

**Itasca Medical Care  
Minnesota Supplement Report #1A**

**REALLOCATION OF EXPENSES AND INVESTMENT INCOME  
For the Year Ending December 31, 2015  
Public Information, Minnesota Statutes § 62D.08**

Line	Direct Non-Claim Expenses	1	2	3	4	5	6	7	8	9	10	11	12	13	14
		Total	Non MN	Total MN	Commercial	M+C	Medicare	MSHO	SNBC MA	SNBC	PMAP	MNCare	Dental	Other	Admin
1	Employee benefit expenses	503374		503374				107588			364366	31420			
2	Sales expenses	0		0				0			0	0			
3	General business/office expense	251445		251445				53743			182007	15695			
4	State premium taxes and assessments	0		0				0			0	0			
5	Consulting and professional fees	607551		607551				129854			439774	37923			
6	Outsourced services	549345		549345				117414			397641	34290			
7	Other expenses	247257		247257				52847			178977	15433			
8	<b>Total Direct Expenses</b>	<b>2158972</b>	<b>0</b>	<b>2158972</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>461446</b>	<b>0</b>	<b>0</b>	<b>1562765</b>	<b>134761</b>	<b>0</b>	<b>0</b>	<b>0</b>

Line	Reallocated Indirect Non-Claim Expenses	1	2	3	4	5	6	7	8	9	10	11	12	13	14
		Total	Non MN	Total MN	Commercial	M+C	Medicare	MSHO	SNBC MA	SNBC	PMAP	MNCare	Dental	Other	Admin
9	Employee benefit expenses	251687		251687				53794			182183	15710			
10	Sales expenses	0		0				0			0	0			
11	General business/office expense	125722		125722				26871			91004	7847			
12	State premium taxes and assessments	0		0				0			0	0			
13	Consulting and professional fees	303775		303775				64927			219887	18961			
14	Outsourced services	274673		274673				58707			198821	17145			
15	Other expenses	123629		123629				26424			89488	7717			
16	<b>Total Indirect Expenses</b>	<b>1079486</b>	<b>0</b>	<b>1079486</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>230723</b>	<b>0</b>	<b>0</b>	<b>781383</b>	<b>67380</b>	<b>0</b>	<b>0</b>	<b>0</b>

Line	Direct plus Indirect Non-Claim Expenses	1	2	3	4	5	6	7	8	9	10	11	12	13	14
		NAIC Total	Non MN	Total MN	Commercial	M+C	Medicare	MSHO	SNBC MA	SNBC	PMAP	MNCare	Dental	Other	Admin
17	Employee benefit expenses	755061	0	755061	0	0	0	161382	0	0	546549	47130	0	0	0
18	Sales expenses	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	General business/office expense	377167	0	377167	0	0	0	80614	0	0	273011	23542	0	0	0
20	State premium taxes and assessments	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Consulting and professional fees	911326	0	911326	0	0	0	194781	0	0	659661	56884	0	0	0
22	Outsourced services	824018	0	824018	0	0	0	176121	0	0	596462	51435	0	0	0
23	Other expenses	370886	0	370886	0	0	0	79271	0	0	268465	23150	0	0	0
24	<b>Total Non-Claim Expenses = Sum of Lines 17 to 23</b>	<b>3238458</b>	<b>0</b>	<b>3238458</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>692169</b>	<b>0</b>	<b>0</b>	<b>2344148</b>	<b>202141</b>	<b>0</b>	<b>0</b>	<b>0</b>
25	<b>Claims Adjustment Expenses</b>	<b>2795202</b>		<b>2795202</b>				<b>597431</b>			<b>2023298</b>	<b>174473</b>			
26	Revenues (Supp Report #1, Line 8)	60171121		60171121				12860338			43554974	3755809			
27	Incurred Claims (Supp Report #1, Line 18 + Line 22)	54137463		54137463				13381717			37579846	3175900			
28	Net Investment Gain/(Loss) (Allocated)	14904		14904				3155			10818	931			
29	Aggregate Write Ins for Other Income or (Expenses)	0		0				0			0	0			
30	Federal and Foreign Income Taxes Incurred	0		0				0			0	0			
31	<b>Net Income = Lines 26+28+29-24-25-27-30</b>	<b>14902</b>	<b>0</b>	<b>14902</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-1807824</b>	<b>0</b>	<b>0</b>	<b>1618500</b>	<b>204226</b>	<b>0</b>	<b>0</b>	<b>0</b>