



QUARTERLY STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CONDITION AND AFFAIRS OF THE PACIFCSOURCE HEALTH PLANS

NAIC Group Code	4704 <small>(Current Period)</small>	4704 <small>(Prior Period)</small>	NAIC Company Code	54976	Employer's ID Number	93-0245545
Organized under the Laws of	Oregon		State of Domicile or Port of Entry	Oregon		
Country of Domicile	United States of America					
Licensed as business type:	Life, Accident & Health[<input checked="" type="checkbox"/>] Dental Service Corporation[] Other[]	Property/Casualty[] Vision Service Corporation[] Is HMO Federally Qualified? Yes[] No[] N/A[<input checked="" type="checkbox"/>]	Hospital, Medical & Dental Service or Indemnity[] Health Maintenance Organization[]			
Incorporated/Organized	03/31/1933		Commenced Business	07/01/1939		
Statutory Home Office	110 INTERNATIONAL WAY <small>(Street and Number)</small>		SPRINGFIELD, OR, US 97477 <small>(City or Town, State, Country and Zip Code)</small>			
Main Administrative Office	110 INTERNATIONAL WAY <small>(Street and Number)</small>		SPRINGFIELD, OR, US 97477 <small>(City or Town, State, Country and Zip Code)</small>		(541)686-1242 <small>(Area Code) (Telephone Number)</small>	
Mail Address	110 INTERNATIONAL WAY <small>(Street and Number or P.O. Box)</small>		SPRINGFIELD, OR, US 97477 <small>(City or Town, State, Country and Zip Code)</small>		(541)225-3627 <small>(Area Code) (Telephone Number)</small>	
Primary Location of Books and Records	110 INTERNATIONAL WAY <small>(Street and Number)</small>		SPRINGFIELD, OR, US 97477 <small>(City or Town, State, Country and Zip Code)</small>		(541)686-1242 <small>(Area Code) (Telephone Number)</small>	
Internet Web Site Address	www.pacificsource.com					
Statutory Statement Contact	PETER F DAVIDSON <small>(Name)</small>		peter.davidson@pacificsource.com <small>(E-Mail Address)</small>		(541)684-5212 <small>(Area Code)(Telephone Number)(Extension)</small> (541)225-3627 <small>(Fax Number)</small>	

OFFICERS

Name	Title
KENNETH P PROVENCHER	President/CEO
KRISTIN E KERNUTT	Secretary
PETER F DAVIDSON	EVP/Chief Financial Officer
ERICK DOOLEN	EVP/Chief Operating Officer
DAN ROTH	EVP/Chief Medical Officer
DAN STEVENS	Executive Vice President
SHARON THOMSON	Executive Vice President

OTHERS

DIRECTORS OR TRUSTEES

PATRICIA SCHMITT	DAVID SHUTE MD
ROGER SAYDACK	EDWIN DAHLBERG
RICHARD WRIGHT	DIVYA SHARMA MD

State of Oregon
County of Lane ss

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.

_____ <small>(Signature)</small> KENNETH P. PROVENCHER <small>(Printed Name)</small> 1. President/CEO <small>(Title)</small>	_____ <small>(Signature)</small> PETER F. DAVIDSON <small>(Printed Name)</small> 2. Chief Financial Officer <small>(Title)</small>	_____ <small>(Signature)</small> <small>(Printed Name)</small> 3. <small>(Title)</small>
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Subscribed and sworn to before me this _____ day of _____, 2016

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

Yes[X] No[]

(Notary Public Signature)

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	66,545,703		66,545,703	74,904,843
2. Stocks:				
2.1 Preferred stocks	543,057		543,057	416,317
2.2 Common stocks	95,955,970		95,955,970	94,506,472
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances)				
4.2 Properties held for the production of income (less \$.....0 encumbrances)				
4.3 Properties held for sale (less \$.....0 encumbrances)				
5. Cash (\$.....21,747,048), cash equivalents (\$.....0) and short-term investments (\$.....66,644)	21,813,692		21,813,692	13,034,589
6. Contract loans (including \$.....0 premium notes)				
7. Derivatives				
8. Other invested assets	677,820		677,820	724,012
9. Receivables for securities				378
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	185,536,241		185,536,241	183,586,610
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	386,332		386,332	455,352
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	6,643,667	38,722	6,604,945	14,264,802
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$.....25,673) and contracts subject to redetermination (\$.....8,972,176)	10,822,521	1,824,671	8,997,850	6,157,292
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	7,622,289		7,622,289	16,416,558
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans	2,923,233		2,923,233	3,040,824
18.1 Current federal and foreign income tax recoverable and interest thereon	1,083,552		1,083,552	36,550
18.2 Net deferred tax asset	2,400,000		2,400,000	2,200,000
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$.....0)				
22. Net adjustments in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	11,029		11,029	14,920
24. Health care (\$.....4,937,282) and other amounts receivable	8,831,299	3,894,016	4,937,282	2,413,135
25. Aggregate write-ins for other-than-invested assets	1,455,572	931,249	524,323	279,153
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	227,715,736	6,688,658	221,027,078	228,865,196
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. TOTAL (Lines 26 and 27)	227,715,736	6,688,658	221,027,078	228,865,196
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. INTANGIBLE ASSETS	810,267	810,267		
2502. PREPAID EXPENSES	120,982	120,982		
2503. PREPAID REINSURANCE & GOVERNMENT RECEIVABLE	524,323		524,323	279,153
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,455,572	931,249	524,323	279,153

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$.....955,837 reinsurance ceded)	59,374,417	148,808	59,523,225	60,785,731
2. Accrued medical incentive pool and bonus amounts	84,665		84,665	65,714
3. Unpaid claims adjustment expenses	1,628,081		1,628,081	1,795,182
4. Aggregate health policy reserves, including the liability of \$.....0 for medical loss ratio rebate per the Public Health Service Act	1,259,957		1,259,957	2,374,341
5. Aggregate life policy reserves				
6. Property/casualty unearned premium reserve				
7. Aggregate health claim reserves				
8. Premiums received in advance	5,449,658		5,449,658	5,711,362
9. General expenses due or accrued	5,586,269		5,586,269	8,931,546
10.1 Current federal and foreign income tax payable and interest thereon (including \$.....0 on realized gains (losses))				
10.2 Net deferred tax liability				
11. Ceded reinsurance premiums payable	298,312		298,312	1,061,366
12. Amounts withheld or retained for the account of others	3,828,198		3,828,198	3,081,992
13. Remittances and items not allocated				
14. Borrowed money (including \$.....0 current) and interest thereon \$.....0 (including \$.....0 current)				
15. Amounts due to parent, subsidiaries and affiliates	5,763,860		5,763,860	652,277
16. Derivatives				
17. Payable for securities	748,424		748,424	
18. Payable for securities lending				
19. Funds held under reinsurance treaties with (\$.....0 authorized reinsurers, \$.....0 unauthorized reinsurers and \$.....0 certified reinsurers)				
20. Reinsurance in unauthorized and certified (\$.....0) companies				
21. Net adjustments in assets and liabilities due to foreign exchange rates				
22. Liability for amounts held under uninsured plans				
23. Aggregate write-ins for other liabilities (including \$.....0 current)	7,969		7,969	9,320
24. Total liabilities (Lines 1 to 23)	84,029,810	148,808	84,178,618	84,468,833
25. Aggregate write-ins for special surplus funds	X X X	X X X		10,616,323
26. Common capital stock	X X X	X X X		
27. Preferred capital stock	X X X	X X X		
28. Gross paid in and contributed surplus	X X X	X X X	(2,833,784)	(2,833,784)
29. Surplus notes	X X X	X X X		
30. Aggregate write-ins for other-than-special surplus funds	X X X	X X X		
31. Unassigned funds (surplus)	X X X	X X X	139,682,245	136,613,823
32. Less treasury stock, at cost:				
32.1 .....0 shares common (value included in Line 26 \$.....0)	X X X	X X X		
32.2 .....0 shares preferred (value included in Line 27 \$.....0)	X X X	X X X		
33. Total capital and surplus (Lines 25 to 31 minus Line 32)	X X X	X X X	136,848,461	144,396,362
34. Total Liabilities, capital and surplus (Lines 24 and 33)	X X X	X X X	221,027,079	228,865,195
DETAILS OF WRITE-INS				
2301. POST RETIREMENT BENEFITS	7,969		7,969	9,320
2302.				
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)	7,969		7,969	9,320
2501. ACA 9010 Assessment	X X X	X X X		10,616,323
2502.	X X X	X X X		
2503.	X X X	X X X		
2598. Summary of remaining write-ins for Line 25 from overflow page	X X X	X X X		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	X X X	X X X		10,616,323
3001.	X X X	X X X		
3002.	X X X	X X X		
3003.	X X X	X X X		
3098. Summary of remaining write-ins for Line 30 from overflow page	X X X	X X X		
3099. TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year	Prior Year
	1	2	To Date	Ended
	Uncovered	Total	Total	December 31
1. Member Months	X X X	1,447,300	1,436,127	1,946,137
2. Net premium income (including \$.....0 non-health premium income)	X X X	407,848,739	420,950,291	562,246,723
3. Change in unearned premium reserves and reserves for rate credits	X X X	1,114,385	691,972	2,590,913
4. Fee-for-service (net of \$.....0 medical expenses)	X X X			
5. Risk revenue	X X X			
6. Aggregate write-ins for other health care related revenues	X X X			
7. Aggregate write-ins for other non-health revenues	X X X			
8. Total revenues (Lines 2 to 7)	X X X	408,963,123	421,642,263	564,837,636
Hospital and Medical:				
9. Hospital/medical benefits	564,089	225,635,488	235,027,416	334,307,804
10. Other professional services	81,323	32,529,333	31,258,685	38,682,147
11. Outside referrals	89,927	35,970,752	28,664,749	35,094,617
12. Emergency room and out-of-area	53,571	21,428,481	19,679,856	24,052,868
13. Prescription drugs	121,664	48,665,701	56,448,586	77,451,314
14. Aggregate write-ins for other hospital and medical				
15. Incentive pool, withhold adjustments and bonus amounts		38,050	(227,622)	30,183
16. Subtotal (Lines 9 to 15)	910,574	364,267,805	370,851,671	509,618,933
Less:				
17. Net reinsurance recoveries		7,059,140	12,163,289	22,365,351
18. Total hospital and medical (Lines 16 minus 17)	910,574	357,208,666	358,688,382	487,253,582
19. Non-health claims (net)				
20. Claims adjustment expenses, including \$.....8,503,599 cost containment expenses		17,236,588	15,076,499	23,026,307
21. General administrative expenses		52,036,147	55,697,686	69,514,934
22. Increase in reserves for life and accident and health contracts (including \$.....0 increase in reserves for life only)			(3,720,000)	(4,960,000)
23. Total underwriting deductions (Lines 18 through 22)	910,574	426,481,401	425,742,567	574,834,823
24. Net underwriting gain or (loss) (Lines 8 minus 23)	X X X	(17,518,278)	(4,100,304)	(9,997,187)
25. Net investment income earned		1,649,532	1,550,157	2,557,044
26. Net realized capital gains (losses) less capital gains tax of \$.....428,507		831,810	698,901	544,620
27. Net investment gains or (losses) (Lines 25 plus 26)		2,481,341	2,249,057	3,101,665
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....0) (amount charged off \$.....226,377)]		(226,377)	(246,104)	(268,599)
29. Aggregate write-ins for other income or expenses		3,616,055	(64,399)	(63,129)
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	X X X	(11,647,259)	(2,161,748)	(7,227,250)
31. Federal and foreign income taxes incurred	X X X	(1,167,707)	2,938,896	2,981,824
32. Net income (loss) (Lines 30 minus 31)	X X X	(10,479,552)	(5,100,644)	(10,209,074)
DETAILS OF WRITE-INS				
0601.	X X X			
0602.	X X X			
0603.	X X X			
0698. Summary of remaining write-ins for Line 6 from overflow page	X X X			
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	X X X			
0701.	X X X			
0702.	X X X			
0703.	X X X			
0798. Summary of remaining write-ins for Line 7 from overflow page	X X X			
0799. TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)	X X X			
1401.				
1402.				
1403.				
1498. Summary of remaining write-ins for Line 14 from overflow page				
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)				
2901. MISCELLANEOUS		4,607	4,017	5,287
2902. CHARITABLE CONTRIBUTIONS		(55,790)	(68,415)	(68,416)
2903. Contract revenue		3,667,238		
2998. Summary of remaining write-ins for Line 29 from overflow page				
2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)		3,616,055	(64,399)	(63,129)

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
CAPITAL & SURPLUS ACCOUNT			
33. Capital and surplus prior reporting year	144,396,362	148,158,002	148,158,001
34. Net income or (loss) from Line 32	(10,479,552)	(5,100,644)	(10,209,074)
35. Change in valuation basis of aggregate policy and claim reserves			
36. Change in net unrealized capital gains (losses) less capital gains tax of \$.....(500,000)	4,835,104	11,109,654	4,473,212
37. Change in net unrealized foreign exchange capital gain or (loss)			
38. Change in net deferred income tax	(300,000)	3,000,000	3,100,000
39. Change in nonadmitted assets	(1,603,454)	(155,259)	(1,125,777)
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			
47. Aggregate write-ins for gains or (losses) in surplus			
48. Net change in capital and surplus (Lines 34 to 47)	(7,547,901)	8,853,750	(3,761,639)
49. Capital and surplus end of reporting period (Line 33 plus 48)	136,848,461	157,011,751	144,396,362
DETAILS OF WRITE-INS			
4701.			
4702.			
4703.			
4798. Summary of remaining write-ins for Line 47 from overflow page			
4799. TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above)			

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	411,655,903	417,855,874	545,034,069
2. Net investment income	1,781,690	1,714,363	2,792,469
3. Miscellaneous income			
4. TOTAL (Lines 1 to 3)	413,437,593	419,570,238	547,826,538
5. Benefit and loss related payments	354,504,679	350,213,572	474,335,669
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	69,277,845	74,387,496	96,120,995
8. Dividends paid to policyholders			
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)	307,803	(2,884,714)	(4,775,654)
10. TOTAL (Lines 5 through 9)	424,090,327	421,716,354	565,681,010
11. Net cash from operations (Line 4 minus Line 10)	(10,652,734)	(2,146,116)	(17,854,472)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	61,967,148	54,072,981	67,667,904
12.2 Stocks	4,028,923	4,165,489	4,165,489
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets	34,414		55,644
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
12.7 Miscellaneous proceeds	784,779	1,084,770	4,896
12.8 TOTAL investment proceeds (Lines 12.1 to 12.7)	66,815,265	59,323,240	71,893,932
13. Cost of investments acquired (long-term only):			
13.1 Bonds	52,669,687	45,960,102	61,400,680
13.2 Stocks	1,035,398	647,821	647,821
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets			
13.6 Miscellaneous applications			0
13.7 TOTAL investments acquired (Lines 13.1 to 13.6)	53,705,084	46,607,923	62,048,502
14. Net increase (or decrease) in contract loans and premium notes			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	13,110,180	12,715,317	9,845,430
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock			
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied)	6,321,659	5,995,846	11,970,686
17. Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	6,321,659	5,995,846	11,970,686
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)	8,779,105	16,565,047	3,961,644
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	13,034,587	9,072,943	9,072,943
19.2 End of period (Line 18 plus Line 19.1)	21,813,692	25,637,990	13,034,587

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

20.0001	.....	.....	.....
20.0002	.....	.....	.....
20.0003	.....	.....	.....
20.0004	.....	.....	.....

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	168,480	19,739	105,097	28		16,594				27,022
2. First Quarter	159,983	14,478	98,495	27		17,671				29,312
3. Second Quarter	159,820	13,780	98,672	24		17,321				30,023
4. Third Quarter	166,488	13,966	101,582	23		17,342				33,575
5. Current Year										
6. Current Year Member Months	1,447,300	127,973	892,355	228		156,992				269,752
Total Member Ambulatory Encounters for Period:										
7. Physician	288,880	37,855	251,025							
8. Non-Physician	247,396	22,828	180,115			44,453				
9. Total	536,276	60,683	431,140			44,453				
10. Hospital Patient Days Incurred	18,215	3,815	14,344	56						
11. Number of Inpatient Admissions	3,901	691	3,203	7						
12. Health Premiums Written (a)	413,128,843	56,512,680	335,571,339	33,999		14,715,140				6,295,685
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	414,243,228	56,665,119	336,493,500	34,091		14,754,833				6,295,685
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	369,402,495	73,211,676	283,345,022	27,542		11,217,997				1,600,258
18. Amount Incurred for Provision of Health Care Services	364,267,805	72,194,035	279,299,035	27,159		11,062,067				1,685,509

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

CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

Aging Analysis of Unpaid Claims

1 Account	2 1 - 30 Days	3 31 - 60 Days	4 61 - 90 Days	5 91 - 120 days	6 Over 120 Days	7 Total
0199999 Individually Listed Claims Unpaid						
0299999 Aggregate Accounts Not Individually Listed - Uncovered						
0399999 Aggregate Accounts Not Individually Listed - Covered	18,721,890	1,810,589	210,870	85,791	159,710	20,988,850
0499999 Subtotals	18,721,890	1,810,589	210,870	85,791	159,710	20,988,850
0599999 Unreported claims and other claim reserves						37,883,125
0699999 Total Amounts Withheld						1,607,087
0799999 Total Claims Unpaid						60,479,062
0899999 Accrued Medical Incentive Pool And Bonus Amounts						84,665

UNDERWRITING AND INVESTMENT EXHIBIT
ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5	6
	1	2	3	4	Claims Incurred in Prior Years (Columns 1+3)	Estimated Claim Reserve and Claim Liability Dec 31 of Prior Year
	On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec 31 of Prior Year	On Claims Incurred During the Year		
1. Comprehensive (hospital & medical)	52,191,296	298,583,647	1,458,097	57,045,731	53,649,393	60,027,890
2. Medicare Supplement	5,660	21,882		15,278	5,660	16,611
3. Dental only	916,850	10,301,147	3,248	865,620	920,098	691,230
4. Vision only						
5. Federal Employees Health Benefits Plan						
6. Title XVIII - Medicare						
7. Title XIX - Medicaid						
8. Other health	221,187	1,038,179		135,251	221,187	50,000
9. Health subtotal (Lines 1 to 8)	53,334,993	309,944,855	1,461,345	58,061,880	54,796,338	60,785,731
10. Healthcare receivables (a)	1,404,118	7,427,181			1,404,118	3,984,572
11. Other non-health						
12. Medical incentive pools and bonus amounts	19,099			84,665	19,099	65,714
13. Totals (Lines 9 - 10 + 11 + 12)	51,949,974	302,517,674	1,461,345	58,146,546	53,411,319	56,866,873

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

Notes to Financial Statement

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of PacificSource Health Plans (the "Company" or "PacificSource") have been prepared in conformity with accounting practices prescribed or permitted by the state of Oregon for determining and reporting the financial conditions and results of operations of an insurance company for determining its solvency under Oregon Insurance law. The National Association of Insurance Commissioners ("NAIC") Accounting Practices and Procedures Manual, ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the state of Oregon.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of Oregon is shown below:

		State of Domicile	2016	2015
	<u>NET INCOME</u>			
(1)	State basis (Page 4, Line 32, Columns 2 & 3)	OR	(10,479,552)	(10,209,074)
(2)	State Prescribed Practices that increase/(decrease) NAIC SAP:			
(201)				
(299)	Total		0	0
(3)	State Permitted Practices that increase/(decrease) NAIC SAP:			
(301)				
(399)	Total		0	0
(4)	NAIC SAP (1-2-3=4)		(10,479,552)	(10,209,074)
	<u>SURPLUS</u>			
(5)	State basis (Page 3, Line 33, Columns 3 & 4)	OR	136,848,460	144,396,362
(6)	State Prescribed Practices that increase/(decrease) NAIC SAP:			
(601)				
(699)	Total		0	0
(7)	State Permitted Practices that increase/(decrease) NAIC SAP:			
(701)				
(799)	Total		0	0
(8)	NAIC SAP (5-6-7=8)		136,848,460	144,396,362

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

No Material Change

C. Accounting Policy

(1) – (5) – No Material Change

Notes to Financial Statement

(6) The Company had no loan-backed securities.

(7) – (13) - No Material Change

D. Going Concern

None

2. Accounting Changes and Corrections of Errors

No Material Change

3. Business Combinations and Goodwill

No Material Change

4. Discontinued Operations

No Material Change

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans – No Material Change

B. Debt Restructuring – No Material Change

C. Reverse Mortgages – No Material Change

D. Loan-Backed Securities

(1) Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from broker dealer survey values or internal estimates.

(2) There are no other-than-temporary impairments on any Loan-Backed Securities.

(3) There are no other-than-temporary impairments on any Loan-Backed Securities.

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

a. The aggregate amount of unrealized losses:

1. Less than 12 months	\$12,410
2. 12 Months or Longer	\$260

b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 months	\$777,354
2. 12 Months or Longer	\$28,529

(5) The amount disclosed in item (4) above consists of 2 securities that have NAIC designations of 3FE and 2FM. The securities are valued at the lesser of fair value or amortized cost. In this case, the lesser amount is fair value. The Company believes that it has the ability to hold the security to maturity and it will collect the amount due per the terms of the security. Currently, interest and principal payments are received as scheduled.

Notes to Financial Statement

E. Repurchase Agreements

- (1) Policy for requiring collateral or other security – No Material Change
- (2) Carrying amount and classification of both those assets and associated liabilities – No Material Change
- (3) Collateral accepted that it is permitted by contract or custom to sell or repledge:
 - a. Aggregate amount of contractually obligated open collateral positions – No Material Change
 - b. Fair value of that collateral and of the portion of that collateral that it has sold or repledged – None
 - c. Information about the sources and uses of that collateral – No Material Change
- (4) Aggregate value of the reinvested collateral which is “one-line” reported and the aggregate reinvested collateral which is reported in the investment schedules – No Material Change
- (5) Reinvestment of the cash collateral and any securities which it or its agent receives as collateral that can be sold or repledged – No Material Change
- (6) Collateral accepted that it is not permitted by contract or custom to sell or repledge – No Material Change
- (7) Collateral for transactions that extend beyond one year from the reporting date – No Material Change

F. Real Estate – No Material Change

G. Low-income housing tax credits (LIHTC) – No Material Change

H. Restricted Assets – No Material Change

I. Working Capital Finance Investments

- (2) Aggregate Book/Adjusted Carrying Value – None
- (3) Events of Default – None

J. Offsetting and Netting of Assets and Liabilities – None

K. Structured Notes – No Material Change

6. Joint Ventures, Partnerships and Limited Liability Companies

No Material Change

7. Investment Income

No Material Change

8. Derivative Instruments

No Material Change

9. Income Taxes

No Material Change

Notes to Financial Statement

10. Information Concerning Parent, Subsidiaries and Affiliates

- A, B, & C - No Material Change
- D. Amounts Due from or to Related Parties - No Material Change
- E. Guarantees - No Material Change
- F. Material management contracts – No Material Change
- G. Common Control - No Material Change
- H. Deductions in Value - No Material Change
- I. SCA that exceed 10% of Admitted Assets - No Material Change
- J. Impaired SCAs - No Material Change
- K. Foreign Subsidiary - No Material Change
- L. Downstream Noninsurance Holding Company - No Material Change
- M. Non-Insurance SCA Investments - No Material Change
- N. Investment in Insurance SCA – No Material Change

11. Debt

- A. Debt - No Material Change
- B. FHLB (Federal Home Loan Bank) Agreements - None

12. Retirement Plans, Deferred Compensation, Post-Employment Benefits, Compensated Absences and other Postretirement Benefit Plans.

- A. Defined Benefit Plan
 - (1) Change in benefit obligation – No Material Change
 - (2) Change in plan assets- No Material Change
 - (3) Funded status - No Material Change
 - (4) Components of net periodic benefit cost - None
 - (5) The amount included in unassigned funds (surplus) for the period arising from a change in the additional minimum pension liability recognized - No Material Change
 - (6) Amounts in unassigned funds (surplus expected to be recognized in the next fiscal year as components of net periodic benefit cost - No Material Change
 - (7) Amounts in unassigned funds (surplus) that have not been recognized as components of net periodic benefit cost - No Material Change
 - (8) Weighted-average assumptions used to determine net period benefit cost - No Material Change
 - (9) The amount of accumulated benefit obligation for defined benefit pension plans - No Material Change

Notes to Financial Statement

(10) – (11) The defined benefit pension plan asset allocation as of the measurement date, and the target asset allocation, presented as a percentage of total plan assets - No Material Change

(12) Estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years- No Material Change

(13) Regulatory contribution requirements - No Material Change

(14) – (21) No Material Change.

B. Investment Policies and Strategies – No Material Change

C. Plan Assets – No Material Change

D. Long-term Rate-of-return-on-assets Assumption - No Material Change

E. Defined Contribution Plans – No Material Change

F. Multi-Employer Plan – No Material Change

G. Consolidated/Holding Company Plans – No Material Change

H. Post-Employment Benefits and Compensated Absences – No Material Change

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17) – No Material Change

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

No Material Change

14. Contingencies

No Material Change

15. Leases

A. Lessee Operating Leases - No Material Change

B. (1) Lessor Leases – No Material Change

(2) Leveraged Leases - No Material Change

16. Information about Financial Instruments with off-balance sheet risk and financial instruments with concentrations of credit risk.

No Material Change

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

A. Transfers of Receivables reported as Sales – No Material Change

B. Transfer and Servicing of Financial Assets

(1) Description of loaned securities – No Material Change

(2) Servicing Assets and Liabilities

a. Risks inherent in servicing assets and servicing liabilities – None

Notes to Financial Statement

b. Amount of contractually specified servicing fees, late fees and ancillary fees earned for each period – None

c. Assumptions used to estimate the fair value – None

(3) Servicing assets and servicing liabilities are subsequently measured at fair value – No Material Change

(4) For securitizations, asset-backed financing arrangements, and similar transfers accounted for as sales when the transferor has continuing involvement (as defined in the glossary of the Accounting Practices & Procedures Manual) with the transferred financial assets:

a. Each income statement presented – None

b. Each statement of financial position presented, regardless of when the transfer occurred – None

(5) Transfers of financial assets accounted for as secured borrowing value – No Material Change

(6) Transfers of receivables with recourse – No Material Change

(7) Securities underlying repurchase and reverse repurchase agreements – No Material Change

C. Wash Sales – None

18. Gain or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans.

No Material Change

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

No Material Change

20. Fair Value Measurements

A. Fair Market Value at Reporting Date

(1)

	Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
a.	Assets at fair value				
01	Bonds				
02	Industrial and Misc	\$805,884			\$805,884
03	Total Bonds	\$805,884			\$805,884
04	Preferred Stock				
05	Industrial and Misc				
06	Total Preferred Stock				
07	Common stock				
08	Mutual Funds	\$22,323,669			\$22,323,669
09	Total Common Stock	\$22,323,669			\$22,323,669
99	Subtotal – Assets at fair value	\$23,129,552			\$23,129,552
b.	Liabilities at fair value				
01					
99	Subtotal – Liabilities at fair value				

Notes to Financial Statement

(2) Fair Value Measurements in (Level 3) of the Fair Value - None

(3) The Company's policy for determining when transfers between levels are recognized is determined at the end of the reporting period.

(4) The Company has not valued any securities at a Level 2 or 3.

(5) Derivative assets and liabilities- None

B. Fair Value Information under SSAP No. 100 combined with Fair Value information Under Other Account Pronouncements – None

C. Aggregate Fair Value of All Financial Instruments

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$67,638,726	\$66,545,703	\$67,638,726			
Preferred Stock	\$545,377	\$543,057	\$545,377			
Common Stock	\$95,955,970	\$95,955,970	\$22,323,669		\$73,632,301	
Short-term Investments	\$66,644	\$66,644	\$66,644			
Other Invested Assets	\$677,820	\$677,820		\$677,820		

D. Not Practicable to Estimate Fair Value - None

21. Other Items

A. Unusual or Infrequent Items – No Material Change

B. Troubled Debt Restructuring – No Material Change

C. Other Disclosures– No Material Change.

D. Business Interruption Insurance Recoveries - No Material Change

E. State Transferable and Nontransferable Tax Credits - No Material Change

F. Subprime Related Risk Exposure – No Material Change

G. Retained Assets - No Material Change

H. Insurance-Linked Securities - No Material Change

22. Events Subsequent

Type I. – Recognized Subsequent Events

No Material Change

Type II. – Nonrecognized Subsequent Events

No Material Change

23. Reinsurance

No Material Change

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. Estimates accrued retrospective premium adjustments – No Material Change

B. Accrued retrospective premium – No Material Change.

Notes to Financial Statement

- C. Net premiums written subject to retrospective rating features – No Material Change.
- D. Medical loss ratio rebates required pursuant to the Public Health Service Act – No Material Change
- E. Risk-Sharing Provisions of the Affordable Care Act (ACA)
 - (1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO)? Yes

Notes to Financial Statement

(2) Impact of Risk-Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

	AMOUNT
a. Permanent ACA Risk Adjustment Program	
Assets	
1. Premium adjustments receivable due to ACA Risk Adjustment	8,972,176
Liabilities	
2. Risk adjustment user fees payable for ACA Risk Adjustment	33,477
3. Premium adjustments payable due to ACA Risk Adjustment	
Operations (Revenue & Expense)	
4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	5,143,573
5. Reported in expenses as ACA risk adjustment user fees (incurred/paid)	33,477
b. Transitional ACA Reinsurance Program	
Assets	
1. Amounts recoverable for claims paid due to ACA Reinsurance	5,356,120
2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)	762,473
3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	
Liabilities	
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	3,879,208
5. Ceded reinsurance premiums payable due to ACA Reinsurance	298,312
6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	
Operations (Revenue & Expense)	
7. Ceded reinsurance premiums due to ACA Reinsurance	298,312
8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	3,503,969
9. ACA Reinsurance contributions – not reported as ceded premium	2,452,858
c. Temporary ACA Risk Corridors Program	
Assets	
1. Accrued retrospective premium due to ACA Risk Corridors	25,673
Liabilities	
2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	
Operations (Revenue & Expense)	
3. Effect of ACA Risk Corridors on net premium income (paid/received)	
4. Effect of ACA Risk Corridors on change in reserves for rate credits	

Notes to Financial Statement

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

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date	
	1	2	3	4	5	6	7	8		9	10
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable	\$6,028,854	\$0	2,200,251	\$0	\$3,828,603	\$0	(1,580,427)	\$0	A	\$2,248,176	\$0
2. Premium adjustments (payable)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	B	\$0	\$0
3. Subtotal ACA Permanent Risk Adjustment Program	\$6,028,854	\$0	\$2,200,251	\$0	\$3,828,603	\$0	(\$1,580,427)	\$0		\$2,248,176	\$0
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid	\$15,320,595	\$0	12,705,972	\$0	\$2,614,623	\$0	\$(900,183)	\$0	C	\$1,714,440	\$0
2. Amounts recoverable for claims unpaid (contra liability)	\$1,809,342	\$0	1,809,342	\$0	\$0	\$0	\$0	\$0	D	\$0	\$0
3. Amounts receivable relating to uninsured plans	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	E	\$0	\$0
4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$0	4,824,873	-	3,398,523	\$0	\$1,426,350	\$0	\$0	F	\$0	\$1,426,350
5. Ceded reinsurance premiums payable	\$0	880,527	-	880,527	\$0	(\$0)	\$0	\$0	G	\$0	(\$0)
6. Liability for amounts held under uninsured plans	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	H	\$0	\$0
7. Subtotal ACA Transitional Reinsurance Program	\$17,129,937	\$5,705,400	\$14,515,314	\$4,279,050	\$2,614,623	\$1,426,350	\$(900,183)	\$0		\$1,714,440	\$1,426,350
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium	\$1,953,109	\$0	102,764	\$0	\$1,850,344	\$0	-	\$0	I	\$1,850,344	\$0
2. Reserve for rate credits or policy experience rating refunds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	J	\$0	\$0
3. Subtotal ACA Risk Corridors Program	\$1,953,109	\$0	\$102,764	\$0	\$1,850,344	\$0	\$0	\$0		\$1,850,344	\$0
d. Total for ACA Risk Sharing Provisions	\$25,111,900	\$5,705,400	\$16,818,330	\$4,279,050	\$8,293,570	\$1,426,350	\$(2,480,610)	\$0		\$5,812,960	\$1,426,350

Explanations of Adjustments

A	Adjusted amount based on notice received from United States Department of Health and Human Services.
B	
C	Adjusted amount based on further claim development.
D	
E	
F	
G	
H	
I	
J	

Roll Forward of ACA Risk Corridor Asset and Liability Balances

	Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments		Ref	Unsettled Balances as of the Reporting Date		
	1	2	3	4	5	6	7	8		9	10	
												Receivable
2014 Program Benefit Year Risk Corridor	1,953,109		102,765								1,850,344	0
2015 Program Benefit Year Risk Corridor	-										-	0

Notes to Financial Statement

ACA Risk Corridor Receivable:

Program Benefit Year	2014	2015	2016
Estimated amount to be filed or final amounts filed with federal agency	7,188,726	32,311,569	18,800,000
Amounts impaired or amounts not accrued for other reasons (not withstanding collectability concerns)	4,457,010	32,311,569	18,800,000
Amounts received from federal agency	881,372	0	
Asset balance gross of nonadmission	1,850,344	0	
Nonadmitted amounts	1,824,671	0	
Net admitted assets	25,673	0	

25. Change in Incurred Claims and Claims Adjustment Expenses

Reserves as of December 31, 2015 were \$62,646,627. As of September 30 2016, \$55,149,274 has been paid for incurred claims and claims adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$1,461,345 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$6,036,008 favorable prior-year development since December 31, 2015 to September 30, 2016. 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.

26. Intercompany Pooling Arrangements

No Material Change

27. Structured Settlements

No Material Change

28. Health Care Receivables

No Material Change

29. Participating Policies

No Material Change

30. Premium Deficiency Reserves

No Material Change

31. Anticipated Salvage and Subrogation

No Material Change

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes[X] No[]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes[X] No[] N/A[]

- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes[] No[X]
- 2.2 If yes, date of change:

- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes[X] No[]
- If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[] No[X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes:

- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[] No[X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes[] No[X] N/A[]
If yes, attach an explanation.

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2013
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2013
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 05/05/2015
- 6.4 By what department or departments?
State of Oregon Insurance Division
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes[] No[] N/A[X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[X] No[] N/A[]

- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes[] No[X]
- 7.2 If yes, give full information

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes[] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes[] No[X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes[X] No[]
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended? Yes[] No[X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[] No[X]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[X] No[]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$ 0

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes[] No[X]
- 11.2 If yes, give full and complete information relating thereto:

- 12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0

- 13. Amount of real estate and mortgages held in short-term investments: \$ 0

GENERAL INTERROGATORIES (Continued)

INVESTMENT

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[X] No[]

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds		
14.22 Preferred Stock		
14.23 Common Stock	70,451,177	73,509,824
14.24 Short-Term Investments		
14.25 Mortgages Loans on Real Estate		
14.26 All Other		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	70,451,177	73,509,824
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above		

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes[] No[X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

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

If no, attach a description with this statement.

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:

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

\$ 0

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

\$ 0

16.3 Total payable for securities lending reported on the liability page

\$ 0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[X] No[]

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

1 Name of Custodian(s)	2 Custodian Address
US BANK	PO BOX 10948, EUGENE OR 97440
WELLS FARGO BANK	525 MARKET ST., SAN FRANCISCO, CA 94105

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

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

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

Yes[] No[X]

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
104973	WELLS CAPITAL MANAGEMENT	525 MARKET STREET, 10TH FLOOR, SAN FRANCISCO, CA 94105

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

Yes[X] No[]

18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - HEALTH

1. Operating Percentages:	
1.1 A&H loss percent	..... 89.424%
1.2 A&H cost containment percent	..... 2.079%
1.3 A&H expense percent excluding cost containment expenses	..... 14.859%
2.1 Do you act as a custodian for health savings accounts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.	\$ 0
2.3 Do you act as an administrator for health savings accounts?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
2.4 If yes, please provide the balance of the funds administered as of the reporting date.	\$ 0

SCHEDULE S - CEDED REINSURANCE
 Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
Accident and Health - Non-affiliates								
00000	AA-9990032	01/01/2016	US Dept of Hlth & Human Serv	DC	OTH/A/I	Authorized		
93572	43-1235868	06/01/2016	RGA REINS CO	MO	SS/A/G	Authorized		

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

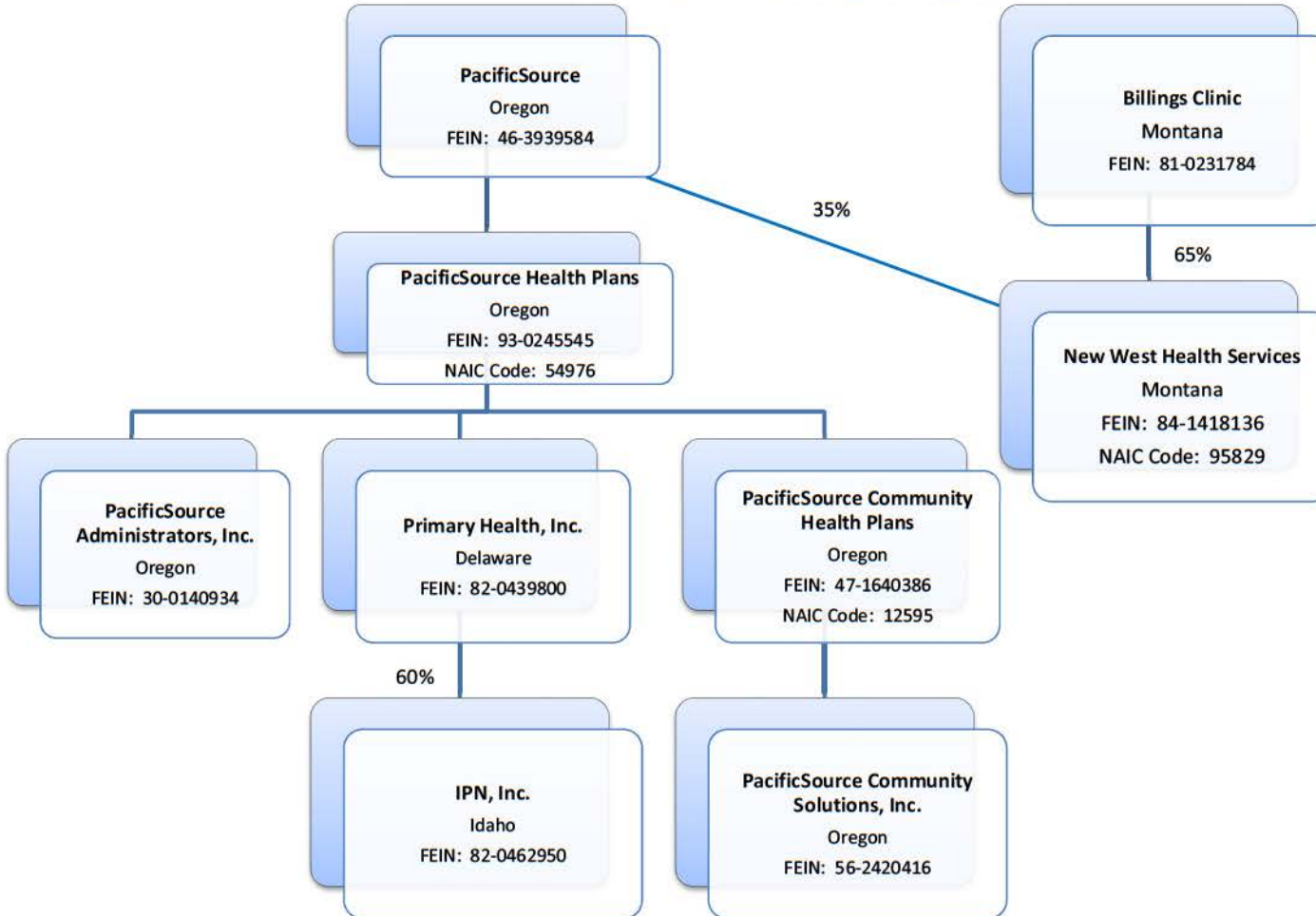
Current Year to Date - Allocated by States and Territories

	1	Direct Business Only							
		2	3	4	5	6	7	8	9
State, Etc.	Active Status	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums and Other Considerations	Property/Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1. Alabama (AL)	N								
2. Alaska (AK)	N								
3. Arizona (AZ)	N								
4. Arkansas (AR)	N								
5. California (CA)	N								
6. Colorado (CO)	N								
7. Connecticut (CT)	N								
8. Delaware (DE)	N								
9. District of Columbia (DC)	N								
10. Florida (FL)	N								
11. Georgia (GA)	N								
12. Hawaii (HI)	N								
13. Idaho (ID)	L	31,254,018						31,254,018	
14. Illinois (IL)	N								
15. Indiana (IN)	N								
16. Iowa (IA)	N								
17. Kansas (KS)	N								
18. Kentucky (KY)	N								
19. Louisiana (LA)	N								
20. Maine (ME)	N								
21. Maryland (MD)	N								
22. Massachusetts (MA)	N								
23. Michigan (MI)	N								
24. Minnesota (MN)	N								
25. Mississippi (MS)	N								
26. Missouri (MO)	N								
27. Montana (MT)	L	76,733,519						76,733,519	
28. Nebraska (NE)	N								
29. Nevada (NV)	N								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	N								
32. New Mexico (NM)	N								
33. New York (NY)	N								
34. North Carolina (NC)	N								
35. North Dakota (ND)	N								
36. Ohio (OH)	N								
37. Oklahoma (OK)	N								
38. Oregon (OR)	L	305,141,306						305,141,306	
39. Pennsylvania (PA)	N								
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	N								
43. Tennessee (TN)	N								
44. Texas (TX)	N								
45. Utah (UT)	N								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	L								
49. West Virginia (WV)	N								
50. Wisconsin (WI)	N								
51. Wyoming (WY)	N								
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CAN)	N								
58. Aggregate other alien (OT)	X X X								
59. Subtotal	X X X	413,128,843						413,128,843	
60. Reporting entity contributions for Employee Benefit Plans	X X X								
61. Total (Direct Business)	(a) 4	413,128,843						413,128,843	
DETAILS OF WRITE-INS									
58001.	X X X								
58002.	X X X								
58003.	X X X								
58998. Summary of remaining write-ins for Line 58 from overflow page	X X X								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X								

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

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



Q15

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	FEDERAL RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity / Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	*
4704	PacificSource	00000	46-3939584				PacificSource	OR	UDP			100.0	PacificSource	
4704	PacificSource	00000	30-0140934				PacificSource Administrators, Inc.	OR	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	
4704	PacificSource	00000	82-0439800				Primary Health Inc.	DE	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	
4704	PacificSource	00000	82-0462950				IPN, Inc.	ID	DS	Primary Health Inc.	Ownership	60.0	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Charles P. Schneider, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Darrell J. Ludders, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Frank J. Fazio, M.D.	Ownership	4.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	George A. Wade, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley	Ownership	1.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley M.D.	Ownership	0.1	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gregory J. Kent, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	James Johnston, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jeffrey B. Symmonds, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jeffrey G. Hessing, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	John Hine, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jon R. Kattenhom, M.D.	Ownership	4.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Kirk Lewis, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Mark C. Clawson, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Michael J. Adcox, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Michael J. Coughlin, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Nagraj Narasimhan, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Robert E. Lindsay, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Robert H. Friedman, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Aaron D. Moothouse, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Barry F. Bennett, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Daniel C. Reed, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	G. Robert Klomp, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	G. Robert W. Klomp, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gary W. Wallace M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	CA	DS	Gary W. Wallace, M.D.	Ownership	0.5	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gene Hodges, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Graham Wetherley, M.D.	Ownership	1.0	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Gregory J. Kent, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jason D. Ludwig, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jason S. Ludwig, M.D.	Ownership	0.5	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Jeffrey Stiegliz M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Johanna M. Jensen, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	John Kaiser, M.D.	Ownership	7.9	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Joseph H. Williams, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Robert F. Smith, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Sarah L. Bolender, M.D.	Ownership	0.8	PacificSource	
4704	PacificSource	00000					IPN, Inc.	ID	DS	Wilfred E. Watkins, M.D.	Ownership	0.3	PacificSource	
4704	PacificSource	54976	93-0245545				PacificSource Health Plans	OR	RE	PacificSource	Ownership	100.0	PacificSource	
4704	PacificSource	12595	47-1640386				PacificSource Community Health Plans	OR	DS	PacificSource Health Plans	Ownership	100.0	PacificSource	
4704	PacificSource	00000	56-2420416				PacificSource Community Solutions, Inc.	OR	DS	PacificSource Community Health Plans	Ownership	100.0	PacificSource	
	PacificSource	95829	84-1418136				New West Health Services	MT	IA	PacificSource	Ownership, Board of Directors	35.0	PacificSource & Billings Clinic	
	PacificSource	95829	84-1418136				New West Health Services	MT	IA	Billings Clinic	Ownership, Board of Directors	65.0	PacificSource & Billings Clinic	
	PacificSource	00000	81-0231784				Billings Clinic	MT	NIA				Billings Clinic	

Q16

STATEMENT AS OF September 30, 2016 OF THE PACIFICSOURCE HEALTH PLANS

Asterisk	Explanation
0000001	Footnote

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

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

RESPONSE

No

Explanations:

Bar Codes:

Medicare Part D Coverage Supplement



54976201638500003

2016

Document Code: 365

SCHEDULE A - VERIFICATION

Real Estate

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

NONE

SCHEDULE B - VERIFICATION

Mortgage Loans

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

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	724,012	877,424
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	(11,778)	(97,768)
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals	34,414	55,644
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	677,820	724,012
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	677,820	724,012

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	169,827,631	173,953,605
2. Cost of bonds and stocks acquired	53,705,084	62,048,502
3. Accrual of discount	131,358	125,340
4. Unrealized valuation increase (decrease)	4,346,882	4,970,980
5. Total gain (loss) on disposals	1,260,318	1,128,539
6. Deduct consideration for bonds and stocks disposed of	65,996,071	71,833,392
7. Deduct amortization of premium	194,497	262,586
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized	35,976	303,357
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	163,044,729	169,827,631
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	163,044,729	169,827,631

SCHEDULE D - PART 1B

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

NAIC Designation		1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS									
1.	NAIC 1 (a)	52,993,517	11,471,984	13,383,389	(35,047)	52,998,507	52,993,517	51,047,065	52,047,726
2.	NAIC 2 (a)	18,590,762	2,710,094	6,434,802	(798,155)	19,720,144	18,590,762	14,067,899	20,806,729
3.	NAIC 3 (a)	1,491,943		782,466	787,906	2,597,092	1,491,943	1,497,383	2,621,579
4.	NAIC 4 (a)	294,244	775,000	1,069,938	695		294,244	0	
5.	NAIC 5 (a)								
6.	NAIC 6 (a)								
7.	Total Bonds	73,370,466	14,957,078	21,670,596	(44,601)	75,315,742	73,370,466	66,612,347	75,476,034
PREFERRED STOCK									
8.	NAIC 1								
9.	NAIC 2								
10.	NAIC 3	422,330			(422,330)	418,245	422,330		416,317
11.	NAIC 4		123,451		419,606			543,057	
12.	NAIC 5								
13.	NAIC 6								
14.	Total Preferred Stock	422,330	123,451		(2,725)	418,245	422,330	543,057	416,317
15.	Total Bonds & Preferred Stock	73,792,796	15,080,529	21,670,596	(47,326)	75,733,988	73,792,796	67,155,404	75,892,351

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....66,644; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

QSI02

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

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	66,644	X X X	66,644	0	

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

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	571,191	339,139
2. Cost of short-term investments acquired	1,326,648	232,052
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	1,831,195	
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	66,644	571,191
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	66,644	571,191

SI04 Schedule DB - Part A Verification NONE

SI04 Schedule DB - Part B Verification NONE

SI05 Schedule DB Part C Section 1 NONE

SI06 Schedule DB Part C Section 2 NONE

SI07 Schedule DB - Verification NONE

SI08 Schedule E - Verification (Cash Equivalents) NONE

E01 Schedule A Part 2 **NONE**

E01 Schedule A Part 3 **NONE**

E02 Schedule B Part 2 **NONE**

E02 Schedule B Part 3 **NONE**

E03 Schedule BA Part 2 **NONE**

E03 Schedule BA Part 3 **NONE**

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments									
912828Z7	UNITED STATES TREASURY		08/31/2016	VARIOUS	XXX	943,538	950,000	852	1
912828R36	UNITED STATES TREASURY		08/12/2016	VARIOUS	XXX	3,296,356	3,275,000	11,413	1
912828S27	UNITED STATES TREASURY		07/28/2016	VARIOUS	XXX	1,605,573	1,600,000	1,019	1
912828S76	UNITED STATES TREASURY		08/17/2016	VARIOUS	XXX	480,063	480,000	245	1
0599999	Subtotal - Bonds - U.S. Governments				XXX	6,325,530	6,305,000	13,529	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
05352MAA2	AVNT 16C A - ABS		08/09/2016	CS First Boston (BR)	XXX	399,988	400,000		Z
05565AAQ6	BNP PARIBAS SA	R	09/01/2016	Adjustment	XXX	(750,000)	(750,000)		2FE
060505EU4	BANK OF AMERICA CORP		09/01/2016	Adjustment	XXX	(350,000)	(350,000)		3FE
224044CG0	COX COMMUNICATIONS INC		09/08/2016	J.P. Morgan Securities Inc. (AU)	XXX	374,366	375,000		2FE
375558BM4	GILEAD SCIENCES INC		09/15/2016	J.P. Morgan Securities Inc. (AU)	XXX	1,149,701	1,150,000		1FE
464287176	ISHARES TIPS BOND ETF		09/01/2016	SIDCO/ITG INC.	XXX	250,379			1
594918BR4	MICROSOFT CORP		08/01/2016	Bank of America	XXX	998,140	1,000,000		1FE
63938PAV1	NAVMT 161 A - ABS		09/27/2016	Bank of America	XXX	750,000	750,000		1FE
73936T573	POWERSHARES EMRG MKTS SOVRGN DBT ETF		09/01/2016	VARIOUS	XXX	352,074			1
780097BD2	ROYAL BANK OF SCOTLAND GROUP PLC	R	09/01/2016	Bank of America	XXX	789,763	790,000		2FE
891906AC3	TOTAL SYSTEM SERVICES INC		09/01/2016	Adjustment	XXX	(498,650)	(500,000)		2FE
92343VDD3	VERIZON COMMUNICATIONS INC		07/27/2016	Bank of America	XXX	797,960	800,000		2FE
8399999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				XXX	4,263,721	3,665,000		XXX
Bonds - Hybrid Securities									
05565AAQ6	BNP PARIBAS SA	R	09/01/2016	Adjustment	XXX	750,000	750,000		2FE
060505EU4	BANK OF AMERICA CORP		09/01/2016	Adjustment	XXX	350,000	350,000		3FE
780097BB6	ROYAL BANK OF SCOTLAND GROUP PLC	R	09/01/2016	Adjustment	XXX	775,000	775,000		4FE
88167AAE1	TEVA PHARMACEUTICAL FINANCE NETHERLANDS	R	09/01/2016	Adjustment	XXX	748,005	750,000		2FE
891906AC3	TOTAL SYSTEM SERVICES INC		09/01/2016	Adjustment	XXX	498,650	500,000		2FE
4899999	Subtotal - Bonds - Hybrid Securities				XXX	3,121,655	3,125,000		XXX
8399997	Subtotal - Bonds - Part 3				XXX	13,710,906	13,095,000	13,529	XXX
8399998	Summary Item from Part 5 for Bonds (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
8399999	Subtotal - Bonds				XXX	13,710,906	13,095,000	13,529	XXX
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)									
464288687	ISHARES U.S. PREFERRED STOCK ETF		09/01/2016	SIDCO/ITG INC.	3,091,000	123,451			P4L
8499999	Subtotal - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)				XXX	123,451	XXX		XXX
8999997	Subtotal - Preferred Stocks - Part 3				XXX	123,451	XXX		XXX
8999998	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
8999999	Subtotal - Preferred Stocks				XXX	123,451	XXX		XXX
Common Stocks - Industrial and Miscellaneous (Unaffiliated)									
46432F396	iShares:Edge MSCI USA MC		09/01/2016	SIDCO/ITG INC.	1,583,000	122,491	XXX		V
9099999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)				XXX	122,491	XXX		XXX
Common Stocks - Mutual Funds									
31420B300	FEDERATED INST HIGH YIELD CL INST MF		09/01/2016	U.S. Bank	40,559.423	400,829	XXX		U
464287234	ISHARES MSCI EMERGING MARKETS ETF		09/01/2016	SIDCO/ITG INC.	1,893,000	69,395	XXX		L
67065Q772	NUVEEN HIGH YIELD MUNI BD FD CL R MF		08/30/2016	U.S. Bank	8,012.246	143,980	XXX		U
921921300	VANGUARD EQT INC CL ADM MF		09/01/2016	U.S. Bank	2,609.464	175,252	XXX		U
9299999	Subtotal - Common Stocks - Mutual Funds				XXX	789,455	XXX		XXX

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
9799997	Subtotal - Common Stocks - Part 3				XXX	911,947	XXX		XXX
9799998	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)				XXX	XXX	XXX	XXX	XXX
9799999	Subtotal - Common Stocks				XXX	911,947	XXX		XXX
9899999	Subtotal - Preferred and Common Stocks				XXX	1,035,398	XXX		XXX
9999999	Total - Bonds, Preferred and Common Stocks				XXX	14,746,304	XXX	13,529	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues3.

SCHEDULE D - PART 4

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

1	2	3 F o r e i g n	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
Bonds - U.S. Governments																					
36208UGZ4	RMBS - GN 461116	09/15/2016	Direct	X XX	0	0	0	0						0				0	12/15/2027	1	
36225AWL0	RMBS - GN 780651	09/15/2016	Direct	X XX	0	0	0	0						0				0	10/15/2027	1	
912928R06	UNITED STATES TREASURY	09/23/2016	VARIOUS	X XX	3,536,430	3,525,000	3,947,880			(219)		(219)		3,547,645		(11,214)	(11,214)	16,924	06/15/2026	X XX	
099999 Subtotal - Bonds - U.S. Governments				X XX	3,536,431	3,525,000	3,947,880	0		(219)		(219)		3,547,645		(11,214)	(11,214)	16,924	X XX	X XX	
Bonds - All Other Governments																					
29134WAA5	ABU DHABI, EMIRATE OF	07/11/2016	BARCLAYS CAPITAL INC.	X XX	815,800	800,000	796,496			116		116		796,612		18,988	18,988	3,353	06/03/2021	1FE	
109999 Subtotal - Bonds - All Other Governments				X XX	815,800	800,000	796,496			116		116		796,612		18,988	18,988	3,353	X XX	X XX	
Bonds - U.S. Special Revenue, Special Assessment																					
3128LXB90	RMBS - FH G01864	09/15/2016	Direct	X XX	5,165	5,165	5,010	4,997		167		167		5,165				176	01/01/2034	1	
3128LXB96	RMBS - FH G01838	09/15/2016	Direct	X XX	11,855	11,855	12,867	13,428		(1,572)		(1,572)		11,855				396	07/01/2035	1	
3128MCLL7	RMBS - FH G13475	09/15/2016	Direct	X XX	5,255	5,255	5,534	5,476		(222)		(222)		5,255				211	01/01/2024	1	
3128S4GD3	RMBS - FH I00196	09/15/2016	Direct	X XX	95	95	98	97		(3)		(3)		95		0	0	2	02/01/2037	1	
31292LWA9	RMBS - FH C04241	09/15/2016	Direct	X XX	63,844	63,844	67,874	67,417		(3,573)		(3,573)		63,844				1,453	09/01/2042	1	
312933ZK3	RMBS - FH A07081	09/15/2016	Direct	X XX	15,615	15,615	15,542	15,533		86		86		15,615				488	07/01/2039	1	
312933P12	RMBS - FH A08733	09/15/2016	Direct	X XX	7,912	7,912	7,880	7,973		39		39		7,912				214	06/01/2039	1	
312933RL0	RMBS - FH A08791	09/15/2016	Direct	X XX	24,284	24,284	24,170	24,150		134		134		24,284				768	06/01/2039	1	
3132GJMN9	RMBS - FH Q06969	09/15/2016	Direct	X XX	17,346	17,346	18,324	18,274		(928)		(928)		17,346		0	0	514	01/01/2042	1	
3132HN4E5	RMBS - FH Q12621	09/15/2016	Direct	X XX	3,941	3,941	4,220	4,197		(26)		(26)		3,941				83	11/01/2042	1	
3133T5AX1	CMORMBS - FHR 1710 GF	09/15/2016	Direct	X XX	1,728	1,728	1,928	1,731		(2)		(2)		1,728				132	04/15/2024	1	
31385JEL5	RMBS - FN 545639	09/25/2016	Direct	X XX	4,559	4,559	4,632	4,591		(33)		(33)		4,559				207	04/01/2032	1	
31385WZ4	RMBS - FN 555177	09/25/2016	Direct	X XX	4,100	4,100	4,021	4,053		51		51		4,100		0	0	63	01/01/2033	1	
3138A9C1	RMBS - FN A11766	09/25/2016	Direct	X XX	1,517	1,517	1,584	1,577		(60)		(60)		1,517				40	06/01/2041	1	
3138LBT9	RMBS - FN AL3949	09/25/2016	Direct	X XX	28,786	28,786	30,720	30,588		(1,802)		(1,802)		28,786		0	0	782	12/01/2042	1	
3138LX51	RMBS - FN AL3915	09/25/2016	Direct	X XX	12,300	12,300	12,888	12,866		(56)		(56)		12,300		0	0	328	02/01/2042	1	
3138WCRD7	RMBS - FN AS3183	09/25/2016	VARIOUS	X XX	936,447	865,999	943,669	947,809		(17,077)		(17,077)		930,732		5,715	5,715	30,905	08/01/2044	1	
3138WFKJ4	RMBS - FN AS5696	09/25/2016	Direct	X XX	84,796	84,796	88,016	87,939		(3,142)		(3,142)		84,796		0	0	2,049	08/01/2045	1	
31397LDB2	CMORMBS - FPR 0624F NA	09/25/2016	Direct	X XX	2,303	2,303	2,354	2,446		(143)		(143)		2,303				96	06/25/2037	1	
31402QYQ3	RMBS - FN 735207	09/25/2016	Direct	X XX	867	867	910	914		(47)		(47)		867				40	04/01/2034	1	
31402RH00	RMBS - FN 735646	09/25/2016	Direct	X XX	6,287	6,287	6,255	6,252		35		35		6,287		0	0	188	07/01/2020	1	
3140EWT6	RMBS - FN BC2521	09/25/2016	Direct	X XX	34,892	34,892	36,403	36,588		(1,510)		(1,510)		34,892				542	01/01/2046	1	
31410SAF4	RMBS - FN 895606	09/25/2016	Direct	X XX	5,813	5,813	5,766	5,781		32		32		5,813				177	06/01/2036	1	
31412NZV5	RMBS - FN 930559	09/25/2016	Direct	X XX	9,425	9,425	9,752	9,743		(318)		(318)		9,425				309	02/01/2039	1	
31413ADY6	RMBS - FN 939419	09/25/2016	Direct	X XX	975	975	781	972		2		2		975		0	0	13	03/01/2037	1	
314169WH7	RMBS - FN 995348	09/25/2016	Direct	X XX	728	728	781	753		(25)		(25)		728		0	0	13	03/01/2038	1	
31416XWN6	RMBS - FN A82452	09/25/2016	Direct	X XX	12,529	12,529	12,972	12,905		(276)		(276)		12,529				358	03/01/2026	1	
319999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment				X XX	1,303,463	1,233,016	1,325,098	1,292,357		(31,012)		(31,012)		1,297,748		5,715	5,715	40,528	X XX	X XX	
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
00287YAY5	ABBVIE INC	08/03/2016	Goldman Sachs & Co. (AU)	X XX	1,020,592	1,000,000	996,180			77		77		996,257		24,335	24,335	7,436	06/15/2026	2FE	
00817YAW8	AETNA INC	09/22/2016	MILLENNIUM ADVISORS LLC, CHARLOTTE	X XX	152,703	150,000	149,439			15		15		149,454		3,249	3,249	1,440	06/15/2026	2FE	
023761AC2	AMERICAN AIRLINES INC	07/15/2016	Direct	X XX	41,743	41,743	42,996	42,446		(704)		(704)		41,743				2,338	01/15/2022	3FE	
0269M0D55	AMERICAN EXPRESS CREDIT CORP	09/23/2016	MORGAN STANLEY CO	X XX	499,401	500,000	500,000	500,000						500,000		(600)	(600)	3,591	09/22/2017	1FE	
03027YAB6	AMERICAN TOWER CORP	09/22/2016	MILLENNIUM ADVISORS LLC, CHARLOTTE	X XX	416,036	400,000	366,740	397,565		227		227		397,791		18,245	18,245	16,217	01/31/2023	2FE	
0532MAA2	AVANT 16C A - ABS	09/15/2016	Direct	X XX	26,411	26,411	26,411			1		1		26,411				63	09/16/2019	Z	
05565AA06	BNP PARIBAS SA	09/01/2016	Adjustment	X XX	(755,625)	(750,000)	(750,000)						(750,000)		(5,625)	(5,625)			03/02/2066	2FE	
125634A08	ABS - QLIF 142 NTS	09/18/2016	Direct	X XX	13,866	13,866	13,860	13,921		(56)		(56)		13,866				312	10/18/2029	1FE	
139738AH1	AFIN 152D - ABS	09/22/2016	Lloyds Securities	X XX	782,188	750,000	749,703	749,292		487		487		749,779		12,409	12,409	18,236	11/20/2020	2FE	
14041NFQ0	COMET 161A - ABS	09/20/2016	Citigroup Global Markets (AU)	X XX	301,888	300,000	300,000							300,000		1,888	1,888	981	02/15/2022	1FE	
20173DAE1	OMBS - GSFB 07039 AA	09/19/2016	Direct	X XX	30,892	30,892	31,188	31,188		(704)		(704)		30,892				1,197	03/01/2039	1FE	
22541QJN0	CMORMBS - GSFB 03A2A 2M	09/25/2016	Direct	X XX	9,758	9,758	9,713	9,735		23		23		9,758				183	10/25/2033	1FM	
233418AC9	ABS - DRBPL-16B-A2	09/25/2016	Direct	X XX	11,283	11,283	11,280			3		3		11,283				82	06/25/2040	1FE	
25272KAD5	DIAMOND FINANCE CORP	07/21/2016	J.P. Morgan Securities Inc. (AU)	X XX	678,308	650,000	649,812			8		8		649,820		28,488	28,488	4,389	06/15/2021	2FE	
288317AS3	ELECTRICITE DE FRANCE SA	08/12/2016	Deutsche Bank	X XX	1,047,562	1,000,000	991,550	991,704		445		445		992,149		55,413	55,413	30,567	10/13/2025	1FE	
294751QH3	EQABS 032 M1 - CMORMBS	09/25/2016	Direct	X XX	1,887	1,887	1,698	1,697						1,887				64	08/25/2033	1FM	
320159B13	CMORMBS - GHV 04A 3JA1	09/23/2016	Direct	X XX	3,620	3,620	3,659	3,651		(32)		(32)		3,620		0	0	69	03/01/2039	1FE	
375569M4	GILEAD SCIENCES INC	09/23/2016	MORGAN STANLEY CO	X XX	303,306	300,000	299,922							299,922		3,384	3,384	172	03/01/2027	1FE	

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
381427AA1	GOLDMAN SACHS CAPITAL TRUST II	09/01/2016	VARIOUS	X XX	(333,000)	(444,000)	(335,220)	356,730	31,809	2,185		33,994		(341,554)		8,554	8,554	9,549	06/01/2043	3FE	
445680NY25	CMORMB - BNDY 04AR6 6A1	09/25/2016	Direct	X XX	4,730	4,730	4,811	4,730	(2)			(2)		4,730				82	10/25/2034	1FM	
466247QY2	CMORMB - JPM MT 05A3 112	09/25/2016	Direct	X XX	8,458	8,458	8,028	8,190	259			259		8,458				15,630	06/25/2035	1FM	
466254UQ4	JPMORGAN CHASE & CO	09/01/2016	Citigroup Global Markets (AU)	X XX	(355,200)	(320,000)	(320,000)	680,000						(320,000)		(35,200)	(35,200)	15,630	08/29/2049	2FE	
46641WAG2	JPM 14C19D - CMBS	09/19/2016	KGS ALPHA CAPITAL	X XX	431,094	500,000	453,523	460,250		1,073		1,073		461,324		(30,230)	(30,230)	19,263	04/17/2047	1FM	
49326EED1	KEYCORP	09/24/2016	JEFFERIES & COMPANY, INC	X XX	564,090	500,000	557,230	541,811		(5,453)		(5,453)		536,358		27,732	27,732	21,463	03/02/2021	2FE	
494550BV7	KINDER MORGAN ENERGY PARTNERS LP	07/21/2016	MORGAN STANLEY CO	X XX	414,508	400,000	399,328	399,397		33		33		399,430		15,078	15,078	15,347	09/01/2024	2FE	
49456BAF8	KINDER MORGAN INC	07/21/2016	MORGAN STANLEY CO	X XX	231,249	220,000	219,116	219,192		40		40		219,232		12,017	12,017	6,175	06/01/2025	2FE	
55265WOK7	CMORMB - MSSTR 051 4A1	09/25/2016	Direct	X XX	611	611	621	611	(7)			(7)		611				11	10/25/2023	1FM	
576433GH3	CMORMB - MAR M 03ARM6 4A2	R 09/25/2016	Direct	X XX	877	877	868	871	6			6		877				17	05/25/2034	1FM	
59156RBP2	METLIFE INC	09/01/2016	Citigroup Global Markets (AU)	X XX				455,000										11,944	12/29/2049	2FE	
594918BR4	MICROSOF CORP	08/31/2016	VARIOUS	X XX	1,004,800	1,000,000	998,140		13			13		998,153		6,647	6,647	1,867	08/08/2026	1FE	
617474AA9	MORGAN STANLEY	09/01/2016	Adjustment	X XX	(741,100)	(750,000)	(750,000)							(750,000)		8,900	8,900	(12,589)	12/29/2049	3FE	
61756UAE1	CMBS - MSC I 07Q16 A4	09/12/2016	Direct	X XX	52,341	52,341	44,893	50,281		2,051		2,051		52,341		0	0	2,194	12/13/2049	1FM	
68288BA7	ABS - OMFIT 142 A	09/18/2016	Direct	X XX	107,982	107,982	107,995			17		17		107,982		0	0	730	09/18/2024	1FE	
74734PAAD	QBE CAPITAL FUNDING III LTD	R 09/01/2016	Adjustment	X XX	(1,148,570)	(1,000,000)	(1,001,125)							(1,000,811)		(147,759)	(147,759)	(3,021)	05/24/2041	2FE	
760985W68	RAMP 04SL 1B A8 - CMORMB	09/25/2016	Direct	X XX	2,723	2,723	2,814		23	(95)		(72)		2,723		0	0	133	11/25/2031	2FM	
78110WQR0	CMORMB - RA SC 03KS2 A16	09/25/2016	Direct	X XX	9,054	9,054	8,579	9,104		(50)		(50)		9,054		0	0	240	04/25/2033	1FM	
78403DAB6	ABS - SBA C 10 2C	07/19/2016	Redemption	X XX	400,000	400,000	436,028	410,300		866		866		406,972		(5,972)	(5,972)	11,902	04/15/2042	1FE	
78403DAE0	SBA C 131 1D - ABS	08/30/2016	Direct	X XX				250,000						250,000		723	723	6,421	04/15/2043	2FE	
842587CS4	SOUTHERN CO	08/17/2016	VARIOUS	X XX	712,709	700,000	699,048			43		43		699,091		13,618	13,618	3,594	07/01/2021	2FE	
86960BAF9	SVENSKA HANDELSBANKEN AB	R 09/23/2016	Maturity	X XX	350,000	350,000	350,000	350,000						350,000				2,914	09/23/2016	1FE	
88314RAA4	ABS - TMCL 131 NTS	09/20/2016	Direct	X XX	12,500	12,500	12,768	12,500						12,500		0	0	325	09/20/2038	1FE	
891906AC3	TOTAL SYSTEM SERVICES INC	09/01/2016	Adjustment	X XX	(503,585)	(500,000)	(498,550)							(498,650)		(4,935)	(4,935)		04/01/2026	2FE	
893830BC2	TRANS OCEAN INC	R 07/11/2016	VARIOUS	X XX	374,275	500,000	265,000	265,000		29,998		29,998		294,938		79,337	79,337	16,904	10/15/2022	4FE	
90331HML4	US BANK NA	09/22/2016	MILLENNIUM ADVISORS LLC, CHARLOTTE	X XX	305,511	300,000	299,730	299,791		39		39		299,830		5,681	5,681	5,826	10/28/2019	1FE	
90521APG7	MUFG UNION BANK NA	R 09/26/2016	Maturity	X XX	1,000,000	1,000,000	1,000,000	1,000,000						1,000,000				10,422	09/26/2016	1FE	
929227AD5	CMORMB - WAMU 03AR6 A1	09/25/2016	Direct	X XX	2,713	2,713	2,709	2,710		3		3		2,713		0	0	50	06/25/2033	1FM	
92922FNJ3	CMORMB - WAMU 04AR3 A2	09/25/2016	Direct	X XX	6,465	6,465	6,416	6,440		25		25		6,465				113	06/25/2034	1FM	
931427AN8	WALGREENS BOOTDS ALLIANCE INC	09/22/2016	Citigroup Global Markets (AU)	X XX	255,910	250,000	249,890			9		9		249,869		6,041	6,041	2,094	06/01/2021	2FE	
389999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)			X XX	7,986,874	8,003,305	7,896,659	8,526,898	31,832	30,803		62,634		7,896,656		101,218	101,218	236,966	X XX	X XX	
Bonds - Hybrid Securities																					
05565AA06	BNP PARIBAS SA	R 09/01/2016	Adjustment	X XX	755,625	750,000	750,000							750,000		5,625	5,625		03/30/2066	2FE	
060505EU4	BANK OF AMERICA CORP	09/01/2016	Adjustment	X XX	381,938	350,000	350,000							350,000		31,938	31,938	8,391	12/29/2049	3FE	
381427AA1	GOLDMAN SACHS CAPITAL TRUST II	09/01/2016	Adjustment	X XX	752,883	950,000	717,250							732,277		20,406	20,406	5,178	06/01/2043	3FE	
466254UQ4	JPMORGAN CHASE & CO	09/01/2016	Adjustment	X XX	1,106,800	1,000,000	1,000,000							1,000,000		106,600	106,600	27,720	08/29/2049	2FE	
59156RBP2	METLIFE INC	09/01/2016	Adjustment	X XX	455,000	455,000	455,000							455,000				1,858	12/29/2049	2FE	
617474AA9	MORGAN STANLEY	09/01/2016	Adjustment	X XX	741,100	750,000	750,000							750,000		(8,900)	(8,900)	12,589	12/29/2049	3FE	
74734PAAD	QBE CAPITAL FUNDING III LTD	R 09/01/2016	Adjustment	X XX	1,148,570	1,000,000	1,001,125							1,000,811		147,759	147,759	3,021	05/24/2041	2FE	
78097858	ROYAL BANK OF SCOTLAND GROUP PLC	R 09/01/2016	Adjustment	X XX	788,563	775,000	775,000							775,000		13,563	13,563		12/29/2049	4FE	
891906AC3	TOTAL SYSTEM SERVICES INC	09/01/2016	Adjustment	X XX	503,585	500,000	498,650							498,650		4,935	4,935		04/01/2026	2FE	
489999	Subtotal - Bonds - Hybrid Securities			X XX	6,633,663	6,530,000	6,297,025							6,311,739		321,925	321,925	58,557	X XX	X XX	
839999	Subtotal - Bonds - Part 4			X XX	20,276,032	20,091,321	19,863,139	9,819,256	31,832	(308)		31,523		19,839,401		436,631	436,631	356,628	X XX	X XX	
839999	Summary Item from Part 5 for Bonds (N/A to Quarterly)			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
839999	Subtotal - Bonds			X XX	20,276,032	20,091,321	19,863,139	9,819,256	31,832	(308)		31,523		19,839,401		436,631	436,631	356,628	X XX	X XX	
899999	Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)			X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX	X XX
Common Stocks - Mutual Funds																					
411511504	HARBOR CAP APPRECIATION CLINST																				
464287465	ISHARES MSCI EAFE ETF	R 08/30/2016	U.S. Bank		6,904,886	417,538		400,000			(19,886)			400,000		17,538	17,538		X XX	U	
464287473	ISHARES RUSSELL MD CAP VALUE ETF	09/19/2016	GOLDMAN, SACHS & COVALGO		5,800,000	335,227		383,312			42,562			383,312		(48,084)	(48,084)	6,814	X XX	L	
					3,900,000	294,896		261,571			(6,281)			261,571		33,125	33,125	3,181	X XX	L	

SCHEDULE D - PART 4
Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
464287481	ISHARES RUSSELL MID CAP GROWTH ETF	09/19/2016	GOLDMAN, SACHS & CO/ALGO	2,400.000	230,376	XXX	199,018	220,728	(21,710)			(21,710)		199,018		31,359	31,359	1.294	XXX	L	
464287598	ISHARES RUSSELL 1000 VALUE ETF	09/19/2016	GOLDMAN, SACHS & CO/ALGO	7,400.000	773,760	XXX	703,217	724,164	(20,947)			(20,947)		703,217		70,544	70,544	9.072	XXX	L	
464287614	ISHARES RUSSELL 1000 GROWTH ETF	09/19/2016	GOLDMAN, SACHS & CO/ALGO	8,700.000	896,813	XXX	750,423	865,476	(115,053)			(115,053)		750,423		146,390	146,390	6.610	XXX	L	
464287630	ISHARES RUSSELL 2000 VALUE ETF	09/19/2016	GOLDMAN, SACHS & CO/ALGO	1,300.000	133,384	XXX	119,874	119,613	261			261		119,874		13,510	13,510	1.281	XXX	L	
464287648	ISHARES RUSSELL 2000 GROWTH ETF	09/19/2016	GOLDMAN, SACHS & CO/ALGO	1,000.000	147,245	XXX	125,467	139,410	(13,943)			(13,943)		125,467		21,779	21,779	7.21	XXX	L	
670678390	Nuveen Strat Inc	08/30/2016	U.S. Bank	48,325.490	521,915	XXX	532,553	491,953	40,599			40,599		532,553		(10,638)	(10,638)	17.906	XXX	L	
670678507	NUEVEN REAL ESTATE SECURITIE CL I MF	09/01/2016	U.S. Bank	2,689.637	67,967	XXX	49,069	61,781	(12,712)			(12,712)		49,069		18,898	18,898	9.26	XXX	U	
949848355	WF EMERGING MKT EQ CL ADMIN MF	09/19/2016	Not Provided	5,166.750	110,000	XXX	126,534	92,485	34,049			34,049		126,534		(16,534)	(16,534)		XXX	U	
949915359	WELLS FARGO DISCOVERY CL ADMIN MF	09/19/2016	Not Provided	3,300.330	100,000	XXX	107,697	95,842	11,856			11,856		107,697		(7,697)	(7,697)		XXX	U	
929999	Subtotal - Common Stocks - Mutual Funds			XXX	4,028,923	XXX	3,758,734	3,839,940	(81,206)			(81,206)		3,758,734		270,189	270,189	47,803	XXX	XXX	
979999	Subtotal - Common Stocks - Part 4			XXX	4,028,923	XXX	3,758,734	3,839,940	(81,206)			(81,206)		3,758,734		270,189	270,189	47,803	XXX	XXX	
979999	Summary Item from Part 5 for Common Stocks (N/A to Quarterly)			XXX	XXX	XXX	XXX	XXX	XXX			XXX		XXX		XXX	XXX	XXX	XXX	XXX	
979999	Subtotal - Common Stocks			XXX	4,028,923	XXX	3,758,734	3,839,940	(81,206)			(81,206)		3,758,734		270,189	270,189	47,803	XXX	XXX	
989999	Subtotal - Preferred and Common Stocks			XXX	4,028,923	XXX	3,758,734	3,839,940	(81,206)			(81,206)		3,758,734		270,189	270,189	47,803	XXX	XXX	
999999	Total - Bonds, Preferred and Common Stocks			XXX	24,304,955	XXX	23,621,873	13,659,196	(49,374)			(49,683)		23,596,135		706,620	706,620	404,431	XXX	XXX	

(a) For all common stock bearing the NAIC market indicator "U" provide the number of such issues4.

E06 Schedule DB Part A Section 1 NONE

E07 Schedule DB Part B Section 1 NONE

E08 Schedule DB Part D Section 1 NONE

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

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

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

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

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
					First Month	Second Month	Third Month	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date				*
open depositories								
US BANK NA	CINCINNATI, OH				10,684	1,099,612	1,089,000	X X X
WELLS FARGO	SAN FRANCISCO, CA				6,669,703	6,427,440	1,201,095	X X X
US BANK NA	CINCINNATI, OH	08/08/2016	0.610	3,358	1,089,000			X X X
WELLS FARGO - CHECKING - GENERAL	EUGENE, OR				4,548,587	11,018,054	23,379,281	X X X
WELLS FARGO - CHECKING - Facets Claims	EUGENE, OR				(14,038,330)	(12,678,235)	(4,428,740)	X X X
SUMMIT BANK - CHECKING - MMDA	EUGENE, OR		0.200	129	253,072	253,118	253,160	X X X
FIRST INTERSTATE BANK	HELENA, MT	SD	0.250	64	252,584	252,607	252,627	X X X
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories	X X X	X X X						X X X
0199999 Totals - Open Depositories	X X X	X X X	3,551		(1,214,700)	6,372,595	21,746,423	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories	X X X	X X X						X X X
0299999 Totals - Suspended Depositories	X X X	X X X						X X X
0399999 Total Cash On Deposit	X X X	X X X	3,551		(1,214,700)	6,372,595	21,746,423	X X X
0499999 Cash in Company's Office	X X X	X X X	X X X	X X X	625	625	625	X X X
0599999 Total Cash	X X X	X X X	3,551		(1,214,075)	6,373,220	21,747,048	X X X

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
NONE							
8699999 Total - Cash Equivalents							

INDEX TO HEALTH QUARTERLY STATEMENT

Accounting Changes and Corrections of Errors; Q10, Note 2; Q11
Accounting Practices and Policies; Q5; Q10, Note 1
Admitted Assets; Q2
Bonds; Q2; Q6; Q11.1; Q11.2; QE04; QE05
Bonuses; Q3; Q4; Q8; Q9
Borrowed Funds; Q3; Q6
Business Combinations and Goodwill; Q10, Note 3
Capital Gains (Losses)
 Realized; Q4
 Unrealized; Q4; Q5
Capital Stock; Q3; Q10, Note 13
Capital Notes; Q6; Q10, Note 11
Caps; QE06; QSI04
Cash; Q2; Q6; QE12
Cash Equivalents; Q2; Q6; QE13
Claims; Q3; Q4; Q8; Q9
Collars; QE06; QSI04
Commissions; Q6
Common Stock; Q2; Q3; Q6; Q11.1; Q11.2
Cost Containment Expenses; Q4
Contingencies; Q10, Note 14
Counterparty Exposure; Q10, Note 8; QE06; QE08
Debt; Q10, Note 11
Deferred Compensation; Q10, Note 12
Derivative Instruments; Q10, Note 8; QSI04; QSI05; QSI06; QSI07; QE06; QE07; QE08
Discontinued Operations; Q10, Note 4
Electronic Data Processing Equipment; Q2
Encumbrances; Q2; QSI01; QE01
Emergency Room; Q4
Expenses; Q3; Q4; Q6
Extinguishment of Liabilities; Q10, Note 17
Extraordinary Item; Q10, Note 21
Fair Value; Q7, Note 20
Fee for Service; Q4
Foreign Exchange; Q2; Q3; Q5; QSI01; QSI03; QE01; QE02; QE03; QE05
Forwards; QE06; QSI04
Furniture, Equipment and Supplies; Q2
Guaranty Fund; Q2
Health Care Receivables; Q2; Q9; Q10, Note 28
Holding Company; Q16
Hospital/Medical Benefits; Q4
Incentive Pools; Q3; Q4; Q8; Q9
Income; Q4; Q5; Q6
Income Taxes; Q2; Q3; Q4; Q5; Q10, Note 9
Incurred Claims and Claim Adjustment Expenses; Q10, Note 25
Intercompany Pooling; Q10, Note 26
Investment Income; Q10, Note 7
 Accrued; Q2
 Earned; Q2; QSI03
 Received; Q6
Investments; Q10, Note 5; Q11.1; Q11.2; QE08
Joint Venture; Q10, Note 6
Leases; Q10, Note 15
Limited Liability Company (LLC); Q10, Note 6
Limited Partnership; Q10, Note 6
Long-Term Invested Assets; Q2; QE03
Managing General Agents; Q10, Note 19
Medicare Part D Coverage; QSupp1
Member Months; Q4; Q7
Mortgage Loans; Q2; Q6; Q11.1; QSI01; QE02
Nonadmitted Assets; Q2; Q5; QSI01; QSI03
Off-Balance Sheet Risk; Q10, Note 16
Options; QE06; QSI04
Organizational Chart; Q11; Q14
Out-of-Area; Q4
Outside Referrals; Q4
Parent, Subsidiaries and Affiliates; Q2; Q3; Q10, Note 10; Q11.1
Participating Policies; Q10, Note 29
Pharmaceutical Rebates; Q10, Note 28
Policyholder Dividends; Q5; Q6
Postemployment Benefits; Q10, Note 12
Postretirement Benefits; Q10, Note 12
Preferred Stock; Q2; Q3; Q6; Q11.1; Q11.2

INDEX TO HEALTH QUARTERLY STATEMENT

Premium Deficiency Reserves; Q10, Note 30
Premiums and Considerations
 Advance; Q3
 Collected; Q6
 Deferred; Q2
 Direct; Q7; Q13
 Earned; Q7
 Retrospective; Q2
 Uncollected; Q2
 Unearned; Q4
 Written; Q4; Q7
Prescription Drugs; Q4
Quasi Reorganizations; Q10, Note 13
Real Estate; Q2; Q6; QE01; QSI01
Redetermination, Contracts Subject to; Q10, Note 24
Reinsurance; Q9; Q10, Note 23
 Ceded; Q3; Q12
 Funds Held; Q2
 Payable; Q3
 Premiums; Q3
 Receivable; Q2; Q4
 Unauthorized; Q3; Q5
Reserves
 Accident and Health; Q3; Q4
 Claim; Q3; Q5; Q8
 Life; Q3
Retirement Plans; Q10, Note 12
Retrospectively Rated Policies; Q10, Note 24
Risk Revenue; Q4
Salvage and Subrogation; Q10, Note 31
Securities Lending; Q2; Q3; QE09; QE11
Servicing of Financial Assets; Q10, Note 17
Short-Term Investments; Q2; Q6; Q11.1; QSI03
Stockholder Dividends; Q5; Q6
Subsequent Events; Q10, Note 22
Surplus; Q3; Q5; Q6
Surplus Notes; Q3; Q5; Q6
Swaps; QE07; QSI04
Synthetic Assets; QSI04; QSI05
Third Party Administrator; Q10, Note 19
Treasury Stock; Q3; Q5
Uninsured Accident and Health; Q2; Q3; Q10, Note 18
Valuation Allowance; QSI01
Wash Sales; Q10, Note 17
Withholds; Q4; Q8