

MICHIGAN PROPERTY AND CASUALTY GUARANTY ASSOCIATION

COMBINING SCHEDULE OF ASSETS, LIABILITIES, AND MEMBERS' SURPLUS - MODIFIED CASH BASIS

December 31, 2016

	Association General Account	Automobile	Workers' Compensation	Title	Other 1	Other 2	Total
	(in thousands)						
ASSETS							
Cash and cash equivalents	\$ 51.6	\$ 2,489.9	\$ 1,623.8	\$ 30.1	\$ 333.9	\$ 217.1	\$ 4,746.4
Investments available for sale		34,253.5	82,668.7		2,677.8	15,086.9	134,686.9
Michigan Catastrophic Claims Association recoverables (no allowance considered necessary)		1,125.4					1,125.4
Accrued interest receivable		122.6	296.0		2.2	64.8	485.6
Prepaid expenses	5.1	15.4	10.7				31.2
Property and equipment (net of accumulated depreciation of \$308.1 thousand)	40.0						40.0
Total Assets	\$ 96.7	\$ 38,006.8	\$ 84,599.2	\$ 30.1	\$ 3,013.9	\$ 15,368.8	\$ 141,115.5
LIABILITIES AND MEMBERS' SURPLUS							
Liabilities:							
Loss reserves (net of discounts and Michigan Catastrophic Claims Association reserves)	\$ -0-	\$ 27,334.4	\$ 58,017.6	\$ -0-	\$ -0-	\$ -0-	\$ 85,352.0
Loss adjustment expense reserves		1,399.5	1,533.9			45.8	2,979.2
Other accrued expenses	16.8	47.7	69.8	0.1	1.9	8.8	145.1
Total Liabilities	16.8	28,781.6	59,621.3	0.1	1.9	54.6	88,476.3
Members' Surplus:							
Surplus	79.9	8,278.8	23,513.3	30.0	3,022.0	15,407.8	50,331.8
Accumulated other comprehensive income: Net unrealized gains (losses) on investments		946.4	1,464.6		(10.0)	(93.6)	2,307.4
Total Members' Surplus	79.9	9,225.2	24,977.9	30.0	3,012.0	15,314.2	52,639.2
Total Liabilities and Members' Surplus	\$ 96.7	\$ 38,006.8	\$ 84,599.2	\$ 30.1	\$ 3,013.9	\$ 15,368.8	\$ 141,115.5

MICHIGAN PROPERTY AND CASUALTY GUARANTY ASSOCIATION

**COMBINING SCHEDULE OF REVENUE, LOSSES, EXPENSES, AND CHANGES IN MEMBERS' SURPLUS
AND COMPREHENSIVE INCOME - MODIFIED CASH BASIS**

For the Year Ended December 31, 2016

	Association General Account	Automobile	Workers' Compensation	Title	Other 1	Other 2	Total
	(in thousands)						
Revenue:							
Member assessments	\$ 7.6	\$ 5.5	\$ 5.5	\$ -0-	\$ (9.3)	\$ (9.3)	\$ -0-
Liquidation recoveries, net		389.9	773.7		3.0	9.4	1,176.0
Total Revenue	7.6	395.4	779.2	-0-	(6.3)	0.1	1,176.0
Losses and Expenses:							
Losses (loss recoveries), net of subrogation and recoverables		8,215.0	4,270.2		(228.5)		12,256.7
Loss adjustment expenses (recoveries), net of subrogation and recoverables		47.4	482.7		(36.7)	0.6	494.0
Legal expenses		28.1	91.2		0.1	0.1	119.5
Other administrative expenses (refunds)	(0.5)	1,207.6	825.5		7.8	1.8	2,042.2
Depreciation and amortization	15.3						15.3
Total Losses and Expenses, Net of Loss Recoveries	14.8	9,498.1	5,669.6	-0-	(257.3)	2.5	14,927.7
Excess (Deficiency) of Revenue over Losses and Expenses	(7.2)	(9,102.7)	(4,890.4)	-0-	251.0	(2.4)	(13,751.7)
Investment Income (Loss):							
Interest income (loss)		441.8	973.7	(0.4)	4.5	121.3	1,540.9
Net realized gains on investments		331.5	77.0			12.6	421.1
Net Investment Income (Loss)	-0-	773.3	1,050.7	(0.4)	4.5	133.9	1,962.0
Excess (Deficiency) of Revenue and Gains over Losses and Expenses	(7.2)	(8,329.4)	(3,839.7)	(0.4)	255.5	131.5	(11,789.7)
Accumulated Other Comprehensive Income:							
Net unrealized gains (losses) on investments		313.7	1,345.8		(9.5)	(8.4)	1,641.6
Total Comprehensive Income	(7.2)	(8,015.7)	(2,493.9)	(0.4)	246.0	123.1	(10,148.1)
Members' Surplus, Beginning of Year	87.1	17,240.9	27,471.8	30.4	2,766.0	15,191.1	62,787.3
Members' Surplus, End of Year	\$ 79.9	\$ 9,225.2	\$ 24,977.9	\$ 30.0	\$ 3,012.0	\$ 15,314.2	\$ 52,639.2