable

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

Not Applicable

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

A. ASO Plans

The Company does not have ASO Plans.

NOTES TO FINANCIAL STATEMENTS

B. ASC Plans

The gain from operations from Administrative Services Contract (ASC) uninsured plans and the uninsured portion of partially insured plans was as follows during 2020:

	ASC Uninsured Plans	Uninsured Portion of Partially Insured Plans	Total ASC
a. Gross reimbursement for medical cost incurred	\$ 637,226,082	\$	\$ 637,226,082
b. Gross administrative fees accrued	58,567,638		58,567,638
c. Other income or expenses (including interest paid to or received from plans)	(135,808,009)		(135,808,009)
d. Gross expenses incurred (claims and administrative)	619,861,533		619,861,533
e. Total net gain or loss from operations	\$ (59,875,822)	\$	\$ (59,875,822)

C. Medicare or Similarly Structured Cost Based Reimbursement Contract - Not Applicable

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

Not Applicable

Note 20 – Fair Value Measurements

A. Fair Value Measurements

(1) Fair Value Measurements at Reporting Date

Description for Each Type of Asset or Liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
Assets at Fair Value					
Common Stock	\$ 33,608,555	\$	\$	\$	\$ 33,608,555
Total	\$ 33,608,555	\$	\$	\$	\$ 33,608,555
Liabilities at Fair Value					
	\$	\$	\$	\$	\$
Total	\$	\$	\$	\$	\$

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy - Not Applicable

(3) Policies when Transfers Between Levels are Recognized - Not Applicable

(4) Description of Valuation Techniques and Inputs Used in Fair Value Measurement - Not Applicable

(5) Fair Value Disclosures - Not Applicable

B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements

Not Applicable

C. Fair Value Level

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Cash Equivalents	\$ 158,765,155	\$ 158,765,155	\$ 44,162,346	\$ 114,602,809	\$	\$	\$
Short-term Investments	\$ 67,547,719	\$ 67,559,594	\$	\$ 67,547,719	\$	\$	\$
Bonds	\$ 37,425,260	\$ 37,032,624	\$ 553,431	\$ 36,871,829	\$	\$	\$
Common Stock	\$ 33,608,555	\$ 32,860,931	\$ 33,608,555	\$	\$	\$	\$

D. Not Practicable to Estimate Fair Value

Not Applicable

E. NAV Practical Expedient Investments

Not Applicable

Note 21 – Other Items

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 22 – Events Subsequent

Subsequent events have been considered through 2/28/21 for the statutory statement issued on March 1, 2021. No events have occurred subsequent to the close of the books or accounts for this statement that may have a material effect on the financial condition of the Company.

A.	Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the Federal Affordable Care Act (YES/NO)?		Yes [X]	No []
		2020	2019	
B.	ACA fee assessment payable for the upcoming year	\$	25,540,002	
C.	ACA fee assessment paid	\$	24,436,040	
D.	Premium written subject to ACA 9010 assessment	\$	1,296,446,804	
E.	Total adjusted capital before surplus adjustment (Five-Year Historical Line 14)	\$	242,632,134	
F.	Total adjusted capital after surplus adjustment (Five-Year Historical Line 14 minus 22B above)	\$	242,632,134	
G.	Authorized control level (Five-Year Historical Line 15)	\$	27,203,154	
H.	Would reporting the ACA assessment as of December 31, 2020 have triggered an RBC action level (YES/NO)?		Yes []	No [X]

On January 1, 2021, the Company would have been subject to an annual fee under Section 9010 of the Affordable Care Act (ACA); however, in 2019, the "Further Consolidated Appropriations Act, 2020" repealed Section 9010 of the ACA for years beginning after December 31, 2020 (Subtitle E, Act Sec. 502).

Note 23 – Reinsurance

Not Applicable

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not Applicable

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

A.	Change in Incurred Losses and Loss Adjustment Expenses		
		2020	2019
	BALANCE—January 1	\$ 61,811,091	\$ 62,092,326
	Incurred related to:		
	Current year	933,729,179	1,040,401,004
	Prior years	(4,165,453)	(4,705,474)
	Total incurred	929,563,726	1,035,695,530
	Paid related to:		
	Current year	(870,278,206)	(978,589,913)
	Prior years	(57,645,638)	(57,386,852)
	Total paid	(927,923,844)	(1,035,976,765)
	BALANCE - December 31	\$ 63,450,973	\$ 61,811,091

Reserves as of December 31, 2020 were \$63,450,973. As of December 31, 2020, \$57,645,638 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$4,165,453 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$4,165,453 favorable prior-year development from December 31, 2019 to December 31, 2020. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

B.	Information about Significant Changes in Methodologies and Assumptions
	Not Applicable

Note 26 – Intercompany Pooling Arrangements

Not Applicable

Note 27 – Structured Settlements

Not Applicable

Note 28 – Health Care Receivables

Not Applicable

Note 29 – Participating Policies

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 30 – Premium Deficiency Reserves

1.

Liability carried for premium deficiency reserve:

\$0
2.

Date of most recent evaluation of this liability:

February 1, 2021
3.

Was anticipated investment income utilized in the calculation?

Yes [☐] No [☒]

Note 31 – Anticipated Salvage and Subrogation

Not Applicable

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

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, 1A and 2.

Yes [X] No []

1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

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

1.3

State regulating? Ohio

1.4

Is the reporting entity publicly traded or a member of publicly traded group?

Yes [] No [X]

1.5

If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.

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

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

12/31/2018

3.2

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.

12/31/2018

3.3

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).

06/30/2020

3.4

By what department or departments?
Ohio Department of Insurance

3.5

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]

3.6

Have all of the recommendations within the latest financial examination report been complied with?

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

4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11

sales of new business?

Yes [] No [X]

4.12

renewals?

Yes [] No [X]

4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21

sales of new business?

Yes [] No [X]

4.22

renewals?

Yes [] No [X]

5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?
If the answer is YES, complete and file the merger history data file with the NAIC.

Yes [] No [X]

5.2

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	2	3
Name of Entity	NAIC Company Code	State of Domicile

6.1

Has the 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]

6.2

If yes, give full information:

7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [] No [X]

7.2

If yes,

7.21

State the percentage of foreign control

%

7.22

State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1	2
Nationality	Type of Entity

8.1

Is the company a subsidiary of a bank holding company regulated with 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 locations (city and state of the main office) of any affiliates regulated by a federal financial 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.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Deloitte & Touche, 555 Mission Street, San Francisco, CA 94105

10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?

Yes [] No [X]

10.2

If the response to 10.1 is yes, provide information related to this exemption:

10.3

Has the insurer been granted any exemptions related to other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation?

Yes [] No [X]

10.4

If the response to 10.3 is yes, provide information related to this exemption:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

10.5

Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?

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

10.6

If the response to 10.5 is no or n/a, please explain:

11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Frederick W. Kilbourne, 100 E San Marcos Blvd, Suite 400, San Marcos, CA 92069 (independent actuary).

12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes [] No [X]

12.11

Name of real estate holding company

12.12

Number of parcels involved

0

12.13

Total book/adjusted carrying value

\$ 0

12.2

If yes, provide explanation

13.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

13.1

What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

13.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes [] No []

13.3

Have there been any changes made to any of the trust indentures during the year?

Yes [] No []

13.4

If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?

Yes [] No [] N/A []

14.1

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.

14.11

If the response to 14.1 is no, please explain:

14.2

Has the code of ethics for senior managers been amended?

Yes [] No [X]

14.21

If the response to 14.2 is yes, provide information related to amendment(s).

14.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [] No [X]

14.31

If the response to 14.3 is yes, provide the nature of any waiver(s).

15.1

Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?

Yes [] No [X]

15.2

If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1	2	3	4
American Bankers Association (ABA) Routing Number	Issuing or Confirming Bank Name	Circumstances That Can Trigger the Letter of Credit	Amount
			\$

16.

Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinator committee thereof?

Yes [X] No []

17.

Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof?

Yes [X] No []

18.

Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person?

Yes [X] No []

19.

Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?

Yes [] No [X]

20.1

Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11

To directors or other officers

\$ 0

20.12

To stockholders not officers

\$ 0

20.13

Trustees, supreme or grand (Fraternal only)

\$ 0

20.2

Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21

To directors or other officers

\$ 0

20.22

To stockholders not officers

0

20.23

Trustees, supreme or grand (Fraternal only)

0

21.1

Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reporting in the statement?

Yes [] No [X]

21.2

If yes, state the amount thereof at December 31 of the current year:

21.21

Rented from others

\$ 0

21.22

Borrowed from others

\$ 0

21.23

Leased from others

\$ 0

21.24

Other

\$ 0

22.1

Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments?

Yes [] No [X]

22.2

If answer is yes:

22.21

Amount paid as losses or risk adjustment

\$ 0

22.22

Amount paid as expenses

\$ 0

22.23

Other amounts paid

\$ 0

23.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [X] No []

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

23.2

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

\$4,033,318

INVESTMENT

24.01

Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date (other than securities lending programs addressed in 24.03)?

Yes []No [X]

24.02

If no, give full and complete information, relating thereto:
Securities are held by banks or brokers pursuant to safekeeping custodial agreements.

24.03

For securities lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet (an alternative is to reference Note 17 where this information is also provided).

24.04

For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions.

\$N/A

24.05

For the reporting entity's securities lending program, report amount of collateral for other programs.

\$N/A

24.06

Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?

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

24.07

Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?

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

24.08

Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?

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

24.09

For the reporting entity's securities lending program, state the amount of the following as of December 31 of the current year:

24.091

Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:

\$0

24.092

Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:

\$0

24.093

Total payable for securities lending reported on the liability page:

\$0

25.1

Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is current in force? (Exclude securities subject to Interrogatory 21.1 and 24.03.)

Yes [X]No []

25.2

If yes, state the amount thereof at December 31 of the current year:

25.21

Subject to repurchase agreements

\$0

25.22

Subject to reverse repurchase agreements

\$0

25.23

Subject to dollar repurchase agreements

\$0

25.24

Subject to reverse dollar repurchase agreements

\$0

25.25

Placed under option agreements

\$0

25.26

Letter stock or securities restricted as sale – excluding FHLB Capital Stock

\$0

25.27

FHLB Capital Stock

\$0

25.28

On deposit with states

\$4,085,668

25.29

On deposit with other regulatory bodies

\$0

25.30

Pledged as collateral – excluding collateral pledged to an FHLB

\$0

25.31

Pledged as collateral to FHLB – including assets backing funding agreements

\$0

25.32

Other

\$0

25.3

For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		\$

26.1

Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes []No [X]

26.2

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]

Lines 26.3 through 26.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

26.3

Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a results of interest rate sensitivity?

Yes []No []

26.4

If the response to 26.3 is yes, does the reporting entity utilize:

26.41

Special accounting provision of SSAP No. 108

Yes []No []

26.42

Permitted accounting practice

Yes []No []

26.43

Other accounting guidance

Yes []No []

26.5

By responding yes to 26.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following:

Yes []No []

The reporting entity has obtained explicit approval from the domiciliary state.

Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.

Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guidance Conditional Tail Expectation Amount.

Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.

27.1

Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?

Yes []No [X]

27.2

If yes, state the amount thereof at December 31 of the current year:

\$0

28.

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 []

28.01

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

1 Name of Custodian(s)	2 Custodian's Address
Morgan Stanley	1333 N California Blvd, Suite 133, Walnut Creek, CA 94596
Union Bank	350 California St., 6th Floor MC H-600, San Francisco, CA 94104
Wells Fargo Institutional Securities, LLC	45 Fremont St, 34th Flr, San Francisco, CA 94105

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

28.02

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)

28.03

Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?

Yes [] No [X]

28.04

If yes, give full and complete information relating thereto:

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

28.05

Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts", "... handle securities"].

1 Name of Firm or Individual	2 Affiliation
VSP Treasury Manager	A
Morgan Stanley	U

28.0597

For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets?

Yes [] No [X]

28.0598

For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets?

Yes [] No [X]

28.06

For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
N/A	Treasury Manager, VSP	N/A	N/A	NO
149777	Morgan Stanley	N/A	SEC	NO

29.1

Does the reporting entity have any diversified mutual funds reported in Schedule D-Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])?

Yes [] No [X]

29.2

If yes, complete the following schedule:

1 CUSIP	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
		\$
29.2999 TOTAL		\$

29.3

For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
		\$	

30.

Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

		1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	\$ 219,195,026	\$ 219,587,662	\$ 392,636
30.2	Preferred Stocks	\$ 0	\$ 0	\$ 0
30.3	Totals	\$ 219,195,026	\$ 219,587,662	\$ 392,636

30.4

Describe the sources or methods utilized in determining the fair values:

The fair values were obtained by Refinitiv, a pricing service, or from other reliable independent sources when not available from Refinitiv.

31.1

Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?

Yes [X] No []

31.2

If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?

Yes [X] No []

31.3

If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

32.1

Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed?

Yes [X] No []

32.2

If no, list exceptions:

33.

By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designation 5GI security:

a.

Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.

b.

Issuer or obligor is current on all contracted interest and principal payments.

c.

The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5GI securities?

Yes [] No [X]

34.

By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

a.

The security was purchased prior to January 1, 2018.

b.

The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

c.

The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as an NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

d.

The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities?

Yes [] No [X]

35.

By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:

a.

The shares were purchased prior to January 1, 2019.

b.

The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

c.

The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.

d.

The fund only or predominantly holds bonds in its portfolio.

e.

The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.

f.

The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria?

Yes [] No [X]

36.

By rolling/renewing short-term or cash equivalent investments with continued reporting on Schedule DA, Part 1 or Schedule E, Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:

a.

The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.

b.

If the investment is with a nonrelated party or nonaffiliate, then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.

c.

If the investment is with a related party or affiliate then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.

d.

Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 36.a-36.c are reported as long-term investments.

Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria?

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

OTHER

37.1

Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?

\$0

37.2

List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
	\$

38.1

Amount of payments for legal expenses, if any?

\$0

38.2

List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
	\$

39.1

Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?

\$0

39.2

List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
	\$

GENERAL INTERROGATORIES

PART 2 – HEALTH INTERROGATORIES

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force?		Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]	
1.2	If yes, indicate premium earned on U.S. business only.	\$		0	
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$		0	
1.31	Reason for excluding:				
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$		0	
1.5	Indicate total incurred claims on all Medicare Supplement insurance.	\$		0	
1.6	Individual policies:				
	Most current three years:				
1.61	Total premium earned	\$		0	
1.62	Total incurred claims	\$		0	
1.63	Number of covered lives			0	
	All years prior to most current three years:				
1.64	Total premium earned	\$		0	
1.65	Total incurred claims	\$		0	
1.66	Number of covered lives			0	
1.7	Group policies:				
	Most current three years:				
1.71	Total premium earned	\$		0	
1.72	Total incurred claims	\$		0	
1.73	Number of covered lives			0	
	All years prior to most current three years:				
1.74	Total premium earned	\$		0	
1.75	Total incurred claims	\$		0	
1.76	Number of covered lives			0	
2.	Health Test:				
		1 Current Year	2 Prior Year		
2.1	Premium Numerator	\$	1,249,625,234	\$	1,296,446,804
2.2	Premium Denominator	\$	1,249,625,234	\$	1,296,446,804
2.3	Premium Ratio (2.1/2.2)		100.0%		100.0%
2.4	Reserve Numerator	\$	61,833,776	\$	60,761,408
2.5	Reserve Denominator	\$	61,833,776	\$	60,761,408
2.6	Reserve Ratio (2.4/2.5)		100.0%		100.0%
3.1	Has the reporting entity received any endowment or gift from contracting hospitals, physicians, dentists, or others that is agreed will be returned when, as and if the earnings of the reporting entity permits?			Yes [<input type="checkbox"/>]	No [<input type="checkbox"/>]
3.2	If yes, give particulars:				
4.1	Have copies of all agreements stating the period and nature of hospitals', physicians', and dentists' care offered to subscribers and dependents been filed with the appropriate regulatory agency?			Yes [<input checked="" type="checkbox"/>]	No [<input type="checkbox"/>]
4.2	If not previously filed, furnish herewith a copy(ies) of such agreement(s). Do these agreements include additional benefits offered?			Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
5.1	Does the reporting entity have stop-loss reinsurance?			Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
5.2	If no, explain:				
5.3	Maximum retained risk (see instructions)				
5.31	Comprehensive Medical	\$			0
5.32	Medical Only	\$			0
5.33	Medicare Supplement	\$			0
5.34	Dental and Vision	\$			200
5.35	Other Limited Benefit Plan	\$			0
5.36	Other	\$			0
6.	Describe arrangement which the reporting entity may have to protect subscribers and their dependents against the risk of insolvency including hold harmless provisions, conversion privileges with other carriers, agreements with providers to continue rendering services, and any other agreements: <u>The Company's agreements with its Member Doctors prohibits them from seeking payment (except for copayment, if any) from, or bringing any legal actions against the Company's subscribers or their dependents for the Company's covered services. The Company maintains other</u>				

GENERAL INTERROGATORIES

PART 2 – HEALTH INTERROGATORIES

arrangements of the type to the extent required by law.

7.1

Does the reporting entity set up its claim liability for provider services on a service date basis?

Yes [X] No []

7.2

If no, give details

8.

Provide the following information regarding participating providers:

8.1

Number of providers at start of reporting year

19,450

8.2

Number of providers at end of reporting year

20,454

9.1

Does the reporting entity have business subject to premium rate guarantees?

Yes [] No [X]

9.2

If yes, direct premium earned:

9.21

Business with rate guarantees with rate guarantees between 15-36 months

\$ 0

9.22

Business with rate guarantees over 36 months

\$ 0

10.1

Does the reporting entity have Incentive Pool, Withhold or Bonus Arrangements in its provider contracts?

Yes [] No [X]

10.2

If yes:

10.21

Maximum amount payable bonuses

0

10.22

Amount actually paid for year bonuses

0

10.23

Maximum amount payable withholds

0

10.24

Amount actually paid for year withholds

0

11.1

Is the reporting entity organized as:

11.12

A Medical Group/Staff Model,

Yes [] No [X]

11.13

An Individual Practice Association (IPA), or,

Yes [] No [X]

11.14

A Mixed Model (combination of above)?

Yes [] No [X]

11.2

Is the reporting entity subject to Statutory Minimum Capital and Surplus Requirements?

Yes [X] No []

11.3

If yes, show the name of the state requiring such minimum capital and surplus.

Ohio

11.4

If yes, show the amount required.

\$ 54,406,308

11.5

Is this amount included as part of a contingency reserve in stockholder's equity?

Yes [] No [X]

11.6

If the amount is calculated, show the calculation

Refer to Risk Based Capital report.

12.

List service areas in which reporting entity is licensed to operate:

1 Name of Service Area
Alabama
Alaska
Arizona
Arkansas
California
Colorado
Connecticut
Delaware
District of Columbia
Hawaii
Idaho
Illinois
Indiana
Iowa
Kansas
Kentucky
Lousiana
Maine
Maryland
Massachusetts
Michigan
Minnesota
Mississippi
Montana
Nebraska
Nevada
New Hampshire
New Jersey
North Carolina
North Dakota
Ohio

28.1

GENERAL INTERROGATORIES

PART 2 – HEALTH INTERROGATORIES

Oklahoma
Oregon
Pennsylvania
Rhode Island
South Carolina
South Dakota
Tennessee
Texas
Utah
Vermont
Virginia
Washington
West Virginia
Wisconsin
Wyoming

- 13.1

Do you act as a custodian for health savings accounts?

Yes [☐] No [☒ X]
- 13.2

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

\$

0
- 13.3

Do you act as an administrator for health savings accounts?

Yes [☐] No [☒ X]
- 13.4

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

\$

0
- 14.1

Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers?

Yes [☐] No [☐] N/A [☒ X]
- 14.2

If the answer to 14.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit		
				5 Letters of Credit	6 Trust Agreements	7 Other
	0		\$	\$	\$	\$

15.

Provide the following for individual ordinary life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded).
- 15.1

Direct Premium Written

\$

0
- 15.2

Total Incurred Claims

\$

0
- 15.3

Number of Covered Lives

0

*Ordinary Life Insurance Includes
Term (whether full underwriting, limited underwriting, jet issue, "short form app")
Whole Life (whether full underwriting, limited underwriting, jet issue, "short form app")
Variable Life (with or without secondary guarantee)
Universal Life (with or without secondary guarantee)
Variable Universal Life (with or without secondary guarantee)

16.

Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?

Yes [☒ X] No [☐]
- 16.1

If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity?

Yes [☐] No [☒ X]

Vision Service Plan Insurance Company
FIVE-YEAR HISTORICAL DATA

	1 2020	2 2019	3 2018	4 2017	5 2016
Balance Sheet (Pages 2 and 3)					
1. Total admitted assets (Page 2, Line 28).....	506,307,910	342,989,651	295,689,699	307,131,500	261,297,821
2. Total liabilities (Page 3, Line 24).....	263,675,776	153,744,287	121,208,572	133,619,969	114,306,104
3. Statutory minimum capital and surplus requirement.....	54,406,308	62,342,794	54,917,098	51,091,740	45,017,826
4. Total capital and surplus (Page 3, Line 33).....	242,632,134	189,245,364	174,481,127	173,511,531	146,991,717
Income Statement (Page 4)					
5. Total revenues (Line 8).....	1,321,951,161	1,339,114,454	1,183,957,486	1,134,424,303	1,064,051,427
6. Total medical and hospital expenses (Line 18).....	897,269,836	1,003,223,865	893,716,877	863,011,052	820,691,721
7. Claims adjustment expenses (Line 20).....	29,515,762	23,157,601	18,913,961	16,712,002	15,791,614
8. Total administrative expenses (Line 21).....	232,001,666	229,146,897	208,520,845	172,573,417	177,214,385
9. Net underwriting gain (loss) (Line 24).....	163,163,897	83,586,091	62,805,803	82,127,832	50,353,707
10. Net investment gain (loss) (Line 27).....	2,341,326	5,639,643	3,316,494	1,794,409	519,392
11. Total other income (Lines 28 plus 29).....	(838,767)	(333,133)	(242,510)	(183,227)	(338,402)
12. Net income or (loss) (Line 32).....	108,214,003	71,102,239	47,174,816	54,676,303	27,732,692
Cash Flow (Page 6)					
13. Net cash from operations (Line 11).....	213,056,020	66,122,023	46,483,058	37,071,084	33,300,384
Risk-Based Capital Analysis					
14. Total adjusted capital.....	242,632,134	189,245,364	174,481,127	173,511,531	146,991,717
15. Authorized control level risk-based capital.....	27,203,154	31,171,397	27,458,549	25,545,870	24,776,823
Enrollment (Exhibit 1)					
16. Total members at end of period (Column 5, Line 7).....	16,588,752	16,881,064	14,926,955	14,390,936	13,775,002
17. Total member months (Column 6, Line 7).....	203,354,559	202,160,248	178,591,741	172,429,364	164,783,548
Operating Percentage (Page 4) (Item divided by Page 4, sum of Lines 2, 3, and 5) x 100.0					
18. Premiums earned plus risk revenue (Line 2 plus Lines 3 and 5).....	100.0	100.0	100.0	100.0	100.0
19. Total hospital and medical plus other non-health (Line 18 plus Line 19).	71.1	77.2	78.5	79.2	80.2
20. Cost containment expenses.....					
21. Other claims adjustment expenses.....	2.3	1.8	1.7	1.5	1.6
22. Total underwriting deductions (Line 23).....	91.9	96.6	98.4	96.5	99.1
23. Total underwriting gain (loss) (Line 24).....	12.9	6.4	5.5	7.5	4.5
Unpaid Claims Analysis (U&I Exhibit, Part 2B)					
24. Total claims incurred for prior years (Line 13, Col. 5).....	55,674,693	55,589,092	51,367,716	51,035,344	45,855,365
25. Estimated liability of unpaid claims - [prior year (Line 13, Col. 6)]	60,761,408	61,060,218	54,572,853	52,820,251	47,176,322
Investments in Parent, Subsidiaries and Affiliates					
26. Affiliated bonds (Sch. D Summary, Line 12, Col. 1).....					
27. Affiliated preferred stocks (Sch D. Summary, Line 18, Col. 1).....					
28. Affiliated common stocks (Sch D. Summary, Line 24, Col. 1).....	284,978,391	287,580,772	256,407,165	295,528,661	274,364,349
29. Affiliated short-term investments (subtotal included in Sch. DA, Verification, Column 5, Line 10).....					
30. Affiliated mortgage loans on real estate.....					
31. All other affiliated.....					
32. Total of above Lines 26 to 31.....	284,978,391	287,580,772	256,407,165	295,528,661	274,364,349
33. Total investment in parent included in Lines 26 to 31 above.....					

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [] No []

If no, please explain:

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Allocated by States and Territories

		1	Direct Business Only							
		2	3	4	5	6	7	8	9	
State, Etc.		Active Status (a)	Accident & Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Plan Premiums	Life & Annuity Premiums and Other Considerations	Property/ Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1.	Alabama.....AL	..L	39,795,663						39,795,663	
2.	Alaska.....AK	..L							0	
3.	Arizona.....AZ	..L	32,121,981						32,121,981	
4.	Arkansas.....AR	..L							0	
5.	California.....CA	..L							0	
6.	Colorado.....CO	..L	49,431,159						49,431,159	
7.	Connecticut.....CT	..L	29,685,447						29,685,447	
8.	Delaware.....DE	..L	5,225,491						5,225,491	
9.	District of Columbia.....DC	..L	4,975,501			148,407,769			153,383,270	
10.	Florida.....FL	..N							0	
11.	Georgia.....GA	..N							0	
12.	Hawaii.....HI	..L							0	
13.	Idaho.....ID	..L							0	
14.	Illinois.....IL	..L							0	
15.	Indiana.....IN	..L	31,885,394						31,885,394	
16.	Iowa.....IA	..L	11,481,017						11,481,017	
17.	Kansas.....KS	..L	13,284,344						13,284,344	
18.	Kentucky.....KY	..L	6,270,767						6,270,767	
19.	Louisiana.....LA	..L	9,629,211						9,629,211	
20.	Maine.....ME	..L	5,571,643						5,571,643	
21.	Maryland.....MD	..L							0	
22.	Massachusetts.....MA	..L	41,654,645						41,654,645	
23.	Michigan.....MI	..L	61,716,026						61,716,026	
24.	Minnesota.....MN	..L	45,545,287						45,545,287	
25.	Mississippi.....MS	..L	7,003,316						7,003,316	
26.	Missouri.....MO	..N							0	
27.	Montana.....MT	..L	3,441,768						3,441,768	
28.	Nebraska.....NE	..L	7,597,850						7,597,850	
29.	Nevada.....NV	..L							0	
30.	New Hampshire.....NH	..L	4,998,708						4,998,708	
31.	New Jersey.....NJ	..L	73,782,473						73,782,473	
32.	New Mexico.....NM	..N							0	
33.	New York.....NY	..N							0	
34.	North Carolina.....NC	..L	73,392,455						73,392,455	
35.	North Dakota.....ND	..L	2,762,448						2,762,448	
36.	Ohio.....OH	..L	98,630,627						98,630,627	
37.	Oklahoma.....OK	..L	48,520,748						48,520,748	
38.	Oregon.....OR	..L	19,368,329						19,368,329	
39.	Pennsylvania.....PA	..L	68,370,303						68,370,303	
40.	Rhode Island.....RI	..L	18,195,297						18,195,297	
41.	South Carolina.....SC	..L	10,961,958						10,961,958	
42.	South Dakota.....SD	..L	12,464,607						12,464,607	
43.	Tennessee.....TN	..L	34,796,215						34,796,215	
44.	Texas.....TX	..L	177,568,031						177,568,031	
45.	Utah.....UT	..L	11,104,817						11,104,817	
46.	Vermont.....VT	..L	5,546,873						5,546,873	
47.	Virginia.....VA	..L							0	
48.	Washington.....WA	..L							0	
49.	West Virginia.....WV	..L	2,573,925						2,573,925	
50.	Wisconsin.....WI	..L	31,863,141						31,863,141	
51.	Wyoming.....WY	..L							0	
52.	American Samoa.....AS	..N							0	
53.	Guam.....GU	..N							0	
54.	Puerto Rico.....PR	..N							0	
55.	U.S. 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	0	0
59.	Subtotal.....XXX		1,101,217,465	0	0	148,407,769	0	0	1,249,625,234	0
60.	Reporting entity contributions for Employee Benefit Plans.....XXX								0	
61.	Total (Direct Business).....XXX		1,101,217,465	0	0	148,407,769	0	0	1,249,625,234	0

DETAILS OF WRITE-INS

58001.							0	
58002.							0	
58003.							0	
58998. Summary of remaining write-ins for line 58.....	0	0	0	0	0	0	0	0
58999. Total (Lines 58001 through 58003 + 58998).....	0	0	0	0	0	0	0	0

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG.....	46
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state.....	0

R - Registered - Non-domiciled RRGs.....	0
Q - Qualified - Qualified or accredited reinsurer.....	0
N - None of the above - Not allowed to write business in the state.....	11

(b) Explanation of basis of allocation by states, premiums by state, etc.
The Company allocates based on the situs of the contract.

Organizational Chart, Vision Service Plan



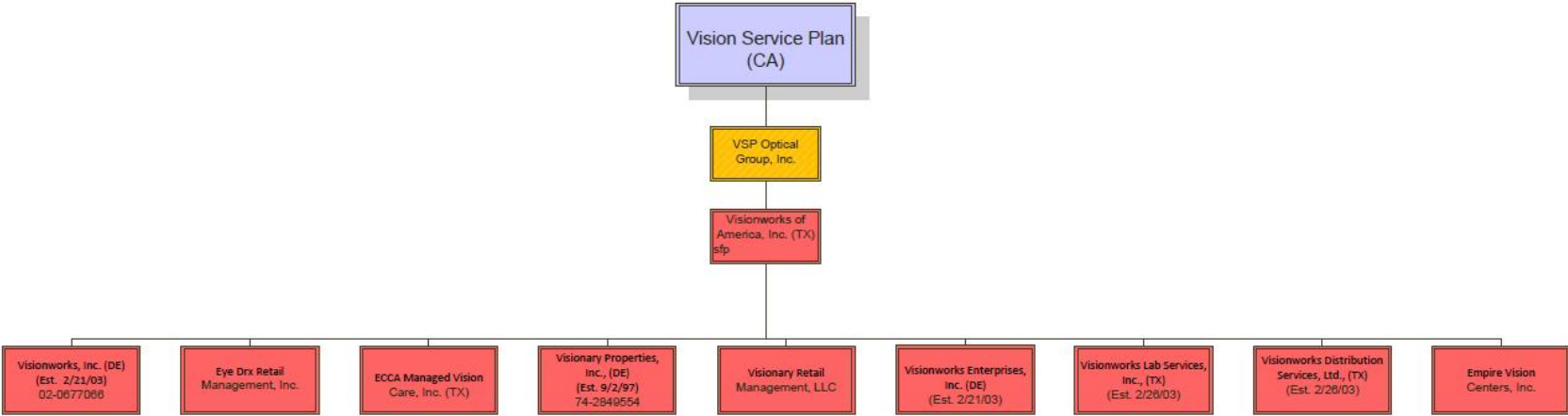
Organizational Chart, Marchon Eyewear, Inc.



Vision Service Plan
Proprietary and Confidential
For Internal Use Only

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART

Organizational Chart, Visionworks of America, Inc.



Legend
Wholly-owned subsidiaries

Each entity is 100% owned by its parent unless otherwise indicated.
All entities are US domestic unless otherwise indicated by name or notation.

v.013020

Vision Service Plan
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SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART
