

MICHIGAN PROPERTY AND CASUALTY GUARANTY ASSOCIATION

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

December 31, 2017

	Association General Account	Automobile	Workers' Compensation	Title	Other 1	Other 2	Total
	(in thousands)						
ASSETS							
Cash and cash equivalents	\$ 51.7	\$ 2,529.3	\$ 4,829.5	\$ 29.8	\$ 14.5	\$ 372.8	\$ 7,827.6
Investments available for sale		33,544.5	75,839.4		2,996.2	5,483.1	117,863.2
Michigan Catastrophic Claims Association recoverables (no allowance considered necessary)		975.6					975.6
Accrued interest receivable		129.9	306.1		9.6	21.9	467.5
Prepaid expenses	13.7	16.4	155.9			0.1	186.1
Property and equipment (net of accumulated depreciation and amortization of \$326.0 thousand)	38.9						38.9
Total Assets	\$ 104.3	\$ 37,195.7	\$ 81,130.9	\$ 29.8	\$ 3,020.3	\$ 5,877.9	\$ 127,358.9
LIABILITIES AND MEMBERS' SURPLUS							
Liabilities:							
Loss reserves (net of discounts and Michigan Catastrophic Claims Association reserves)	\$ -0-	\$ 25,676.1	\$ 53,728.5	\$ -0-	\$ -0-	\$ 38.1	\$ 79,442.7
Loss adjustment expense reserves		1,010.4	1,287.8			32.5	2,330.7
Other accrued expenses	12.8	52.3	59.8		1.8	3.3	130.0
Total Liabilities	12.8	26,738.8	55,076.1	-0-	1.8	73.9	81,903.4
Members' Surplus:							
Surplus	91.5	8,095.8	22,803.7	29.8	3,024.4	5,851.8	39,897.0
Accumulated other comprehensive income: Net unrealized gains (losses) on investments		2,361.1	3,251.1		(5.9)	(47.8)	5,558.5
Total Members' Surplus	91.5	10,456.9	26,054.8	29.8	3,018.5	5,804.0	45,455.5
Total Liabilities and Members' Surplus	\$ 104.3	\$ 37,195.7	\$ 81,130.9	\$ 29.8	\$ 3,020.3	\$ 5,877.9	\$ 127,358.9

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, 2017

	Association General Account	Automobile	Workers' Compensation	Title	Other 1	Other 2	Total
	(in thousands)						
Revenue:							
Member assessments	\$ 25.5	\$ (0.3)	\$ (0.4)	\$ -0-	\$ (12.4)	\$ (12.4)	\$ -0-
Liquidation recoveries, net		866.6	7,673.4		2.1	87.9	8,630.0
Total Revenue	25.5	866.3	7,673.0	-0-	(10.3)	75.5	8,630.0
Losses and Expenses:							
Member refunds, net			9,999.3			9,995.5	19,994.8
Losses (loss recoveries), net of subrogation and recoverables		131.1	(441.7)			38.1	(272.5)
Loss adjustment expenses (recoveries), net of subrogation and recoverables		142.0	240.1			(10.1)	372.0
Legal expenses		42.9	127.4				170.3
Other administrative expenses (refunds)	(4.0)	1,309.7	915.6		0.2	3.5	2,225.0
Unearned premium refunds, net			1.5				1.5
Depreciation and amortization	17.9						17.9
Total Losses and Expenses, Net of Loss Recoveries	13.9	1,625.7	10,842.2	-0-	0.2	10,027.0	22,509.0
Excess (Deficiency) of Revenue over Losses and Expenses	11.6	(759.4)	(3,169.2)	-0-	(10.5)	(9,951.5)	(13,879.0)
Investment Income (Loss):							
Interest income (loss)		632.5	1,149.0	(0.2)	18.0	445.3	2,244.6
Net realized gains (losses) on investments		(56.1)	1,310.6		(5.1)	(49.8)	1,199.6
Net Investment Income (Loss)	-0-	576.4	2,459.6	(0.2)	12.9	395.5	3,444.2
Excess (Deficiency) of Revenue and Gains over Losses and Expenses	11.6	(183.0)	(709.6)	(0.2)	2.4	(9,556.0)	(10,434.8)
Accumulated Other Comprehensive Income:							
Net unrealized gains on investments		1,414.7	1,786.5		4.1	45.8	3,251.1
Total Comprehensive Income	11.6	1,231.7	1,076.9	(0.2)	6.5	(9,510.2)	(7,183.7)
Members' Surplus, Beginning of Year	79.9	9,225.2	24,977.9	30.0	3,012.0	15,314.2	52,639.2
Members' Surplus, End of Year	\$ 91.5	\$ 10,456.9	\$ 26,054.8	\$ 29.8	\$ 3,018.5	\$ 5,804.0	\$ 45,455.5