PrimeWest Health
Minnesota Supplement Report #1A

REALLOCATION OF EXPENSES AND INVESTMENT INCOME
For the Year Ending December 31, 2016
Public Information, Minnesota Statutes § 62D.08

		1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Line	**Direct Non-Claim Expenses**	**Total**	**Non MN products**	**Total MN products**	**Commercial**	**Medicare Advantage**	**Medicare Cost**	**MSHO**	**SNBC MA only**	**SNBC Integrated**	**MSC+**	**PMAP**	**MNCare**	**Dental**	**Other**	**Admin Services**
1	Employee benefit expenses	2718264		2718264				502519	211471	50673	96356	1393237	104335			359673
2	Sales expenses	0		0				0	0	0	0	0	0			0
3	General business/office expense	543564		543564				100487	42287	10133	19268	278602	20864			71923
4	State premium taxes and assessments	0		0				0	0	0	0	0	0			0
5	Consulting and professional fees	854279		854279				157928	66460	15925	30282	437858	32790			113036
6	Outsourced services	552223		552223				102088	42961	10294	19575	283041	21196			73068
7	Other expenses	109428		109428				20230	8513	2040	3879	56087	4200			14479
8	**Total Direct Expenses**	**4777758**	**0**	**4777758**	**0**	**0**	**0**	**883252**	**371692**	**89065**	**169360**	**2448825**	**183385**	**0**	**0**	**632179**

		1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Line	**Reallocated Indirect Non-Claim Expenses**	**Total**	**Non MN products**	**Total MN products**	**Commercial**	**Medicare Advantage**	**Medicare Cost**	**MSHO**	**SNBC MA only**	**SNBC Integrated**	**MSC+**	**PMAP**	**MNCare**	**Dental**	**Other**	**Admin Services**
9	Employee benefit expenses	2830340		2830340				559026	222366	42213	103176	1425321	103736			374502
10	Sales expenses	0		0				0	0	0	0	0	0			0
11	General business/office expense	1299077		1299077				256585	102062	19375	47356	654197	47613			171889
12	State premium taxes and assessments	0		0				0	0	0	0	0	0			0
13	Consulting and professional fees	1133382		1133382				223857	89044	16904	41316	570755	41540			149966
14	Outsourced services	369599		369599				73001	29038	5512	13473	186125	13546			48904
15	Other expenses	110054		110054				21737	8646	1641	4012	55422	4034			14562
16	**Total Indirect Expenses**	**5742452**	**0**	**5742452**	**0**	**0**	**0**	**1134206**	**451156**	**85645**	**209333**	**2891820**	**210469**	**0**	**0**	**759823**

		1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Line	**Direct plus Indirect Non-Claim Expenses**	**NAIC Total**	**Non MN products**	**Total MN products**	**Commercial**	**Medicare Advantage**	**Medicare Cost**	**MSHO**	**SNBC MA only**	**SNBC Integrated**	**MSC+**	**PMAP**	**MNCare**	**Dental**	**Other**	**Admin Services**
17	Employee benefit expenses	5548604	0	5548604	0	0	0	1061545	433837	92886	199532	2818558	208071	0	0	734175
18	Sales expenses	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	General business/office expense	1842641	0	1842641	0	0	0	357072	144349	29508	66624	932799	68477	0	0	243812
20	State premium taxes and assessments	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21	Consulting and professional fees	1987661	0	1987661	0	0	0	381785	155504	32829	71598	1008613	74330	0	0	263002
22	Outsourced services	921822	0	921822	0	0	0	175089	71999	15806	33048	469166	34742	0	0	121972
23	Other expenses	219482	0	219482	0	0	0	41967	17159	3681	7891	111509	8234	0	0	29041
24	**Total Non-Claim Expenses = Sum of Lines 17 to 23**	**10520210**	**0**	**10520210**	**0**	**0**	**0**	**2017458**	**822848**	**174710**	**378693**	**5340645**	**393854**	**0**	**0**	**1392002**
25	**Claims Adjustment Expenses**	**10359263**		**10359263**				**2207132**	**928811**	**222564**	**423211**	**6119290**	**458255**			
26	**Revenues (Supp Report #1, Line 8)**	263379108		263379108				59601239	23707853	4500603	11000218	151962177	11059953			1547065
27	**Incurred Claims (Supp Report #1, Line 18 + Line 22)**	243318312		243318312				53894882	21324986	5581521	8610950	142635997	11269976			
28	**Net Investment Gain/(Loss) (Allocated)**	143280		143280				32615	12974	2463	6020	83156	6052			
29	**Aggregate Write Ins for Other Income or (Expenses)**	0		0												
30	**Federal and Foreign Income Taxes Incurred**	0		0												
31	**Net Income = Lines 26+28+29-24-25-27-30**	**-675397**	**0**	**-675397**	**0**	**0**	**0**	**1514382**	**644182**	**-1475729**		**-2050599**	**-1056080**	**0**	**0**	**155063**