



# HEALTH ANNUAL STATEMENT

FOR THE YEAR ENDING DECEMBER 31, 2003  
OF THE CONDITION AND AFFAIRS OF THE

## Botsford Health Plan

NAIC Group Code 0000 0000 NAIC Company Code 52570 Employer's ID Number 38-3243956  
(Current Period) (Prior Period)

Organized under the Laws of Michigan, State of Domicile or Port of Entry Michigan  
Country of Domicile United States of America

Licensed as business type: Life, Accident & Health [ ] Property/Casualty [ ] Dental Service Corporation [ ]  
Vision Service Corporation [ ] Other [ ] Health Maintenance Organization [ X ]  
Hospital, Medical & Dental Service or Indemnity [ ] Is HMO, Federally Qualified? Yes [ ] No [ X ]

Incorporated 06/26/1995 Commenced Business 10/01/1996

Statutory Home Office 28050 Grand River Avenue, Farmington Hills, MI 48336-5933  
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 28050 Grand River Avenue  
(Street and Number)  
Farmington Hills, MI 48336-5933 248-471-8157-0000  
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 28050 Grand River Avenue, Farmington Hills, MI 48336-5933  
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 28050 Grand River Avenue  
(Street and Number)  
Farmington Hills, MI 48336-5933 248-471-8157-0000  
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.botsfordsystem.org/bhp

Statutory Statement Contact Reginia Doxtader 248-471-8157-0000  
(Name) (Area Code) (Telephone Number) (Extension)  
rdoxtader@botsford.org 248-471-8887-0000  
(E-mail Address) (FAX Number)

Policyowner Relations Contact 25250 West Eight Mile Rd.  
(Street and Number)  
Southfield, MI 48034-0000 248-945-7405-0000  
(City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

### OFFICERS

President Gerson I. Cooper Brd Member Secretary Lisa D. Vandecaveye  
Treasurer David Marcellino

### VICE PRESIDENTS

### DIRECTORS OR TRUSTEES

Gerson I Cooper Paul E. LaCasse D.O. Jack D. Lennox D.O.  
Sanjay Lakhani D.O. Kevin Frankell D.O. Bridgette A. Davis  
Ethel Harris Annette Johnson













**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**EXHIBIT 8 PART 1- SUMMARY OF TRANSACTIONS WITH PROVIDERS**

Payment Method	1 Direct Medical Expense Payment	2 Column 1 as a % of Total	3 Total Members Covered	4 Column 3 as a % of Total	5 Column 1 Expenses Paid to Affiliated Providers	6 Column 1 Expenses Paid to Non-Affiliated Providers
Capitation Payments:						
1. Medical groups .....	2,327,997	10.5	11,344	100.0	403,889	1,924,108
2. Intermediaries .....	0	0.0		0.0		
3. All other providers .....	0	0.0		0.0		
4. Total capitation payments .....	2,327,997	10.5	11,344	100.0	403,889	1,924,108
Other Payments:						
5. Fee-for-service .....	0	0.0	XXX	XXX		
6. Contractual fee payments .....	16,183,844	73.2	XXX	XXX	4,984,546	11,199,298
7. Bonus/withhold arrangements - fee-for-service .....	0	0.0	XXX	XXX		
8. Bonus/withhold arrangements - contractual fee payments .....	3,588,651	16.2	XXX	XXX	886,296	2,702,355
9. Non-contingent salaries .....	0	0.0	XXX	XXX		
10. Aggregate cost arrangements .....	0	0.0	XXX	XXX		
11. All other payments .....	0	0.0	XXX	XXX		
12. Total other payments .....	19,772,495	89.5	XXX	XXX	5,870,842	13,901,653
13. TOTAL (Line 4 plus Line 12)	22,100,492	100 %	XXX	XXX	6,274,731	15,825,761

**EXHIBIT 8 - PART 2 - SUMMARY OF TRANSACTIONS WITH INTERMEDIARIES**

1 NAIC Code	2 Name of Intermediary	3 Capitation Paid	4 Average Monthly Capitation	6 Intermediary's Total Adjusted Capital	7 Intermediary's Authorized Control Level RBC
<b>NONE</b>					
9999999 Totals			XXX	XXX	XXX

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**EXHIBIT 9 – FURNITURE, EQUIPMENT AND SUPPLIES OWNED**

Description	1 Cost	2 Improvements	3 Accumulated Depreciation	4 Book Value Less Encumbrances	5 Assets Not Admitted	6 Net Admitted Assets
1. Administrative furniture and equipment .....	174,984		30,742		26,248	117,994
2. Medical furniture, equipment and fixtures .....						
3. Pharmaceuticals and surgical supplies .....						
4. Durable medical equipment .....						
5. Other property and equipment						
6. Total	174,984	0	30,742	0	26,248	117,994



**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)**

REPORT FOR: 1. CORPORATION

2.

NAIC Group Code	0000	BUSINESS IN THE STATE OF Michigan		DURING THE YEAR 2003									(LOCATION)	
				NAIC Company Code		52570								
	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 Stop Loss	11 Disability Income	12 Long-Term Care	13 Other	
		2 Individual	3 Group											
<b>Total Members at end of:</b>														
1. Prior Year .....	9,592								9,592					
2. First Quarter .....	9,806								9,806					
3. Second Quarter .....	10,488								10,488					
4. Third Quarter .....	10,834								10,834					
5. Current Year	11,344								11,344					
6. Current Year Member Months	127,648								127,648					
<b>Total Member Ambulatory Encounters for Year:</b>														
7. Physician .....	21,685								21,685					
8. Non-Physician .....	15,003								15,003					
9. Total	36,688	0	0	0	0	0	0	0	36,688	0	0	0	0	
10. Hospital Patient Days Incurred	4,067								4,067					
11. Number of Inpatient Admissions	1,068								1,068					
12. Health Premiums Collected .....	24,270,086								24,270,086					
13. Life Premiums Direct .....	0								0					
14. Property/Casualty Premiums Written .....	0								0					
15. Health Premiums Earned .....	22,377,414								22,377,414					
16. Property/Casualty Premiums Earned .....	0								0					
17. Amount Paid for Provision of Health Care Services .....	22,100,492								22,100,492					
18. Amount Incurred for Provision of Health Care Services	21,083,322								21,083,322					

(a) For health business: number of persons insured under PPO managed care products 0 and number of persons under indemnity only products 0

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**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION (a)**

REPORT FOR: 1. CORPORATION

2.

	BUSINESS IN THE STATE OF Consolidated		DURING THE YEAR 2003										(LOCATION)	
	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10	11	12	13	
		2	3											NAIC Company Code
Total	Individual	Group											52570	
<b>Total Members at end of:</b>														
1. Prior Year	9,592	0	0	0	0	0	0	0	9,592	0	0	0	0	0
2. First Quarter	9,806	0	0	0	0	0	0	0	9,806	0	0	0	0	0
3. Second Quarter	10,488	0	0	0	0	0	0	0	10,488	0	0	0	0	0
4. Third Quarter	10,834	0	0	0	0	0	0	0	10,834	0	0	0	0	0
5. Current Year	11,344	0	0	0	0	0	0	0	11,344	0	0	0	0	0
6. Current Year Member Months	127,648	0	0	0	0	0	0	0	127,648	0	0	0	0	0
<b>Total Member Ambulatory Encounters for Year:</b>														
7. Physician	21,685	0	0	0	0	0	0	0	21,685	0	0	0	0	0
8. Non-Physician	15,003	0	0	0	0	0	0	0	15,003	0	0	0	0	0
9. Total	36,688	0	0	0	0	0	0	0	36,688	0	0	0	0	0
10. Hospital Patient Days Incurred	4,067	0	0	0	0	0	0	0	4,067	0	0	0	0	0
11. Number of Inpatient Admissions	1,068	0	0	0	0	0	0	0	1,068	0	0	0	0	0
12. Health Premiums Collected	24,270,086	0	0	0	0	0	0	0	24,270,086	0	0	0	0	0
13. Life Premiums Direct	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14. Property/Casualty Premiums Written	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15. Health Premiums Earned	22,377,414	0	0	0	0	0	0	0	22,377,414	0	0	0	0	0
16. Property/Casualty Premiums Earned	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17. Amount Paid for Provision of Health Care Services	22,100,492	0	0	0	0	0	0	0	22,100,492	0	0	0	0	0
18. Amount Incurred for Provision of Health Care Services	21,083,322	0	0	0	0	0	0	0	21,083,322	0	0	0	0	0

(a) For health business: number of persons insured under PPO managed care products 0 and number of persons under indemnity only products 0

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

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Schedule A - Verification

**NONE**

Schedule B - Verification

**NONE**

Schedule BA - Verification

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE D - PART 1A - SECTION 1**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>1. U.S. Governments, Schedules D &amp; DA (Group 1)</b>											
1.1 Class 1 .....	1,006,995					1,006,995	100.0	842,116	100.0	1,006,995	
1.2 Class 2 .....						0	0.0	0	0.0		
1.3 Class 3 .....						0	0.0	0	0.0		
1.4 Class 4 .....						0	0.0	0	0.0		
1.5 Class 5 .....						0	0.0	0	0.0		
1.6 Class 6 .....						0	0.0	0	0.0		
1.7 Totals .....	1,006,995	0	0	0	0	1,006,995	100.0	842,116	100.0	1,006,995	0
<b>2. All Other Governments, Schedules D &amp; DA (Group 2)</b>											
2.1 Class 1 .....						0	0.0	0	0.0		
2.2 Class 2 .....						0	0.0	0	0.0		
2.3 Class 3 .....						0	0.0	0	0.0		
2.4 Class 4 .....						0	0.0	0	0.0		
2.5 Class 5 .....						0	0.0	0	0.0		
2.6 Class 6 .....						0	0.0	0	0.0		
2.7 Totals .....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3. States, Territories and Possessions etc., Guaranteed, Schedules D &amp; DA (Group 3)</b>											
3.1 Class 1 .....						0	0.0	0	0.0		
3.2 Class 2 .....						0	0.0	0	0.0		
3.3 Class 3 .....						0	0.0	0	0.0		
3.4 Class 4 .....						0	0.0	0	0.0		
3.5 Class 5 .....						0	0.0	0	0.0		
3.6 Class 6 .....						0	0.0	0	0.0		
3.7 Totals .....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 4)</b>											
4.1 Class 1 .....						0	0.0	0	0.0		
4.2 Class 2 .....						0	0.0	0	0.0		
4.3 Class 3 .....						0	0.0	0	0.0		
4.4 Class 4 .....						0	0.0	0	0.0		
4.5 Class 5 .....						0	0.0	0	0.0		
4.6 Class 6 .....						0	0.0	0	0.0		
4.7 Totals .....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>5. Special Revenue &amp; Special Assessment Obligations etc., Non-Guaranteed, Schedules D &amp; DA (Group 5)</b>											
5.1 Class 1 .....						0	0.0	0	0.0		
5.2 Class 2 .....						0	0.0	0	0.0		
5.3 Class 3 .....						0	0.0	0	0.0		
5.4 Class 4 .....						0	0.0	0	0.0		
5.5 Class 5 .....						0	0.0	0	0.0		
5.6 Class 6 .....						0	0.0	0	0.0		
5.7 Totals .....	0	0	0	0	0	0	0.0	0	0.0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE D - PART 1A - SECTION 1 (continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>6. Public Utilities (Unaffiliated), Schedules D &amp; DA (Group 6)</b>											
6.1 Class 1 .....						.0	.00	.0	.00		
6.2 Class 2 .....						.0	.00	.0	.00		
6.3 Class 3 .....						.0	.00	.0	.00		
6.4 Class 4 .....						.0	.00	.0	.00		
6.5 Class 5 .....						.0	.00	.0	.00		
6.6 Class 6 .....						0	0.0	0	0.0		
6.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>7. Industrial &amp; Miscellaneous (Unaffiliated), Schedules D &amp; DA (Group 7)</b>											
7.1 Class 1 .....						.0	.00	.0	.00		
7.2 Class 2 .....						.0	.00	.0	.00		
7.3 Class 3 .....						.0	.00	.0	.00		
7.4 Class 4 .....						.0	.00	.0	.00		
7.5 Class 5 .....						.0	.00	.0	.00		
7.6 Class 6 .....						0	0.0	0	0.0		
7.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>8. Credit Tenant Loans, Schedules D &amp; DA (Group 8)</b>											
8.1 Class 1 .....						.0	.00	.0	.00		
8.2 Class 2 .....						.0	.00	.0	.00		
8.3 Class 3 .....						.0	.00	.0	.00		
8.4 Class 4 .....						.0	.00	.0	.00		
8.5 Class 5 .....						.0	.00	.0	.00		
8.6 Class 6 .....						0	0.0	0	0.0		
8.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>9. Parent, Subsidiaries and Affiliates, Schedules D &amp; DA (Group 9)</b>											
9.1 Class 1 .....						.0	.00	.0	.00		
9.2 Class 2 .....						.0	.00	.0	.00		
9.3 Class 3 .....						.0	.00	.0	.00		
9.4 Class 4 .....						.0	.00	.0	.00		
9.5 Class 5 .....						.0	.00	.0	.00		
9.6 Class 6 .....						0	0.0	0	0.0		
9.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE D - PART 1A - SECTION 1 (continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>10. Total Bonds Current Year</b>											
10.1 Class 1	1,006,995	.0	.0	.0	.0	1,006,995	100.0	XXX	XXX	1,006,995	.0
10.2 Class 2	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.3 Class 3	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.4 Class 4	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.5 Class 5	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.6 Class 6	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.7 Totals	1,006,995	.0	.0	.0	.0	1,006,995	100.0	XXX	XXX	1,006,995	.0
10.8 Line 10.7 as a % of Col. 6	100.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	0.0
<b>11. Total Bonds Prior Year</b>											
11.1 Class 1	842,116	.0	.0	.0	.0	XXX	XXX	842,116	100.0	842,116	.0
11.2 Class 2	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.3 Class 3	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.4 Class 4	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.5 Class 5	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.6 Class 6	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.7 Totals	842,116	.0	.0	.0	.0	XXX	XXX	842,116	100.0	842,116	.0
11.8 Line 11.7 as a % of Col. 8	100.0	0.0	0.0	0.0	0.0	XXX	XXX	100.0	XXX	100.0	0.0
<b>12. Total Publicly Traded Bonds</b>											
12.1 Class 1	1,006,995					1,006,995	100.0	842,116	100.0	1,006,995	XXX
12.2 Class 2						.0	0.0	.0	0.0	.0	XXX
12.3 Class 3						.0	0.0	.0	0.0	.0	XXX
12.4 Class 4						.0	0.0	.0	0.0	.0	XXX
12.5 Class 5						.0	0.0	.0	0.0	.0	XXX
12.6 Class 6						.0	0.0	.0	0.0	.0	XXX
12.7 Totals	1,006,995	.0	.0	.0	.0	1,006,995	100.0	842,116	100.0	1,006,995	XXX
12.8 Line 12.7 as a % of Col. 6	100.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	100.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
<b>13. Total Privately Placed Bonds</b>											
13.1 Class 1						.0	0.0	.0	0.0	XXX	.0
13.2 Class 2						.0	0.0	.0	0.0	XXX	.0
13.3 Class 3						.0	0.0	.0	0.0	XXX	.0
13.4 Class 4						.0	0.0	.0	0.0	XXX	.0
13.5 Class 5						.0	0.0	.0	0.0	XXX	.0
13.6 Class 6						.0	0.0	.0	0.0	XXX	.0
13.7 Totals	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.8 Line 13.7 as a % of Col. 6	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

(a) Includes \$ ..... freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ ..... current year, \$ ..... prior year of bonds with Z designations and \$ ..... prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.

(c) Includes \$ ..... current year, \$ ..... prior year of bonds with 5\* designations and \$ ..... current year, \$ ..... prior year of bonds with 6\* designations. "5\*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE D - PART 1A - SECTION 2**

**Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues**

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>1. U.S. Governments, Schedules D &amp; DA (Group 1)</b>											
1.1 Issuer Obligations .....	1,006,995					1,006,995	100.0	842,116	100.0	1,006,995	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities .....						0	0.0	0	0.0		
1.7 Totals .....	1,006,995	0	0	0	0	1,006,995	100.0	842,116	100.0	1,006,995	0
<b>2. All Other Governments, Schedules D &amp; DA (Group 2)</b>											
2.1 Issuer Obligations .....						0	0.0	0	0.0		
2.2 Single Class Mortgage-Backed/Asset-Backed Securities .....						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES .....						0	0.0	0	0.0		
2.3 Defined .....						0	0.0	0	0.0		
2.4 Other .....						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES .....						0	0.0	0	0.0		
2.5 Defined .....						0	0.0	0	0.0		
2.6 Other .....						0	0.0	0	0.0		
2.7 Totals .....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3. States, Territories, and Possessions Guaranteed, Schedules D &amp; DA (Group 3)</b>											
3.1 Issuer Obligations .....						0	0.0	0	0.0		
3.2 Single Class Mortgage-Backed/Asset-Backed Securities .....						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES .....						0	0.0	0	0.0		
3.3 Defined .....						0	0.0	0	0.0		
3.4 Other .....						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES .....						0	0.0	0	0.0		
3.5 Defined .....						0	0.0	0	0.0		
3.6 Other .....						0	0.0	0	0.0		
3.7 Totals .....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 4)</b>											
4.1 Issuer Obligations .....						0	0.0	0	0.0		
4.2 Single Class Mortgage-Backed/Asset-Backed Securities .....						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES .....						0	0.0	0	0.0		
4.3 Defined .....						0	0.0	0	0.0		
4.4 Other .....						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES .....						0	0.0	0	0.0		
4.5 Defined .....						0	0.0	0	0.0		
4.6 Other .....						0	0.0	0	0.0		
4.7 Totals .....	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>5. Special Revenue &amp; Special Assessment Obligations etc., Non-Guaranteed, Schedules D &amp; DA (Group 5)</b>											
5.1 Issuer Obligations .....						0	0.0	0	0.0		
5.2 Single Class Mortgage-Backed/Asset-Backed Securities .....						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES .....						0	0.0	0	0.0		
5.3 Defined .....						0	0.0	0	0.0		
5.4 Other .....						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES .....						0	0.0	0	0.0		
5.5 Defined .....						0	0.0	0	0.0		
5.6 Other .....						0	0.0	0	0.0		
5.7 Totals .....	0	0	0	0	0	0	0.0	0	0.0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE D - PART 1A - SECTION 2 (continued)**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>6. Public Utilities (Unaffiliated), Schedules D &amp; DA (Group 6)</b>											
6.1 Issuer Obligations .....						.0	.0.0	.0	.0.0		
6.2 Single Class Mortgage-Backed/Asset-Based Securities .....						.0	.0.0	.0	.0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES .....											
6.3 Defined .....						.0	.0.0	.0	.0.0		
6.4 Other .....						.0	.0.0	.0	.0.0		
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES .....											
6.5 Defined .....						.0	.0.0	.0	.0.0		
6.6 Other .....						.0	.0.0	.0	.0.0		
6.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>7. Industrial &amp; Miscellaneous (Unaffiliated), Schedules D &amp; DA (Group 7)</b>											
7.1 Issuer Obligations .....						.0	.0.0	.0	.0.0		
7.2 Single Class Mortgage-Backed/Asset-Based Securities .....						.0	.0.0	.0	.0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES .....											
7.3 Defined .....						.0	.0.0	.0	.0.0		
7.4 Other .....						.0	.0.0	.0	.0.0		
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES .....											
7.5 Defined .....						.0	.0.0	.0	.0.0		
7.6 Other .....						.0	.0.0	.0	.0.0		
7.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>8. Credit Tenant Loans, Schedules D &amp; DA (Group 8)</b>											
8.1 Issuer Obligations .....						.0	.0.0	.0	.0.0		
8.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>9. Parents, Subsidiaries and Affiliates, Schedules D &amp; DA (Group 9)</b>											
9.1 Issuer Obligations .....						.0	.0.0	.0	.0.0		
9.2 Single Class Mortgage-Backed/Asset-Based Securities .....						.0	.0.0	.0	.0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES .....											
9.3 Defined .....						.0	.0.0	.0	.0.0		
9.4 Other .....						.0	.0.0	.0	.0.0		
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES .....											
9.5 Defined .....						.0	.0.0	.0	.0.0		
9.6 Other .....						.0	.0.0	.0	.0.0		
9.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE D - PART 1A - SECTION 2 (continued)**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>10. Total Bonds Current Year</b>											
10.1 Issuer Obligations	1,006,995	.0	.0	.0	.0	1,006,995	100.0	XXX	XXX	1,006,995	.0
10.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	.0	.0
10.3 Defined	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	.0	.0
10.4 Other MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	.0	.0
10.5 Defined	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	.0	.0
10.6 Other	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	.0	.0
10.7 Totals	1,006,995	.0	.0	.0	.0	1,006,995	100.0	XXX	XXX	1,006,995	.0
10.8 Line 10.7 as a % of Col. 6	100.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	0.0
<b>11. Total Bonds Prior Year</b>											
11.1 Issuer Obligations	842,116	.0	.0	.0	.0	XXX	XXX	842,116	100.0	842,116	.0
11.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES	.0	.0	.0	.0	.0	XXX	XXX	.0	.0	.0	.0
11.3 Defined	.0	.0	.0	.0	.0	XXX	XXX	.0	.0	.0	.0
11.4 Other MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES	.0	.0	.0	.0	.0	XXX	XXX	.0	.0	.0	.0
11.5 Defined	.0	.0	.0	.0	.0	XXX	XXX	.0	.0	.0	.0
11.6 Other	.0	.0	.0	.0	.0	XXX	XXX	.0	.0	.0	.0
11.7 Totals	842,116	.0	.0	.0	.0	XXX	XXX	842,116	100.0	842,116	.0
11.8 Line 11.7 as a % of Col. 8	100.0	0.0	0.0	0.0	0.0	XXX	XXX	100.0	XXX	100.0	0.0
<b>12. Total Publicly Traded Bonds</b>											
12.1 Issuer Obligations	1,006,995	.0				1,006,995	100.0	842,116	100.0	1,006,995	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES	.0					.0	.0	.0	.0	.0	XXX
12.3 Defined	.0					.0	.0	.0	.0	.0	XXX
12.4 Other MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES	.0					.0	.0	.0	.0	.0	XXX
12.5 Defined	.0					.0	.0	.0	.0	.0	XXX
12.6 Other	.0					.0	.0	.0	.0	.0	XXX
12.7 Totals	1,006,995	.0	.0	.0	.0	1,006,995	100.0	842,116	100.0	1,006,995	XXX
12.8 Line 12.7 as a % of Col. 6	100.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	100.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
<b>13. Total Privately Placed Bonds</b>											
13.1 Issuer Obligations						.0	.0	.0	.0	XXX	.0
13.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES						.0	.0	.0	.0	XXX	.0
13.3 Defined						.0	.0	.0	.0	XXX	.0
13.4 Other MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES						.0	.0	.0	.0	XXX	.0
13.5 Defined						.0	.0	.0	.0	XXX	.0
13.6 Other						.0	.0	.0	.0	XXX	.0
13.7 Totals	.0	.0	.0	.0	.0	.0	.0	.0	.0	XXX	.0
13.8 Line 13.7 as a % of Col. 6	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE DA - PART 2**

**Verification of SHORT-TERM INVESTMENTS Between Years**

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, prior year .....	842,116	842,116	0	0	0
2. Cost of short-term investments acquired .....	164,879	164,879			
3. Increase (decrease) by adjustment .....	0	0			
4. Increase (decrease) by foreign exchange adjustment .....	0				
5. Total profit (loss) on disposal of short-term investments .....	0				
6. Consideration received on disposal of short-term investments .....	0				
7. Book/adjusted carrying value, current year .....	1,006,995	1,006,995	0	0	0
8. Total valuation allowance .....	0				
9. Subtotal (Lines 7 plus 8) .....	1,006,995	1,006,995	0	0	0
10. Total nonadmitted amounts .....	0				
11. Statement value (Lines 9 minus 10) .....	1,006,995	1,006,995	0	0	0
12. Income collected during year .....	0				
13. Income earned during year .....	0				

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment: .....

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

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Schedule DB - Part A - VBY

**NONE**

Schedule DB - Part B - VBY

**NONE**

Schedule DB - Part C - VBY

**NONE**

Schedule DB - Part D - VBY

**NONE**

Schedule DB - Part E - VBY

**NONE**

Schedule DB - Part F - Section 1

**NONE**

Schedule DB - Part F - Section 2

**NONE**

Schedule S - Part 1 - Section 2

**NONE**



**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE S - PART 3 - SECTION 2**

Reinsurance Ceded Accident and Health Insurance Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Company	5 Location	6 Type	7 Premiums	8 Unearned Premiums (estimated)	9 Reserve Credit Taken Other than for Unearned Premiums	Outstanding Surplus Relief		12 Modified Coinsurance Reserve	13 Funds Withheld Under Coinsurance
									10 Current Year	11 Prior Year		
0199999 - Total Affiliates							0					
69078	13-5679267	04/01/2002	Standard Security Life Insurance Co. of New York	New York, New York 10022-5872	SSL/A	311,148	0	0	0	0	0	0
0299999 - Total - Non-Affiliates							311,148					
0399999 Totals							311,148					

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**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE S - PART 4**

**Reinsurance Ceded to Unauthorized Companies**

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsurer	5 Reserve Credit Taken	6 Paid and Unpaid Losses Recoverable (Debit)	7 Other Debits	8 Total Cols. (5+6+7)	9 Letters of Credit	10 Trust Agreements	11 Funds Deposited by and Withheld from Reinsurers	12 Other	13 Miscellaneous Balances (Credit)	14 Sum of Cols. 9+10+11+12+13 But Not in Excess of Col. 8
<b>NONE</b>													
1199999 Totals													

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN

**Schedule S-Part 5**  
**Five-Year Exhibit of Reinsurance Ceded Business**  
**(000 Omitted)**

	1 2003	2 2002	3 2001	4 2000	5 1999
<b>A. OPERATIONS ITEMS</b>					
1. Premiums.....	0	0	0	0	0
2. Title XVIII-Medicare.....	0	0	0	0	0
3. Title XIX-Medicaid.....	311	232	205	190	0
4. Commissions and reinsurance expense allowance.....		0	0	0	0
5. Total hospital and medical expenses.....	304	42	12	31	0
<b>B. BALANCE SHEET ITEMS</b>					
6. Premiums receivable.....	0	0	0	0	0
7. Claims payable.....	0	0	0	0	0
8. Reinsurance recoverable on paid losses.....	0	0	12	31	0
9. Experience rating refunds due or unpaid.....	0	0	40	0	0
10. Commissions and reinsurance expense allowances unpaid.....	0	0	0	0	0
11. Unauthorized reinsurance offset.....	0	0	0	0	0
<b>C. UNAUTHORIZED REINSURANCE (DEPOSITS BY AND FUNDS WITHHELD FROM)</b>					
12. Funds deposited by and withheld from (F).....	0	0	0	0	0
13. Letters of credit (L).....	0	0	0	0	0
14. Trust agreements (T).....	0	0	0	0	0
15. Other (O)	0	0	0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SCHEDULE S-PART 6**

**Restatement of Balance Sheet to Identify Net Credit For Ceded Reinsurance**

	1	2	3
	As Reported (net of ceded)	Restatement Adjustments	Restated (gross of ceded)
<b>ASSETS (Page 2, Col. 3)</b>			
1. Cash and invested assets (Line 10) .....	8,163,335		8,163,335
2. Accident and health premiums due and unpaid (Line 12).....	0		0
3. Amounts recoverable from reinsurers (Line 13.1).....	0		0
4. Net credit for ceded reinsurance.....	XXX	0	0
5. All other admitted assets (Balance).....	230,196		230,196
6. Total assets (Line 26)	8,393,531	0	8,393,531
<b>LIABILITIES, CAPITAL AND SURPLUS (Page 3)</b>			
7. Claims unpaid (Line 1).....	2,728,701	0	2,728,701
8. Accrued medical incentive pool and bonus payments (Line 2).....	2,416,160		2,416,160
9. Premiums received in advance (Line 8).....	0		0
10. Reinsurance in unauthorized companies (Line 18).....	0		0
11. All other liabilities (Balance).....	1,700,821		1,700,821
12. Total liabilities (Line 22).....	6,845,682	0	6,845,682
13. Total capital and surplus (Line 30).....	1,547,849	XXX	1,547,849
14. Total liabilities, capital and surplus (Line 31)	8,393,531	0	8,393,531
<b>NET CREDIT FOR CEDED REINSURANCE</b>			
15. Claims unpaid.....	0		
16. Accrued medical incentive pool.....	0		
17. Premiums received in advance .....	0		
18. Reinsurance recoverable on paid losses .....	0		
19. Other ceded reinsurance recoverables .....	0		
20. Total ceded reinsurance recoverables .....	0		
21. Premiums receivable .....	0		
22. Unauthorized reinsurance .....	0		
23. Other ceded reinsurance payables/offsets .....	0		
24. Total ceded reinsurance payable/offsets .....	0		
25. Total net credit for ceded reinsurance	0		



**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES**

The following supplemental reports are required to be filed as part of your annual 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 filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**MARCH FILING**

- 1. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?..... Yes [ ] No [ X ]
- 2. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?..... Yes [ ] No [ X ]
- 3. Will an actuarial certification be filed by March 1?..... Yes [ ] No [ X ]
- 4. Will the Risk-based Capital Report be filed with the NAIC by March 1?..... Yes [ ] No [ X ]
- 5. Will the Risk-based Capital Report be filed with the state of domicile, if required by March 1?..... Yes [ ] No [ X ]
- 6. Will the SVO Compliance Certification be filed by March 1? ..... Yes [ ] No [ X ]
- 7. Will the Life Supplement be filed the state of domicile and the NAIC by March 1? ..... Yes [ ] No [ X ]
- 8. Will the Property/Casualty Supplement be filed the state of domicile and the NAIC by March 1?..... Yes [ ] No [ X ]

**APRIL FILING**

- 9. Will Management's Discussion and Analysis be filed by April 1?..... Yes [ X ] No [ ]
- 10. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile by April 1?..... Yes [ ] No [ X ]
- 11. Will the Investment Risks Interrogatories be filed by April 1? ..... Yes [ X ] No [ ]

**JUNE FILING**

- 12. Will an audited financial report be filed by June 1 with the state of domicile? ..... Yes [ X ] No [ ]

**EXPLANATIONS:**

- 1.
- 2. The State of Michigan granted an extension until March 8, 2004
- 3. The State of Michigan granted an extension until March 8, 2004
- 4. The State of Michigan granted an extension until March 8, 2004
- 5. The State of Michigan granted an extension until March 8, 2004
- 6. The SVO Compliance Certification is not required by the State of Michigan.
- 7.
- 8.
- 10.

**BAR CODE:**

- 1.   
5 2 5 7 0 2 0 0 3 3 6 0 5 8 0 0 0
- 2.   
5 2 5 7 0 2 0 0 3 4 6 0 0 0 0 0 0
- 3.   
5 2 5 7 0 2 0 0 3 4 4 0 0 0 0 0 0
- 4.   
5 2 5 7 0 2 0 0 3 3 9 0 0 0 0 0 0
- 5.   
5 2 5 7 0 2 0 0 3 3 9 0 0 0 0 0 0
- 6.   
5 2 5 7 0 2 0 0 3 4 7 0 0 0 0 0 0
- 7.   
5 2 5 7 0 2 0 0 3 2 0 5 0 0 0 0 0
- 8.   
5 2 5 7 0 2 0 0 3 2 0 7 0 0 0 0 0

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES



**ANNUAL STATEMENT FOR THE YEAR 2003 OF THE  
BOTSFORD HEALTH PLAN**

**OVERFLOW PAGE FOR WRITE-INS**

M014 Additional Aggregate Lines for Page 14 Line 25.

*EXEXP				
2504.	Miscellaneous Expense.....		10,977	10,977
2505.	Employee Benefits.....		.806	.806
2506.	Journal, Books & Subscriptions.....	270	3,741	4,011
2597.	Summary of remaining write-ins for Line 25 from Page 14	270	15,524	0
				15,794