

Return of Organization Exempt From Income Tax

OMB No 1545-0047

2002

Under section 501(c), 527 or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements

A For the 2002 calendar year OR tax year period beginning 1/1/2002 2002, and ending 12/31/2002	
B Check if applicable: <input checked="" type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	C Name of organization KAISER FOUNDATION HEALTH PLAN OF OHIO Number and street (or P.O. box if mail is not delivered to street address) Room/suite ONE KAISER PLAZA, SUITE 1550L City or town State or Country ZIP code OAKLAND CA 94612
D Employer identification number 34-0922268	E Telephone number (510) 271-6611
F Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify)	
G Web site N/A	
H and I are not applicable to section 527 organizations H(a) Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) If "Yes" enter number of affiliates N/A H(c) Are all affiliates included? N/A <input type="checkbox"/> Yes <input type="checkbox"/> No H(d) Is this a separate return filed by an organization covered by a group ruling? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No I Enter 4-digit GEN	
J Organization type (check only one) <input checked="" type="checkbox"/> 501(c)(3) (insert no) <input type="checkbox"/> 4947(a)(1) <input type="checkbox"/> 527	
K Check here <input type="checkbox"/> if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.	
L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 534,903,532	
M Check <input type="checkbox"/> if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF)	

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

(See Specific Instructions on page 16)

R e v e n u e	1 Contributions, gifts, grants, and similar amounts received	1a 31,689	1b	1c	1d 31,689
	a Direct public support				
	b Indirect public support				
	c Government contributions (grants)				
	d Total (add lines 1a through 1c) (cash \$ 31,689 noncash \$)				2 528,256,179
	2 Program service revenue including government fees and contracts (from Part VII, line 93)				3
	3 Membership dues and assessments				4 6,615,664
	4 Interest on savings and temporary cash investments				5
	5 Dividends and interest from securities				6a
	6a Gross rents				6b
	6b Less rental expenses				6c
	7 Other investment income (describe)				7
E x p e n s e s	8a Gross amount from sales of assets other than inventory	(A) Securities	(B) Other		
	b Less cost or other basis and sales expenses	8a			
	c Gain or (loss) (attach schedule)	8b			
	d Net gain or (loss) (combine line 8c, columns (A) and (B))	8c			8d
	9 Special events and activities (attach schedule)				
	a Gross revenue (not including \$ of contributions reported on line 1a)	9a			
	b Less direct expenses other than fundraising expenses	9b			9c
	c Net income or (loss) from special events (subtract line 9b from line 9a)				
	10a Gross sales of inventory, less returns and allowances	10a			
	b Less cost of goods sold	10b			10c
	c Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)				11
	11 Other revenue (from Part VII, line 103)				12 534,903,532
N e t A s s e t s	12 Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)				13 509,566,742
	13 Program services (from line 44, column (B))				14 21,293,008
	14 Management and general (from line 44, column (C))				15
	15 Fundraising (from line 44, column (D))				16
	16 Payments to affiliates (attach schedule)				17 530,859,750
	17 Total expenses (add lines 16 and 44, column (A))				18 4,043,782
18 Excess or (deficit) for the year (subtract line 17 from line 12)				19 66,216,416	
19 Net assets or fund balances at beginning of year (from line 73, column (A))				20 (11,947,058)	
20 Other changes in net assets or fund balances (attach explanation)				21 58,313,140	
21 Net assets or fund balances at end of year (combine lines 18, 19, and 20)					

SEE STATEMENT LINE 20

For Paperwork Reduction Act Notice, see the separate instructions

Form 990 (2002)

Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (See Specific Instructions on page 21.)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (cash \$ 80,970 noncash \$) SEE STATEMENT LINE 22	22 80,970	80,970		
23	Specific assistance to individuals (attach schedule)	23			
24	Benefits paid to or for members (attach schedule)	24			
25	Compensation of officers, directors, etc	25			
26	Other salaries and wages	26 72,360,974	72,360,974		
27	Pension plan contributions	27 3,801,768	3,801,768		
28	Other employee benefits	28 14,320,556	14,320,556		
29	Payroll taxes	29 6,483,856	6,483,856		
30	Professional fundraising fees	30			
31	Accounting fees	31 632,738	632,738		
32	Legal fees	32 387,141	387,141		
33	Supplies	33 60,254,669	60,254,669		
34	Telephone	34 190,493	190,493		
35	Postage and shipping	35 1,234,477	1,234,477		
36	Occupancy	36 7,373,456	7,373,456		
37	Equipment rental and maintenance	37 2,138,081	2,138,081		
38	Printing and publications	38 759,192	759,192		
39	Travel	39 740,413	740,413		
40	Conferences, conventions, and meetings	40			
41	Interest	41 2,713,523	2,713,523		
42	Depreciation, depletion, etc STMT LINE 57	42 5,846,026	5,846,026		
43	Other expenses (itemize) a	43a			
b	SEE STATEMENT LINE 43	43b 351,541,417	330,248,409	21,293,008	
c		43c			
d		43d			
e		43e			
f		43f			
44	Total functional expenses (add lines 22 through 43) Organizations completing columns (B) - (D) carry these totals to lines 13 - 15	44 530,859,750	509,566,742	21,293,008	

Joint Costs Check ☐ if you are following SOP 98-2Are any joint costs from a combined education campaign and fundraising solicitation reported in (B) Program services? ☐ Yes ☒ No

If "Yes" enter (i) the aggregate amount of these joint costs \$ N/A

(ii) the amount allocated to Program services \$ N/A

(iii) the amount allocated to Management and general \$ N/A

and (iv) the amount allocated to Fundraising \$ N/A

Part III Statement of Program Service Accomplishments

(See Specific Instructions on page 24.)

What is the organization's primary exempt purpose? SEE STATEMENT PART III

All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)

Program Service Expenses

(Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts but optional for others.)

a	SEE STATEMENT PART III		
b	(Grants and allocations \$ 80,970	509,566,742	
c	(Grants and allocations \$		
d	(Grants and allocations \$		
e	Other program services (attach schedule) (Grants and allocations \$		
f	Total of Program Service Expenses (should equal line 44 column (B) Program services)	509,566,742	

Part IV Balance Sheets

(See Specific Instructions on page 24.)

Note	Where required, attached schedules and amounts within the description column should be for end-of-year amounts only	(A) Beginning of year		(B) End of year
Assets				
45	Cash - non-interest-bearing	3,256,430	45	918,493
46	Savings and temporary cash investments		46	
47a	Accounts receivable	152,382,527		
b	Less allowance for doubtful accounts	2,071,390	47c	150,311,137
48a	Pledges receivable		48c	
b	Less allowance for doubtful accounts		49	
49	Grants receivable		50	
50	Receivables from officers, directors, trustees, and key employees (attach schedule)		51c	
51a	Other notes and loans receivable (attach schedule)		52	6,769,630
b	Less allowance for doubtful accounts		53	505,972
52	Inventories for sale or use	6,517,426	54	502,727
53	Prepaid expenses and deferred charges	166,081		
54	Investments - securities (attach schedule) SEE STATEMENT LINE 54 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	477,140		
55a	Investments - land, buildings, and equipment basis		55c	
b	Less accumulated depreciation (attach schedule)		56	
56	Investments - other (attach schedule)			
57a	Land, buildings, and equipment basis	150,962,615	57c	62,984,755
b	Less accumulated depreciation SEE STATEMENT LINE 57	87,977,860	58	8,059,730
58	Other assets (describe SEE STATEMENT LINE 58)	4,455,529		
59	Total assets (add lines 45 through 58) (must equal line 74)	223,875,772	59	230,052,444
Liabilities				
60	Accounts payable and accrued expenses	57,638,394	60	64,850,636
61	Grants payable		61	
62	Deferred revenue	19,840,697	62	14,328,748
63	Loans from officers, directors, trustees, and key employees		63	
64a	Tax-exempt bond liabilities (attach schedule)		64a	
b	Mortgages and other notes payable (attach schedule)		64b	
65	Other liabilities (describe SEE STATEMENT LINE 65)	80,180,265	65	92,559,920
66	Total liabilities (add lines 60 through 65)	157,659,356	66	171,739,304
Net Assets or Fund Balances				
Organizations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74				
67	Unrestricted		67	
68	Temporarily restricted		68	
69	Permanently restricted		69	
Organizations that do not follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 70 through 74				
70	Capital stock, trust principal, or current funds	66,216,416	70	58,313,140
71	Paid-in or capital surplus, or land, bldg, and equipment fund		71	
72	Retained earnings, endowment, accumulated income, or other funds		72	
73	Total net assets or fund balances (add lines 67 through 69 OR lines 70 through 72 column (A) must equal line 19 and column (B) must equal line 21)	66,216,416	73	58,313,140
74	Total liabilities and net assets/fund balances (add lines 66 and 73)	223,875,772	74	230,052,444

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes in Part III, the organization's programs and accomplishments.

Part VI Other Information

(See Specific Instructions on pages 27)

Yes or No

76	Did the organization engage in any activity not previously reported to the Internal Revenue Service? If "Yes," attach a detailed description of each activity	76	NO
77	Were any changes made in the organizing or governing documents, but not reported to the IRS? If "Yes," attach a conformed copy of the changes	SEE STMT LINE 77	77 YES
78a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a	YES
b	If "Yes," has it filed a tax return on Form 990-T for this year?	78b	YES
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79	NO
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a	YES
b	If "Yes," enter the name of the organization SEE STATEMENT LINE 80 and check whether it is <input checked="" type="checkbox"/> exempt OR <input checked="" type="checkbox"/> nonexempt		
81a	Enter the amount of political expenditures direct or indirect, as described in the instructions for line 81	81a	NONE
b	Did the organization file Form 1120-POL for this year?	81b	NO
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a	NO
b	If "Yes," you may indicate the value of these items here Do not include this amount as revenue in Part I or as an expense in Part II (See instructions for reporting in Part III)	82b	N/A
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	YES
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b	N/A
84a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a	N/A
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b	N/A
85	501(c)(4), (5), or (6) organizations (a) Were substantially all dues nondeductible by members?	85a	N/A
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year	85b	N/A
c	Dues, assessments, and similar amounts from members	85c	N/A
d	Section 162(e) lobbying and political expenditures	85d	N/A
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e	N/A
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	N/A
g	Does the organization elect to pay the section 6033(e) tax on the amount in 85f?	85g	N/A
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount in 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h	N/A
86	501(c)(7) orgs - Enter (a) Initiation fees and capital contributions included on line 12	86a	N/A
b	Gross receipts, included on line 12, for public use of club facilities	86b	N/A
87	501(c)(12) orgs - Enter a Gross income from members or shareholders	87a	N/A
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)	87b	N/A
88	At any time during the year did the organization own a 50% or greater interest in a taxable corporation or partnership or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes" complete Part IX	88	NO
89a	501(c)(3) organizations - Enter Amount of tax paid during the year under section 4911 NONE, section 4912 NONE, section 4955 NONE	89	NO
b	501(c)(3) and 501(c)(4) orgs Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes" attach a statement explaining each transaction		
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under section 4912, 4955 and 4958		NONE
d	Enter Amount of tax in 89c, above, reimbursed by the organization		NONE
90a	List the states with which a copy of this return is filed OHIO	90b	1,695
b	Number of employees employed in the pay period that includes March 12, 2002 (See instructions)		
91	The books are in care of DONALD RUHL, NATIONAL TAX DIRECTOR Located at ONE KAISER PLAZA, 1550L OAKLAND, CA	Telephone no	(510) 271-6385
		ZIP code	94612
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041- Check here enter the amount of tax-exempt interest received or accrued during the tax year	92	N/A

Part VII Analysis of Income-Producing Activities

(See Specific Instructions on pages 32.)

Note Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512 513 or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue					
a MEMBERS HEALTH CARE PREMIUMS					322,448,858
b SUPPLEMENTAL CHARGES					23,686,260
c NON PLAN AND INDUSTRIAL REVENUE	621400	17,631			1,465,734
d OTHER PROGRAM SERVICE REVENUE	621400	23,777	1	3,504,386	
e					
f Medicare/Medicaid payments					177,109,533
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	6,615,664	
96 Dividends and interest from securities					
97 Net rental income (loss) from real estate					
a debt financed property					
b not debt financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					
b					
c					
d					
e					
104 Subtotal (add cols (B), (D), and (E))		41,408		10,120,050	524,710,385
105 Total (add line 104 columns (B) (D), and (E))					534,871,843

Note Line 105 plus line 1d, Part I should equal the amount on line 12 Part I

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes

(See Specific Instructions on page 32.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes)
	SEE STATEMENT LINE VIII

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities

(See Specific Instructions on page 33.)

(A) Name address and EIN of corporation partnership or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%			
	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts

(See Specific Instructions on page 33.)

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

(b) Did the organization, during the year, pay premiums directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No

Note If "Yes" to (b), file Form 8870 and Form 4720 (see instructions)

Please Sign Here

Under penalties of perjury I declare that I have examined this return including accompanying schedules and statements and to the best of my knowledge and belief it is true correct, and complete Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge

Signature of officer *Deborah Stokes* Date *11-13-03* Type or print name *DEBORAH STOKES VP/CONTROLLER* Title

Preparer's signature *Joseph S. DeTrane* Date *9/26/03* Check if self-employed ☒ Preparer's SSN or PTIN

Paid *JOSEPH S. DE TRANE* EIN *34-0922268* Phone *(415) 783-4000*

SCHEDULE A
(Form 990 or 990-EZ)

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k),
501(n), or Section 4947(a)(1) Nonexempt Charitable Trust

OMB No 1545-0047

2002

Supplementary Information - (See separate instructions)

Department of the Treasury
Internal Revenue Service

MUST be completed by the above organizations and attached to their Form 990 or 990-EZ

Name of the organization KAISER FOUNDATION HEALTH PLAN OF OHIO	Employer identification number 34-0922268
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Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees

(See page 1 of the instructions List each one If there are none, enter "None ")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
Lee C Verlei 1 Kaiser Plaza, Suite 1550L Ordway Oakland, CA 94612	Manager Financial Mgmnt 40 Hours	114,592	9,745	0
Tracy L Kanouff 1 Kaiser Plaza, Suite 1550L Ordway Oakland, CA 94612	Director Acct Mgmt & Bus Dev 40 Hours	111,516	14,894	0
Jeffrey A Wallace 1 Kaiser Plaza, Suite 1550L Ordway Oakland, CA 94612	Director Pharmacies 40 Hours	107,023	17,244	0
Barbara Isabella 1 Kaiser Plaza, Suite 1550L Ordway Oakland, CA 94612	Coordinator Pharmacy HmCare 40 Hours	106,454	3,485	0
Edward S King 1 Kaiser Plaza, Suite 1550L Ordway Oakland, CA 94612	Staff Pharmacist 40 Hours	96,707	12,380	0
Total number of other employees paid over \$50,000	327			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services

(See page 1 of the instructions List each one (whether individuals or firms) If there are none, enter "None ")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
Ohio Permanente Medical Group 1001 Lakeside Avenue Suite 1200 Cleveland, OH 44114	Medical Services Physicians Practice Group	93,681,857
Cleveland Clinic Foundation 9500 Euclid Avenue Cleveland, OH 44114	Medical Services Community Hospital	58,032,863
Summa Health System 525 E Market Street Akron, OH 44309	Medical Services Community Hospital	15,905,215
Metrohealth Medical Center 2500 Metrohealth Drive Cleveland, OH 44109	Medical Services Community Hospital	10,681,823
Lake Hospital system 36000 Euclid Avenue Willoughby, OH 44094	Medical Services Community Hospital	8,243,030
Total number of others receiving over \$50,000 for professional services	253	

Part III Statements About Activities

(See page 2 of the instructions)

Yes No

1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities (Must equal amounts on line 38, Part VI-A, or line I of Part VI-B) Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities	SEE STMT SCH A PART III LINE 1 42,367	1	X	
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any of its trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary				
a	Sale, exchange, or leasing of property?	SEE STMT SCH A PART III LINE 2	2a	X	
b	Lending of money or other extension of credit?	SEE STMT SCH A PART III LINE 2	2b	X	
c	Furnishing of goods, services, or facilities?	SEE STMT SCH A PART III LINE 2	2c	X	
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	SEE STMT PART V	2d	X	
e	Transfer of any part of its income or assets? If the answer to any question is "Yes," attach a detailed statement explaining the transactions		2e		X
3	Does the organization make grants for scholarships, fellowships, student loans, etc.?	SEE STMT SCH A PART III LINE 3	3		X
4a	Do you have a section 403(b) annuity plan for your employees?		4a	X	
Note Attach a statement to explain how the organization determines that individuals or organizations receiving grants or loans from it in furtherance of its charitable programs "qualify" to receive payments					

Part IV Reason for Non-Private Foundation Status

(See pages 3 through 6 of the instructions)

The organization is not a private foundation because it is (please check only **ONE** applicable box)

- 5** ☐ A church, convention of churches, or association of churches Section 170(b)(1)(A)(i)
- 6** ☐ A school Section 170(b)(1)(A)(ii) (Also complete Part V, page 5)
- 7** ☐ A hospital or a cooperative hospital service organization Section 170(b)(1)(A)(iii)
- 8** ☐ A Federal, state, or local government or governmental unit Section 170(b)(1)(A)(v)
- 9** ☐ A medical research organization operated in conjunction with a hospital Section 170(b)(1)(A)(iii) Enter the hospital's name, city, and state
- 10** ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit Section 170(b)(1)(A)(iv) (Also complete the **Support Schedule** in Part IV-A)
- 11a** ☐ An organization that normally receives a substantial part of its support from a governmental unit or from the general public Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A)
- 11b** ☐ A community trust Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** below)
- 12** ☒ An organization that normally receives (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See section 509(a)(2) (Also complete the **Support Schedule** in Part IV-A)
- 13** ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in (1) lines 5 through 12 above, or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2) (See section 509(a)(3))

Provide the following information about the supported organizations (See page 5 of the instructions)

(a) Name(s) of supported organization(s)

(b) Line number from above

- 14** ☐ An organization organized and operated to test for public safety Section 509(a)(4) (See page 6 of the instructions)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) *Use cash method of accounting***Note** You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in)	(a) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	126,677	65,284	71,500	88,055	351,516
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is not a business unrelated to the organization's charitable etc. purpose	497,789,567	476,226,139	456,721,179	439,783,110	1,870,519,995
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	287,181	1,069,761	2,765,430	3,208,487	7,330,859
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge.					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets.					
23 Total of lines 15 through 22	498,203,425	477,361,844	459,558,109	443,079,652	1,878,202,370
24 Line 23 minus line 17	413,858	1,135,045	2,836,930	3,296,542	7,682,375
25 Enter 1% of line 23	4,982,034	4,773,612	4,595,581	4,430,797	
26 Organizations described in lines 10 or 11	a Enter 2% of amount in column (e), line 24				26a
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1998 through 2001 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts.					26b
c Total support for section 509(a)(1) test. Enter line 24, column (e).					26c
d Add: Amounts from column (e) for lines 18 _____ 19 _____					26d
22 _____ 26b _____					26e
e Public support (line 26c minus line 26d total)					26f
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					
27 Organizations described on line 12	a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," attach a list (which is not open to public inspection) to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year:				
(2001) _____ (2000) _____ (1999) _____ (1998) _____					
b For any amount included in line 17 that was received from each person (other than "disqualified person"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year:					
(2001) _____ (2000) _____ (1999) _____ (1998) _____					
c Add: Amounts from column (e) for lines 15 _____ 351,516 16 _____					27c 1,870,871,511
17 1,870,519,995 20 _____ 21 _____					27d
d Add: Line 27a total _____ and line 27b total _____					27e 1,870,871,511
e Public support (line 27c minus line 27d total)					27f 1,878,202,370
f Total support for section 509(a)(2) test. Enter amount on line 23, column (e).					27g 99.61%
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					27h 0.39%
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					
28 Unusual Grants. For an organization described in line 10, 11, or 12 that received any unusual grants during 1998 through 2001, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.					

Part V Private School Questionnaire

(See page 7 of the instructions.)

(To be completed ONLY by schools that checked the box on line 6 in Part IV)

		N/A	
		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement)		
32	Does the organization maintain the following		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement)		
33	Does the organization discriminate by race in any way with respect to		
a	Students' rights or privileges?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities?		
	If you answered "Yes" to any of the above, please explain (If you need more space, attach a statement)		
34a	Does the organization receive any financial aid or assistance from a governmental agency?		
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement		
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation		

Part VI-A Lobbying Expenditures by Electing Public Charities

(See page 9 of the instructions)

(To be completed ONLY by an eligible organization that filed Form 5768)

N/A

Check here ☐ a If the organization belongs to an affiliated groupCheck here ☐ b If you checked "a" and "limited control" provisions apply**Limits on Lobbying Expenditures**

(The term "expenditures" means amounts paid or incurred)

	(a) Affiliated group totals	(b) To be completed for ALL electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37	
38 Total lobbying expenditures (add lines 36 and 37)	38	
39 Other exempt purpose expenditures	39	
40 Total exempt purpose expenditures (add lines 38 and 39)	40	
41 Lobbying nontaxable amount Enter the amount from the following table -		
If the amount on line 40 is -		
Not over \$500,000		
Over \$500,000 but not over \$1,000,000		
Over \$1,000,000 but not over \$1,500,000		
Over \$1,500,000 but not over \$17,000,000		
Over \$17,000,000		
The lobbying nontaxable amount is -		
20% of the amount on line 40		
\$100,000 plus 15% of the excess over \$500,000		
\$175,000 plus 10% of the excess over \$1,000,000		
\$225,000 plus 5% of the excess over \$1,500,000		
\$1,000,000		
42 Grassroots nontaxable amount (enter 25% of line 41)	42	
43 Subtract line 42 from line 36 Enter -0- if line 42 is more than line 36	43	
44 Subtract line 41 from line 38 Enter -0- if line 41 is more than line 38	44	

Caution: If there is an amount on either line 43 or line 44, file Form 4720**4 - Year Averaging Period Under Section 501(h)**

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below)

See the instructions for lines 45 through 50 on page 11 of the instructions)

Calendar year (or fiscal year beginning in)	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting by organizations that did not complete Part VI-A) (See page 12 of the instructions)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of

- a Volunteers
- b Paid staff or management (include compensation in expenses reported on lines c through h)
- c Media advertisements
- d Mailings to members, legislators, or the public
- e Publications, or published or broadcast statements
- f Grants to other organizations for lobbying purposes
- g Direct contact with legislators, their staffs, government officials, or a legislative body
- h Rallies, demonstrations seminars, conventions, speeches, lectures, or any other means
- i Total lobbying expenditures (add lines c through h)

Yes	No	Amount
	X	
X		
	X	NONE
	X	NONE
	X	NONE
	X	NONE
X		20 816
X		21 551
		42,367

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 12 of the instructions)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

a Transfers from the reporting organization to a noncharitable exempt organization of

(i) Cash

(ii) Other assets

b Other transactions

(i) Sales or exchanges of assets with a noncharitable exempt organization

(ii) Purchases of assets from a noncharitable exempt organization

(iii) Rental of facilities, equipment, or other assets

(iv) Reimbursement arrangements

(v) Loans or loan guarantees

(vi) Performance of services or membership or fundraising solicitations

c Sharing of facilities, equipment, mailing lists, other assets, or paid employees

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.

	Yes	No
51a(i)		X
a(ii)		X
b(i)		X
b(ii)		X
b(iii)		X
b(iv)		X
b(v)		X
b(vi)		X
c		X

[illegible]

52a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?

☐ Yes ☒ No

b If "Yes," complete the following schedule

[illegible]

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

STATEMENT LINE 20

FORM 990 PART I, LINE 20--OTHER CHANGES IN FUND BALANCE

<u>DESCRIPTION</u>	<u>AMOUNT</u>
RESERVE FOR MINIMUM PENSION LIABILITIES	(11,947,058)
	<hr/>
TOTAL - OTHER CHANGES IN FUND BALANCE	<u>(11,947,058)</u>

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

**OTHER EXPENSES
STATEMENT LINE 43
FORM 990, PART II, LINE 43**

<u>DESCRIPTION</u>	<u>TOTAL</u>	<u>PROGRAM</u>	<u>MANAGEMENT</u>	
		<u>SERVICE</u>	<u>& GENERAL</u>	
			<u>FUNDRAISING</u>	
PURCHASED MEDICAL SERVICES - BCP	184,224,942	184,224,942	0	0
PURCHASED MEDICAL SERVICES - OUTSIDE SVCS	2,552,226	2,552,226	0	0
PURCHASED SERVICES - OTHER PROFESSIONAL	3,339,488	3,339,488	0	0
PURCHASED SERVICES - OTHER NON-PROFESSIONAL	100,559,988	100,559,988	0	0
PROFESSIONAL & PUBLIC LIAB INSURANCE	19,655,865	19,655,865	0	0
OTHER INSURANCE	55,588	55,588	0	0
INFORMATION TECHNOLOGY SERVICES	22,941,807	22,941,807	0	0
BUSINESS LICENSES & TAXES	2,258,935	2,258,935	0	0
PROPERTY TAXES	1,042,990	1,042,990	0	0
BAD DEBTS	2,767,032	2,767,032	0	0
DUES & SUBSCRIPTIONS - PROFESSIONAL	74,329	74,329	0	0
DUES & SUBSCRIPTIONS - OTHER	197,685	197,685	0	0
EMPLOYEE DEVELOPMENT EXPENSES	220,332	220,332	0	0
EMPLOYEE RELATED EXPENSES	1,160,778	1,160,778	0	0
ADVERTISING AND MARKETING EXPENSES	4,599,030	4,599,030	0	0
INTER-REGIONAL CHARGES	5,315,843	5,315,843	0	0
LOSS ON RETIREMENT OF FIXED ASSETS	498,922	498,922	0	0
CHARITABLE CARE	32,887	32,887	0	0
MISCELLANEOUS AND OTHER EXPENSES	42,750	42,750		0
ALLOCATED ADMINSTRATIVE EXPENSES	0	(21,293,008)	21,293,008	0
TOTAL LINE 43	351,541,417	330,248,409	21,293,008	0

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

STATEMENT PART III

FORM 990, PART III - STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

The primary exempt purpose of Kaiser Foundation Health Plan of Ohio ("Health Plan"), an Ohio not-for-profit corporation organized for the public benefit and generally exempt from income tax under Internal Revenue Code Section 501(c)(3), and comparable state statute, is to provide a program of health care and medical services as a prepaid direct care group practice Health Maintenance Organization

Health Plan is a subsidiary of Kaiser Foundation Health Plan, Inc. an organization also exempt from tax under Internal Revenue Code Section 501(c)(3). Health Plan contracted with Kaiser Foundation Hospitals (Hospitals) and Ohio Permanente Medical Group, (Medical Group) to provide or arrange for hospital and medical services for its members. Contract payments to Hospitals and Medical Group represented a substantial portion of the expenses for medical and hospital services reported in prior reporting periods.

Please see the attachment, "Kaiser Permanente Community Benefit Report for Kaiser Foundation Health Plan of Ohio for 2002." This report will provide a description of the activities conducted by Health Plan in the accomplishment of its exempt purposes and for the benefit of the community in which it conducts its activities.

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

**STATEMENT LINE 54 - SECURITY INVESTMENTS
FORM 990 PART IV**

<u>DESCRIPTION</u>	<u>BEGINNING OF YEAR AMOUNT</u>	<u>END OF YEAR AMOUNT</u>
MARKETABLE SECURITIES	477,140	502,727
TOTAL LINE 54 - SECURITY INVESTMENTS	<u>477,140</u>	<u>502,727</u>

KAISER FOUNDATION HEALTH PLAN OF OHIO
34-0922268
12/31/2002

STATEMENT LINE 57

FIXED ASSETS DESCRIPTION	COST BASIS		ACCUMULATED DEPRECIATION		2002 DEP/AMORT EXPENSE
	BEGINNING OF YEAR	END OF YEAR	BEGINNING OF YEAR	END OF YEAR	
LAND	5 961 963	5 961 963	0	0	0
LAND IMPROVEMENTS	734 042	796 992	393 730	447 477	48 352
BUILDINGS	61 813 723	65 556 223	15 696 355	17 936 002	2 359,691
LEASEHOLD IMPROVEMENTS	6 817 384	6 911 516	5 470 941	5 696 117	225 175
EQUIPMENT	43 883 238	44 287 902	36 134 282	38 784 507	2 282 692
CAPITALIZED SOFTWARE	25 475 550	25,457 249	24 183 563	25 113 757	930 116
CONSTRUCTION IN PROGRESS	591 667	1 990 770	0	0	0
TOTALS	<u>145 277 567</u>	<u>150 962 615</u>	<u>81 878 871</u>	<u>87 977 860</u>	<u>5 846 026</u>
TOTALS TO PART IV, LINE 57(A)	<u>145,277,567</u>	<u>150,962,615</u>			
PART IV, LINE 57(B)			<u>81,878,871</u>	<u>87 977,860</u>	
PART IV LINE 57(C)	<u>63,398 696</u>	<u>62 984 755</u>			
PART II LINE 42(A) - DEPRECIATION AMORTIZATION DEPLETION ETC					<u>5 846 026</u>

KAISER FOUNDATION HEALTH PLAN OF OHIO
34-0922268
12/31/2002

OTHER ASSETS
STATEMENT LINE 58
FORM 990, PART IV, LINE 58

<u>DESCRIPTION</u>	<u>PRIOR YEAR AMOUNT</u>	<u>END OF YEAR AMOUNT</u>
PENSION FUNDING - LONG TERM	4,452,919	0
INTANGIBLE PENSION ASSETS	0	8,057,120
DEPOSITS AND DEFERRED TAXES	2,610	2,610
 	<hr/>	<hr/>
TOTAL LINE 58	<u>4,455,529</u>	<u>8,059,730</u>

KAISER FOUNDATION HEALTH PLAN OF OHIO
34-0922268
12/31/2002

OTHER LIABILITIES
STATEMENT LINE 65
FORM 990, PART IV, LINE 65

<u>DESCRIPTION</u>	<u>BEGINNING OF YEAR AMOUNT</u>	<u>END OF YEAR AMOUNT</u>
RESERVE FOR SELF-INSURED RISKS	15,300,000	15,300,000
RESERVE FOR PROPERTY & PUBLIC LIAB RISKS	35,143,220	26,155,677
RESERVE FOR WORKERS COMP RISKS	564,641	573,100
RESERVE FOR SELF-INSURED UNEMPLOYMENT	0	300,244
DEFINED PENSION LIABILITY	0	18,131,223
POST RETIREMENT LIABILITES	28,663,471	30,791,994
OTHER LIABILITIES	364,796	1,165,106
MEDICARE AUDIT RESERVE	144,137	142,576
TOTAL LINE 65	<u>80,180,265</u>	<u>92,559,920</u>

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

SCHEDULE FORM 990, PART V STATEMENT OF DIRECTORS, OFFICERS AND KEY EMPLOYEES COMPENSATION, BENEFITS AND REIMBURSEMENTS

NAME and ADDRESS	TITLE	SCHEDULED HOURS	COMPENSATION	BENEFIT PLANS	OTHER PAYMENTS
DIRECTORS					
James A Vohs	Chairman Ementus - to 4/30	As Needed	0	0	0
David M Lawrence, MD	Chairman Ementus - fm 5/1 and	As Needed			
	Director & Chair - to 4/30	As Needed	0	0	0
George C Halvorson	Director & Chair - fm 5/1	As Needed	0	0	0
L Dale Crandall	Director	As Needed	0	0	0
David R Andrews	Director	As Needed	0	0	0
Barbara B Blum	Director	As Needed	0	0	0
Thomas W Chapman	Director	As Needed	0	0	0
Daniel P Garcia	Director	As Needed	0	0	0
Henry M Kaiser	Director	As Needed	0	0	0
Dorothy H Mann, PhD, MPH	Director	As Needed	0	0	0
Dean O Morton	Director	As Needed	0	0	0
Edward E Penhoet	Director	As Needed	0	0	0
Mary E Reres, EdD	Director	As Needed	0	0	0
Robert L Ridgley	Director	As Needed	0	0	0
Chang-Lin Tien	Director	As Needed	0	0	0
Barry L Williams	Director	As Needed	0	0	0

OFFICERS AND KEY EMPLOYEES

Bernard J Tyson	Group President	As Needed	0	0	0
Patncia Kennedy-Scott	Regional President	As Needed	0	0	0
L Dale Crandall	Executive Vice President	As Needed	0	0	0
William A Gillespie, MD	Executive Vice President	As Needed	0	0	0
Richard R Pettingill	Executive Vice President	As Needed	0	0	0
Robert E Briggs	Senior Vice President	As Needed	0	0	0
Kirk E Miller	Senior Vice President	As Needed	0	0	0
Arthur M Southam, MD	Senior Vice President	As Needed	0	0	0
Steven R Zarkin	Senior Vice President	As Needed	0	0	0
Thomas R Meier	Vice President - Treasurer	As Needed	0	0	0
Deborah Stokes	Vice President - Controller	As Needed	0	0	0
Dinah Server	Assistant Secretary	As Needed	0	0	0
Victoria B Zarkin	Assistant Secretary	As Needed	0	0	0
Total Compensation of Directors, Officers and Key Employees for Part V			0	0	0

NOTES, See Notes on Statement Form 990, Part V, Line 75 for description of compensation, benefits and reimbursements

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

**SCHEDULE FORM 990, PART V, LINE 75
STATEMENT OF DIRECTORS, OFFICERS AND KEY EMPLOYEES PAID BY
RELATED EXEMPT ORGANIZATION**

NAME	TITLE	COMPENSATION	BENEFIT PLANS	OTHER PAYMENTS
See Note 2		See Notes 3 & 4	See Notes 4 & 5	See Notes 4 & 6
DIRECTORS				
James A Vohs	Chairman Emeritus - to 4/30	0	0	0
David M Lawrence MD	Chairman Emeritus - fm 5/1 and Director & Chair - to 4/30	928 924	4,559 427	0
George C Halvorson	Director & Chair - fm 5/1	1 284,651	913 821	15 663
L Dale Crandall	Director	See Below	See Below	See Below
David R Andrews	Director	49 418	5 812	0
Barbara B Blum	Director	62,375	90	0
Thomas W Chapman	Director	64,730	18 756	0
Daniel P Garcia	Director	138 700	51 569	891
Henry M Kaiser	Director	60 018	5 817	0
Dorothy H Mann PhD MPH	Director	53 575	90	0
Dean O Morton	Director	60,918	5 817	0
Edward E Penhoet	Director	4 185	90	0
Mary E Reres EdD	Director	64 356	5 806	23,392
Robert L Ridgley	Director	65 806	11 377	0
Chang-Lin Tien	Director	5 268	5 727	0
Barry L Williams	Director	55 718	17,817	0

OFFICERS AND KEY EMPLOYEES

Bernard J Tyson	Group President	794 823	997 938	0
Patricia Kennedy-Scott	Regional President	188 611	78 749	103,825
L Dale Crandall	• Executive Vice President	4 723 765	2,723 388	1,080
William A Gillespie MD	• Executive Vice President	1 267,294	2,466 903	960
Richard R Pettingill	• Executive Vice President	813,804	3,884 924	855
Robert E Briggs	Senior Vice President	928,363	429 518	70 824
Kirk E Miller	Senior Vice President	483 216	1 047,175	2 158
Arthur M Southam, MD	Senior Vice President	825 077	937,710	1,920
Steven R Zatkun	Senior Vice President	388 022	576 530	1,920
Thomas R Meier	Vice President - Treasurer	253 096	201 527	2 160
Deborah Stokes	Vice President - Controller	334 087	201,161	2 055
Dinah Server	Assistant Secretary	218 654	182,957	248
Victoria B Zatkun	Assistant Secretary	145,955	144,923	1,920

NOTES for current and future compensation, benefits and other reimbursements

Note #1 - This Organization is one of the corporate entities listed on the Statement Line 80 "Related and Controlled Entities" which is included as a part of this return. This Organization is a participating member of the integrated direct service prepaid health care program commonly referred to as "The Kaiser Permanente Medical Care Program" (Kaiser Permanente).

Note #2 - The above individuals can be contacted care/of
Kaiser Foundation Health Plan, Inc
Program Office Controller's Department
One Kaiser Plaza, Suite 15L Ordway
Oakland, CA 94612

NOTES. See following page for continuation of notes applicable to the above reporting

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

**SCHEDULE FORM 990, PART V, LINE 75
STATEMENT OF DIRECTORS, OFFICERS AND KEY EMPLOYEES PAID BY
RELATED EXEMPT ORGANIZATION**

Continuation of notes for current and future compensation, benefits and other reimbursements

Note #3 - The executive compensation plan for Kaiser Permanente is designed to recruit, retain and motivate qualified senior management personnel. The comprehensive compensation plan is designed for positions that have a significant impact on the high-level strategic and policy direction of the organization.

Base pay for executive positions is established at a level comparable to market compensation. Market data analyses are made of comparable organizations and comparable benchmark positions in the market. In addition, certain components of the total compensation plan bear an 'at-risk' feature designed to establish a total executive compensation which is equivalent to the general comparable outside market in which the organization must compete for executive leadership candidates. These plans create an environment that allows the executive to focus on individual and team performance objectives as identified by the organization over time.

Note #4 - Compensation, benefit plan contributions and reimbursement for certain expenses (collectively referred to as "compensation") of Directors, Officers and Key Employees are paid by Kaiser Foundation Health Plan, Inc. (Health Plan) as common paymaster and disbursement agent for the participating member organizations of Kaiser Permanente. Certain Directors, Officers and/or Key Employees perform services for several of the Kaiser Permanente member organizations. Compensation for these individuals is included in a mix of other administrative costs and expenses allocated to the member entities based on membership and other factors. Specific allocation of these compensation elements are not shown by entity as they are not computed separately by management.

Note #5 - Some of the amounts shown as Benefits were earned in prior years and deferred. Other amounts were earned in 2002 and not paid until 2003. These amounts are shown on this 2002 report and will be shown again in 2003 when actually paid. These dollars are reported twice but paid only once.

Among the benefits offered all employees are a Defined Benefit Plan (Plan A), a Qualified Contribution Plan (Plan B), a Section 403(b) Tax Sheltered Annuity Plan (TSA), and health and welfare benefit plans. Included in Benefits reported for this purpose are the value of the annual contributions to Plan B, TSA and general health and welfare benefit plans. For future payment, these amounts were not actually paid in 2002. Future benefits under Plan A are excluded from this reporting as they are not readily determinable on an annual basis but are actuarially determined at the time the individual qualifies for retirement benefits.

For other benefit plans available to executives which provide future benefits where the specific amounts are available and determinable by the time this tax report is filed, the amount is included in the Benefits reported in this return. This would include the amounts of compensation exchanged or converted under the Key Employee Savings Option Plan (KESOP) in the year. Amounts that are paid under the Annual Incentive Plan (AIP) and the Long Term Incentive Plan (LTIP) that are paid out to the individual participants in the following year but prior to filing the return are determined to be fixed or determinable as of year-end and are included. Amounts known at year-end under termination of employment arrangements calling for a stream-of-payments in a subsequent year are included in the Benefit Plans column for this purpose. Individuals noted with (*) have amounts included by reason of termination of employment and/or have received payouts from benefit plan accounts that consist of amounts previously earned.

Where benefit plans provide for a future benefit that contain elements of a substantial risk-of-forfeiture conditioned on continued employment and on achieving individual and Program-wide performance targets these amounts are excluded from the reporting.

Note #6 - The amounts reported as Other Payments include amounts for reimbursement of expenses. The included amounts do not include such ordinary and necessary expenses as travel, transportation, lodging, meals, business meetings, conferences and other routine expenditures for which the individual accounts to the employer organization. These items are reimbursed on a specific expenditure basis, consistent with policies and procedures based on prudent fiduciary responsibilities and standards. The policies under which these individuals account to the payer meet the substantiation requirements of Internal Revenue Code Section 274. This reporting includes taxable moving and relocation reimbursements and allowances.

Note #7 - The above listed Officers and Key Employees are scheduled to work a minimum of 40 hours per week in their respective positions for the Kaiser Permanente Medical Care Program. The amount of time the individuals spend on management issues germane to a specific entity is appropriate to the needs of the entity.

KAISER FOUNDATION HEALTH PLAN OF OHIO
34-0922268
12/31/2002
FORM 990

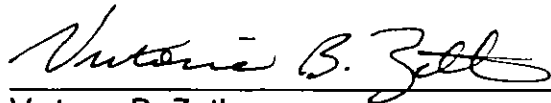
THE REVISED BYLAWS WERE APPROVED AT A MEETING OF THE BOARD OF DIRECTORS
ON DECEMBER 3, 2002 AND ARE ATTACHED

KAISER FOUNDATION HEALTH PLAN OF OHIO

BYLAWS CERTIFICATE

I, the undersigned, Victoria B. Zatzkin, hereby certify that I am the duly elected Assistant Secretary of Kaiser Foundation Health Plan of Ohio, an Ohio nonprofit corporation. I further certify that the Code of Regulations of Kaiser Foundation Health Plan of Ohio was last amended by the Board of Directors on September 11, 2002, and that the Code of Regulations has not been altered, amended or revoked since that date, and is, at the date of this certificate, in full force and effect.

IN WITNESS WHEREOF, the undersigned has hereunto signed her name this 5th day of February, 2003.

A handwritten signature in cursive script, reading "Victoria B. Zatzkin", written over a horizontal line.

Victoria B. Zatzkin
Assistant Secretary

AMENDED CODE OF REGULATIONS OF
KAISER FOUNDATION HEALTH PLAN OF OHIO

ARTICLE A
PURPOSES

Section A-1. Principal Purpose.

This corporation exists for the principal purpose of establishing and maintaining a nonprofit comprehensive, predominantly prepaid, direct service health care plan at reasonable cost for members of the public, without regard to sex, race, religion or national origin.

Section A-2. Related Purposes.

This corporation's related purposes are to promote and encourage the advancement and improvement of the nation's health care delivery system, with special emphasis on organizing and providing health care services on a cost-effective basis to participate in activities designed and carried on to promote the community's general health; and, subject to Sections A-3 and A-4, to support such other charitable, scientific, educational and hospital endeavors as the corporation may deem advisable.

Section A-3. Nonprofit Character.

This corporation is a nonprofit corporation and is not organized for the private gain of any person. This corporation is organized for, and its assets are irrevocably dedicated to, public and charitable purposes. The corporation does not and shall not have the power to distribute gains, profits or dividends to its Directors or officers, and no part of its net earnings shall inure to the benefit of any Director or officer of the corporation or to any other individual, but the corporation may compensate Directors and officers for the reasonable value of goods or services that they furnish to the corporation.

Section A-4. Disposition of Assets on Liquidation or
Dissolution.

Upon the corporation's liquidation or dissolution, the Board of Directors shall, after paying or adequately providing for the corporation's liabilities, distribute the corporation's assets to one or more organizations exempt from tax under §501(c)(3) of the Internal Revenue Code of 1986 or any amendment or successor thereto. The corporation's assets may not be distributed so as to inure directly or indirectly to the benefit of any Director or officer of the corporation, or to any other individual, or to any corporation, trust or organization whose net earnings inure to the benefit of any individual.

Section A-5. Non-discrimination.

This corporation, in the operation of its nonprofit comprehensive health care plan and related activities, shall conduct its activities and shall offer the services and benefits of its plan and other activities to all persons equally, without discrimination because of race, color, religion, sex, or national origin, and shall take affirmative action to maintain equality in such matters.

ARTICLE B

OFFICES

Section B-1. Principal Office.

The principal office of this corporation shall be located at the Ordway Building, Kaiser Center, One Kaiser Plaza, Oakland, Alameda County, California. The Board of Directors may change the location of the principal office at any time.

Section B-2. Principal Office in Ohio.

The place in this State where the principal office of the corporation is located is in Cleveland, Cuyahoga County, Ohio.

Section B-3. Other Offices.

This corporation may at any time establish other offices at such place or places as the Board of Directors may designate.

ARTICLE C

MEMBERS

Section C-1. Status of Membership.

Kaiser Foundation Health Plan, Inc., a California nonprofit corporation, is the sole member of this corporation.

Section C-2. Changes in Membership.

Changes in membership may be affected in such manner as the Board of Directors of this corporation, acting with the approval of a majority of the members of this corporation, shall determine.

Section C-3. Termination.

All rights and powers incident to membership shall cease upon termination of membership.

Section C-4. Dues, Assessments and Liabilities.

No member of this corporation shall be subject to any charge for dues or assessments, nor shall any member be in any way liable for any debt, liability or obligation of the corporation.

Section C-5. Meetings.

There shall be an annual meeting of members at the time of the first regular Board meeting each year. Meetings of members shall be governed by Section D-5, relating to meetings of Directors, except that meetings of members shall be held upon at least ten days' notice by first class mail.

Section C-6. Other Action by Members.

A majority of the members may, by written consent, take any action which the members of a Ohio nonprofit corporation are permitted to take without a meeting, and any action so taken shall have the same effect as, and be in all respects as valid as, action taken at a meeting duly held.

Section C-7. Power and Authority of Members.

Members shall have the maximum power and authority provided or permitted to members of Ohio nonprofit corporations under the law of the State of Ohio except that all such powers shall be exercised consistently with, and in furtherance of, the irrevocable dedication of the assets of this corporation to the purposes specified in Article A of these Regulations.

ARTICLE D

Directors

Section D-1. Power and Authority of Directors.

All corporate powers shall be exercised by or under the authority of the Board of Directors, and the Board shall control the business and affairs of the corporation. The Board shall have the maximum power and authority now or hereafter provided or permitted under Ohio law to directors of Ohio nonprofit corporations, acting as a board, except that all such powers shall be exercised consistently with, and in furtherance of, the irrevocable dedication of the assets of this corporation to the purposes specified in the Articles of Incorporation and in these Regulations.

The following powers of the corporation are illustrative only, and shall not be construed as constituting or implying any limitation upon powers exercisable by the Board or the corporation. The corporation shall have power to:

- (a) Commence, conduct and defend legal proceedings;
- (b) Adopt, use and alter a corporate seal,
but failure to affix a seal shall not affect the validity of any act or instrument of the corporation;
- (c) Adopt, amend and repeal Regulations, subject to the power of the members to change or repeal the Regulations, except

that no change may be made by the Directors in the authorized manner of Directors;

(d) Select, remove and prescribe powers, duties and compensation of officers, agents and employees, and require security for faithful service;

(e) Qualify to conduct, and conduct activities anywhere in the world;

(f) Acquire, hold, lease, encumber, convey, exchange, transfer upon trust, or otherwise dispose of real and personal property anywhere in the world, and receive and accept inter vivos or testamentary gifts of real or personal property, or both;

(g) Borrow money, contract debts and issue bonds, debentures, notes or other evidences of indebtedness therefor, and secure the performance of obligations by mortgage or otherwise;

(h) Acquire, subscribe for, hold, own, pledge and otherwise dispose of and represent shares of stock, bonds and securities of any other corporation, domestic or foreign;

(i) Purchase or acquire its own bonds, debentures or other evidences of its indebtedness or obligations;

(j) Make donations for charitable purposes;

(k) Act as director under any trust incidental to the principal objects of the corporation, and receive, hold, administer and expand funds and property subject to such trust;

(l) Participate with others in any partnership, joint venture or other association, transaction or arrangement of any kind, whether or not such participation involves sharing or delegation of control with or to others;

(m) Enter into any contracts, assume any obligations or do any other acts incidental to the conduct of corporate affairs or the attainment of corporate purposes;

(n) Do all other acts necessary or expedient for administration of the affairs and attainment of the purposes of the corporation.

Section D-2. Number.

The number of Directors may be changed at any time by amendment of this Code of Regulations by the member. Until changed by the member, there shall be 14 Directors, one of whom shall be the Chairman of the Board of this corporation who shall serve ex officio and only so long as he or she holds such office, and one of whom shall be a senior officer of this corporation designated by the Chairman of the Board. Each Director, including the ex officio Director and the designated Director, shall be counted for purposes of determining the presence of a quorum and shall have one vote.

Section D-3. Vacancies.

A vacancy shall exist whenever a Director resigns, for any reason becomes unable to serve, is not re-elected as provided in Section D-4, is removed in accord with law, or is removed by the member at a meeting of the member's Board of Directors provided that the notice of the meeting of the member's Board of Directors indicates the purpose of the meeting. Additional vacancies shall arise whenever and to the extent that the number of Directors is increased as provided in Section D-2.

Section D-4. Election and Term of Office.

The twelve Directors other than the Chairman of the Board and the Director designated by the Chairman of the Board shall be divided into three classes of four Directors each. At the first regularly scheduled meeting of the member's Board of Directors in 1994 and each year thereafter, upon the expiration of the term of a class of Directors, Directors of that class shall be elected for a term which shall end at the later of the first regularly scheduled meeting of the member's Board of Directors in the third year following their election or when their successors are elected, except that in any event the term of a Director shall end on December 31 of the year in which he or she attains age 70, unless the Chairman of the Board specifically requests a Director to remain on the Board for an interim transition period, and the Chairman of the Board, upon his or her retirement or resignation as Chairman of the Board, shall be precluded from continuing to

serve as a Director. Any vacancy may be filled by the member, acting through its Board of Directors or its Executive Committee.

Each Director shall hold office until the end of his or her term, or until he or she shall resign, become unable to serve as a Director, or be removed in accord with Section D-3.

Section D-5. Meetings.

(a) Place of Meetings. Meetings shall be held at such place as the Board of Directors shall designate by resolution or written consent, but unless another place shall be so designated, all meetings shall be held at the principal office.

(b) Call of Meetings. Meetings of the Board of Directors may be called at any time by the Chairman of the Board, or by any two Directors.

(c) Notice. Notice of meetings shall be mailed, telegraphed, or personally delivered to each Director, at his or her usual business address. Meetings shall be held upon at least two days' notice by first class mail. Notice of a meeting need not be given to any Director who signs a waiver of notice or a written consent to holding the meeting or an approval of the minutes thereof whether before or after the meeting, or who attends the meeting without protesting, prior thereto or at its commencement, the lack of notice to such Director.

(d) Proof of Notice. A statement showing service of any notice pursuant to Section D-5(c) may be entered in the minutes

of the meeting, and such entry shall be conclusive evidence that notice was duly given. Any waivers, consents and approvals given in lieu of regular notice shall be entered in the minutes of the meeting.

(e) Quorum. 51% of the authorized number of Directors then in office shall constitute a quorum for the transaction of business. A meeting at which a quorum is initially present may continue to transact business notwithstanding the withdrawal of Directors, if any action taken is approved by at least a majority of the required quorum for such meeting.

(f) Meetings Without Notice. If all Directors are present at any meeting, or if a quorum is present and all Directors not present either (1) sign a waiver of notice of such meeting, or a consent to the holding thereof, whether prior to or after the meeting, or (2) approve the minutes thereof, the transactions of such meeting shall be as valid as if conducted at a meeting regularly noticed.

(g) Adjourned Meetings. A majority of the Directors present at any meeting, although less than a quorum, may adjourn the meeting from time to time, without further notice, until a quorum shall attend.

Section D-6. Action Without a Meeting.

Any action required or permitted to be taken by the Board of Directors may be taken without a meeting if all members of the

Board individually or collectively consent in writing to such action. Such action by written consent shall have the same force and effect as a unanimous vote of the Directors. Such written consent or consents shall be filed with the minutes of the proceedings of the Board.

ARTICLE E

OFFICERS

Section E-1. Officers.

The officers of the corporation shall be a Chairman of the Board, a President, one or more Executive or Senior Vice Presidents, a Secretary, a Chief Financial Officer, a Controller, a Treasurer and one or more Assistant Secretaries. These shall be the only officers of the corporation. The Chairman of the Board or the President of Kaiser Foundation Health Plan, Inc. may assign such other titles as may be appropriate to other individuals, including the title of Vice President, but such other individuals shall not be corporate officers. Only the Chairman of the Board must be a Director. One person may hold two or more offices, except that the same person may not be both President and Secretary.

Section E-2. Election or Appointment and Term of Office.

Each officer shall be elected by the Board of Directors at the first regular Board meeting each year or at any other meeting of the Board for a term of office which shall end at the first Board meeting the following year, or for such other term as the Board of Directors may specify, or until he or she shall resign or is not re-elected as provided in this section.

Section E-3. Subordinate Officials.

The Chairman of the Board or President may appoint or delegate authority to appoint such other officials as the needs of the corporation may require, each of whom shall hold office for such period, have such authority and perform such duties as the appointing officer, pursuant to authority conferred by the Board of Directors, may from time to time determine. These officials shall not be officers of the corporation. Such officials holding the title of Vice President shall have authority to sign contracts and other documents on behalf of the corporation.

Section E-4. Removal and Resignation.

Any officer may be removed, at any time, either with or without cause, by the Board of Directors. Except for officers chosen directly by the Board of Directors, any officer may be removed, either with or without cause, by any officer authorized to appoint such officer, or by any officer upon whom such power of removal may be conferred by the Board of Directors.

Any officer may resign at any time by giving written notice to the Board of Directors or to the President or to the Secretary. Any such resignation shall take effect upon receipt of such notice, or at any later time specified therein; unless otherwise specified therein, a resignation shall be effective without express acceptance.

Section E-5. Vacancies.

A vacancy in any office because of death, resignation, removal, inability or disqualification to serve, or otherwise, shall be filled in the manner provided in the Bylaws for regular election or appointment to such office.

Section E-6. Chairman of the Board.

The Chairman of the Board shall be the Chief Executive Officer of the corporation and shall preside at all meetings of the Board of Directors and shall have such other powers and duties as the Board of Directors shall designate or the Bylaws may provide.

Section E-7. President.

Subject to the direction of the Board of Directors and the Chairman of the Board, the President shall have the general powers and duties of management usually vested in the office of President of a corporation as well as such other powers and duties as the Board of Directors shall designate or as the Bylaws may provide. If there is not a Chairman of the Board of Directors in office and then acting, or if the Chairman of the Board is absent or disabled, the President shall perform all of the duties of the Chairman of the Board, and when so acting shall have the powers of, and be subject to the restrictions upon, the Chairman of the Board, as prescribed in the Bylaws or by the

Board of Directors.

The President shall have such other powers and perform such other duties as the Board of Directors shall designate or as the Bylaws may provide.

Section E-8. Executive or Senior Vice President.

Each Executive or Senior Vice President shall assist the President in the performance of his or her duties. In the absence or disability of the President, the Executive Vice President, if one is designated by the Board, or in the absence of such designation, the Senior Vice Presidents in order of their rank as fixed by the Board of Directors, shall perform the duties of the President, and when so acting, shall have all the powers of, and be subject to all restrictions upon, the President. Each Executive or Senior Vice President shall have such other powers and duties as the Board of Directors shall designate or as the Bylaws may provide.

Section E-9. Secretary.

The Secretary shall be responsible for keeping a book of minutes at One Kaiser Plaza, Oakland, California or at such other place as the Board of Directors shall designate, of all meetings and all formal actions of the Board of Directors. Minutes of meetings shall reflect: the time and place of the meetings; whether they were held pursuant to notice, waiver, or consent; if

they were held pursuant to notice, the notice given; the names of persons present; the business transacted, and such other matters as the Board of Directors shall designate.

The Secretary shall be responsible for giving notice of meetings as required by the Bylaws. He or she shall maintain safe custody of the seal, shall make certificates and authenticate documents reflecting actions of the corporation as may be required or desirable, and shall have such other powers and perform such other duties as the Board of Directors shall designate or as the Bylaws may provide. Subject to the supervision of the Secretary, any Assistant Secretary may perform all or any part of the duties of the Secretary.

Section E-10. Chief Financial Officer.

The Chief Financial Officer shall supervise banking relations, including the handling, depositing and disbursing of all funds. The Chief Financial Officer shall render to the President and to the Board of Directors, on request, an account of his or her transactions as Chief Financial Officer and of the financial condition of the corporation. The Chief Financial Officer shall have such other powers and perform such other duties as the Board of Directors shall designate or as the Bylaws may provide. Subject to the supervision of the Chief Financial Officer, any other official may perform all or any part of the duties of the Chief Financial Officer.

ARTICLE F
COMMITTEES

Section F-1. Provision for Committees.

The corporation shall have an Executive Committee and such other committees as the Board of Directors may appoint to advise and assist the Board of Directors in managing the corporation's affairs.

Section F-2. Action Without a Meeting.

(a) By Unanimous Consent. Any action required or permitted to be taken by a committee of the Board of Directors may be taken without a meeting if all members of the committee individually or collectively consent in writing to such action. Such action by written consent shall have the same force and effect as a unanimous vote of the committee. Such written consent or consents shall be filed with the minutes of the proceedings of the committee.

(b) By Telephone. Meetings of committees may be held by telephone. A Director may participate in a meeting of a committee by means of a conference telephone or similar communication equipment enabling all Directors participating in the meeting to hear on

another at the same time; participation in such a meeting shall constitute presence in person at such meeting.

Section F-3. Executive Committee.

(a) Composition. The Executive Committee shall consist of six (6) Directors, who shall be selected by the Board of Directors, and who shall continue as members of the Executive Committee at the pleasure of the Board.

(b) Authority and Duties. The Executive Committee shall have authority to act for the Board of Directors between Board meetings. Unless otherwise provided by law, the Board of Directors, the Articles of Incorporation, or the Regulations, any action taken by the Executive Committee shall have the same force and effect as though taken by a majority of Directors present at a meeting of the Board duly called and held pursuant to the Regulations, except that the Executive Committee shall have no authority to: (1) Fill vacancies on the Board or the Executive Committee; (2) Fix the compensation of directors for serving on the Board or any committee; (3) Adopt, amend or repeal Regulations; (4) Amend or repeal any resolution of the Board which by its express terms is not so amendable or repealable; (5) Appoint committees of the Board or appoint the members thereof; (6) Change roles, titles or employment status of corporate officers; or (7) Approve any aspect of a transaction involving the corporation when a Director has a material financial interest

in that transaction, except as expressly provided by law.

(c) Conduct of Business. A quorum of the Executive Committee shall consist of three (3) committee members. The Executive Committee shall report to the Board of Directors regarding its actions and decisions.

Section F-4. Other Committees.

The Board of Directors may establish such other committees, of such composition and with such duties, authority and manner of conducting business, as the Board may from time to time deem advisable. Each such committee shall consist of three or more Directors, who shall be selected by the Board of Directors.

ARTICLE G
REGIONAL ADVISORY BOARD

Section G-1. Membership.

The corporation shall have a Regional Advisory Board ("Advisory Board"), consisting of Permanent Participants and Regular Participants. The Permanent Participants, comprising the permanent ex-officio membership of the Advisory Board, shall be the corporation's President (who shall be the Chairman of the Advisory Board), the corporation's Health Plan Manager, and the Executive Medical Director of the Ohio Permanente Medical Group, an Ohio partnership of physicians, or any corporate successor thereto ("Medical Group"). The Regular Participants shall consist of up to twenty-five (25) individuals selected by the Permanent Participants. The individuals so selected shall, to the extent possible, be representative of a cross section of the membership enrolled in this corporation's Health Plan ("enrollees") although one or more individuals may be designated because of their special knowledge of group practice prepayment plans. Each Regular Participant shall serve an initial term expiring December 31st of the year in which selected, and the term of a Regular Participant may be renewed annually each December 31st without any limit on the number of terms served.

Section G-2. Functions.

The functions of the Advisory Board shall be to consider (and through the Chairman to report periodically to this corporation's Board of Directors upon) matters such as benefits for enrollees, accessibility and availability of services to enrollees, the extent of and other matters relating to said enrollment, plans for additional facilities to serve enrollees, and actual or proposed federal, state and local legislation affecting the Kaiser-Permanente Medical Care Program and having an impact on enrollees, as well as such related subjects as from time to time the Advisory Board may find it appropriate to consider.

Section G-3. Meetings.

The Advisory Board will meet on the call of the Chairman as often as is deemed necessary and appropriate but in no event less often than annually, and the person calling the meeting shall invite thereto such representatives of this corporation, the Medical Group, Health Plan, Kaiser Foundation Hospitals (a California nonprofit corporation) and such other representatives as the Chairman considers appropriate.

ARTICLE H

INDEMNIFICATION OF DIRECTORS, OFFICERS, EMPLOYEES, AND OTHER AGENTS

Section H-1. Definitions.

As used in this Article:

(a) "agent" means any person who is or was a Director, officer, employee, volunteer or other agent of this corporation, or who is or was serving at the request of this corporation as a director, director, officer, employee, volunteer or agent of another foreign or domestic corporation, partnership, joint venture, trust or other enterprise, or who was a director, officer, employee, volunteer or agent of a foreign or domestic corporation which was a predecessor corporation of this corporation or of another enterprise at the request of the predecessor corporation;

(b) "proceeding" means any threatened, pending, or completed action, suit or proceeding, whether civil, criminal, administrative, or investigative;

(c) "special proceeding" means an action by or in the right of this corporation to procure a judgment in its favor;

(d) "expenses" includes attorneys' fees and any expenses of establishing a right to indemnification.

Section H-2. Agent Successful on the Merits.

To the extent that an agent of this corporation has been successful on the merits or otherwise in the defense of any proceeding or special proceeding by reason of the fact that the agent is or was an agent of the corporation, or in defense of any claim, issue, or matter therein, this corporation shall indemnify the agent against expenses actually and reasonably incurred by the agent in connection therewith.

Section H-3. Proceedings Other Than Special Proceedings When Agent Not Successful on the Merits.

Upon making the determination required by Section H-5, and subject to Section H-7, this corporation shall indemnify any agent who was or is a party or is threatened to be made a party to any threatened, pending or completed proceeding other than a special proceeding by reason of the fact that the agent is or was an agent of the corporation, against expenses, judgments, fines, settlements and other amounts actually and reasonably incurred in connection with any such proceeding, if the agent acted in good faith and in a manner the agent reasonably believed to be in or not opposed to the best interests of this corporation and, with respect to any criminal proceeding, the agent had no reasonable cause to believe his or her conduct was unlawful. The termination of any proceeding by judgment, order, settlement,

conviction or upon a plea of nolo contendere or its equivalent shall not, of itself, create a presumption that the agent did not act in good faith and in a manner which the agent reasonably believed to be in or not opposed to the best interests of this corporation, and with respect to any criminal proceeding, that the agent had reasonable cause to believe that his or her conduct was unlawful.

Section H-4. Special Proceedings When Agent Not Successful on the Merits.

Upon making the determination required by Section H-5, and subject to Section H-7, this corporation shall indemnify any agent who was or is a party or is threatened to be made a party to any threatened, pending or completed special proceeding by reason of the fact that the agent is or was an agent of this corporation, against expenses actually and reasonably incurred by the agent in connection with the defense or settlement of such a proceeding if the agent acted in good faith, and in a manner the agent believed to be in or not opposed to the best interests of the corporation.

No indemnification shall be made under this section with respect to any action or suit in which liability is asserted against the agent pursuant to §1702.12(E)(2)(b) and §1702.55 of the Ohio Revised Code, or with respect to any claim, issue or

matter as to which the agent shall have been adjudged to be liable for negligence or misconduct in the performance of the agent's duty to this corporation, unless and only to the extent that the Court of Common Pleas or the court in which such proceeding is or was brought shall determine upon application that, despite the adjudication of liability but in view of all the circumstances of the case, the agent is fairly and reasonably entitled to indemnity for such expenses as the court shall deem proper.

Section H-5. Authorization of Indemnification When Agent Not Successful on the Merits.

Any indemnification under Section H-3 or H-4, unless ordered by a court, shall be made by this corporation only upon a determination that indemnification of the agent is proper in the circumstances because the agent has met the applicable standard of conduct set forth in Section H-3 or H-4, by:

(a) A majority vote of a quorum consisting of Directors who were not and are not parties to or threatened with any such proceeding; or

(b) If such a quorum is not obtainable, or if a majority of a quorum of disinterested Directors so directs, in a written opinion by independent legal counsel other than an attorney, or a firm having associated with it an attorney, who has been retained

by, or who has performed services for, the corporation or any person to be indemnified within the past five years; or

(c) By the members; or

(d) By the Court of Common Pleas or the court in which such proceeding was brought.

The corporation shall promptly communicate any determination made pursuant to subsection (a) or (b) of this section to the person who threatened or brought the action if such action is by or in the right of the corporation.

Section H-6. Advance of Expenses.

Expenses incurred in defending any proceeding may be advanced by this corporation before the final disposition of the proceeding upon receipt of an undertaking satisfactory in form and amount to the Board of Directors by or on behalf of the agent to repay the amount of the advance unless it is determined ultimately that the agent is entitled to be indemnified as authorized in this Article.

Section H-7. Other Limitations on Indemnification.

Nothing in this Article shall affect any other right to indemnification to which an agent may be entitled by contract or otherwise, both as to action in his or her official capacity and as to action in another capacity while holding such office.

Section H-8. Indemnification to the Full Extent of Law.

Notwithstanding the above provisions, the corporation shall indemnify agents to the fullest extent permitted by law.

Section H-9. Insurance.

This corporation shall have the power to purchase and maintain insurance or furnish similar protection, including, but not limited to trust funds, letters of credit, or self insurance, for or on behalf of any agent against any liability asserted against and incurred by the agent in such capacity or arising out of the agent's status as such, whether or not the corporation would have the power to indemnify the agent against such liability under the provisions of this Article.

ARTICLE I
MISCELLANEOUS

Section I-1. Inspection of Corporate Records.

The books of account, minute book and records of committee actions and proceedings shall be open to inspection upon written demand by any Director or member at any reasonable time and for any purpose reasonably related to his or her interests as a Director or member. Such inspection may be made in person, or by any agent or attorney designated by the Director or member, and shall include the right to make extracts and copies. Demands for inspection may be presented to the Board of Directors at any meeting, or to the President or Secretary, or if such demand relates to the books of account, to the Controller. Each such demand may be granted by the officer to whom it is presented, but unless so granted, shall be referred by such officer to the Board of Directors.

Section I-2. Execution or Endorsement of Checks.

All checks, drafts or other orders for payment of money, and notes or other evidences of indebtedness issued in the name of or payable to the corporation shall be signed or endorsed by such person or persons, and in such manner, as the Board of Directors shall from time to time by resolution determine.

Section I-3. Execution of Contracts.

The Board of Directors may authorize any officer or officers and any agent or agents to enter into any contract or execute any instrument in the name of, and on behalf of, the corporation, and such authority may be general or limited to specified instances.

No officer, agent or employee shall have any power or authority to bind or obligate the corporation by any commitment, contract or engagement, or to pledge its credit or render it liable for any purpose or in any amount unless duly authorized by the Board of Directors.

Section I-4. Regulations, Minutes and Membership Records.

The original or a certified copy of the Regulations, together with all amendments thereto, and the minute book shall be kept at the principal office of the corporation and shall be subject to inspection as provided in Section H-1.

Section I-5. Representation of Shares of Other Corporations.

The President or any Vice President, acting together with the Secretary or any Assistant Secretary of this corporation, are authorized to vote, represent and exercise on behalf of this corporation all rights incident to any and all shares of stock of any other corporation or corporations which may be owned by or stand in the name of this corporation, and such authority may be exercised by such officers in person or by any person authorized

by proxy or power of attorney duly executed by such officers.

Section I-6. Fiscal Year

The fiscal year of this corporation shall be the calendar year.

Section I-7. Annual Report.

No annual report shall be required in connection with the activities of the corporation except as required by the laws of Ohio.

ARTICLE J
AMENDMENT AND EFFECT OF REGULATIONS

Section J-1. Previous Regulations Superseded.

These amended Regulations supersede the previous Regulations of this corporation and all amendments thereto.

Section J-2. Effect of Regulations.

These Regulations are in all respects subordinate to, and shall be controlled by, applicable provisions of the laws of the State of Ohio, other applicable laws, and the Articles of Incorporation of this corporation. Except as these Regulations may be inconsistent with said laws and Articles, they shall regulate the conduct of the business and affairs of this corporation with respect to all matters to which they relate.

Section J-3. Manner of Amendment.

(a) In any Legal Way. These Regulations may be amended in any manner now or hereafter provided by the applicable provisions of the laws of the State of Ohio, except as provided in Section J-3(b) of this Article.

(b) By Directors. These Regulations may be amended by a majority vote of the Board of Directors at any meeting, provided a quorum of the Board is present and voting, except that those portions of Article D, Section D-4 of these Regulations regarding

election of Directors may be amended only by the member.

ATTACHMENT FOR.
FORM 990 PART VI, QUESTION 80 - RELATED AND AFFILIATED ENTITIES
AND/OR
FORM 1120, SCHEDULE K, QUESTIONS 3, 4 AND 5

KAISER FOUNDATION HEALTH PLAN, INC AND KAISER FOUNDATION HOSPITALS, CALIFORNIA
NOT-FOR PROFIT CORPORATIONS, EXEMPT FROM INCOME TAX UNDER INTERNAL REVENUE CODE
SECTION 501(C)(3), HAVE A CONTROLLING OR AFFILIATED INTEREST IN THE FOLLOWING CORPORATIONS
AS OF DECEMBER 31, 2002

EMPLOYER ID #	ENTITY NAME	DIRECT & INDIRECT % CONTROLLED BY KFHP, INC
SUBSIDIARY ENTITIES THAT ARE OWNED DIRECTLY OR INDIRECTLY BY KAISER FOUNDATION HEALTH PLAN, INC, THAT ARE ALSO EXEMPT FROM FEDERAL INCOME TAX UNDER IRC SECTION 501(C)(3)		
93-0798039	KAISER FOUNDATION HEALTH PLAN OF THE NORTHWEST	100%
84-0591617	KAISER FOUNDATION HEALTH PLAN OF COLORADO	100%
48-0924402	KAISER FOUNDATION HEALTH PLAN OF KANSAS CITY, INC	100%
58-1592076	KAISER FOUNDATION HEALTH PLAN OF GEORGIA, INC	100%
56-1421313	KAISER FOUNDATION HEALTH PLAN OF NORTH CAROLINA	100%
52-0954463	KAISER FOUNDATION HEALTH PLAN OF THE MID-ATLANTIC STATES, INC	100%
34-0922268	KAISER FOUNDATION HEALTH PLAN OF OHIO	100%
23-7425486	COMMUNITY HEALTH PLAN	100%
94-3299124	KAISER HEALTH PLAN ASSET MANAGEMENT, INC	100%
93-0954562	KAISER HEALTH ALTERNATIVES	100%
94-3299123	CAMP BOWIE SERVICE CENTER	100%
93-0480268	OHP	100%
91-2171891	LOKAHI ASSURANCE, LTD	100%

SUBSIDIARY ENTITIES THAT ARE OWNED DIRECTLY OR INDIRECTLY BY KAISER
FOUNDATION HEALTH PLAN, INC THAT ARE TAXABLE FOR FEDERAL AND
STATE INCOME TAX PURPOSES

03-0329760	OAK TREE ASSURANCE, LTD	100%
94-3113684	KAISER PERMANENTE HEALTH ALTERNATIVES, INC	100%
94-3259432	KAISER PROPERTIES SERVICES, INC	100%
91-1814507	CHP COMPANIES, INC	100%

KAISER FOUNDATION HEALTH PLAN, INC IS AFFILIATED WITH THE FOLLOWING
ENTITIES EXEMPT FROM FEDERAL INCOME TAX UNDER IRC SECTION 501(C)(3)

94-1105628	KAISER FOUNDATION HOSPITALS	*(1)	N/A
94-3299125	KAISER HOSPITALS ASSET MANAGEMENT, INC	*(2)	N/A

ATTACHMENT FOR:
FORM 990 PART VI, QUESTION 80 - RELATED AND AFFILIATED ENTITIES
AND/OR
FORM 1120, SCHEDULE K, QUESTIONS 3, 4 AND 5

KAISER FOUNDATION HEALTH PLAN, INC AND KAISER FOUNDATION HOSPITALS, CALIFORNIA
NOT-FOR PROFIT CORPORATIONS, EXEMPT FROM INCOME TAX UNDER INTERNAL REVENUE CODE
SECTION 501(C)(3), HAVE A CONTROLLING OR AFFILIATED INTEREST IN THE FOLLOWING CORPORATIONS
AS OF DECEMBER 31, 2002

EMPLOYER ID #	ENTITY NAME	DIRECT & INDIRECT % CONTROLLED BY KFHP, INC
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KAISER FOUNDATION HEALTH PLAN, INC IS AFFILIATED WITH THE FOLLOWING
ENTITIES THAT ARE NOT EXEMPT FROM FEDERAL INCOME TAX

94-3245176	KAISER PERMANENTE INTERNATIONAL	*(2)	N/A
94-3292262	KAISER PERMANENTE VENTURES	*(2)	N/A
68-0444615	CARETOUCH, INC	*(2)	N/A
91-2166347	KP ONCALL, LLC	*(2)	N/A
94-3203402	KAISER PERMANENTE INSURANCE COMPANY	*(3)	50%
N/A	HAMI - COLORADO, LLC	*(4)	N/A
94-3289704	KAIVEST I, LLC	*(5)	N/A

NOTE *(1) KAISER FOUNDATION HOSPITALS A CALIFORNIA NOT-FOR-PROFIT CORPORATION,
EXEMPT FROM INCOME TAX UNDER THE PROVISIONS OF INTERNAL REVENUE CODE
SECTION 501(C)(3), SHARES A COMMON BOARD OF DIRECTORS WITH KAISER
FOUNDATION HEALTH PLAN, INC

NOTE *(2) THESE ENTITIES ARE SUBSIDIARIES OF KAISER FOUNDATION HOSPITALS

NOTE *(3) KAISER PERMANENTE INSURANCE COMPANY IS A NON-EXEMPT PROPERTY AND
CASUALTY INSURANCE COMPANY OF WHICH 100% OF THE PREFERRED STOCK AND
50% OF THE COMMON STOCK ARE OWNED BY KAISER FOUNDATION HEALTH PLAN, INC
THE REMAINING 50% OF COMMON STOCK IS OWNED BY NON-AFFILIATED
PHYSICIANS PRACTICE GROUPS

NOTE *(4) HAMI - COLORADO, LLC - THE SOLE MEMBER OF THIS LIMITED LIABILITY COMPANY
IS KAISER HOSPITALS ASSET MANAGEMENT, INC

NOTE *(5) KAIVEST I, LLC - THIS CASH POOLING INVESTMENT FUND HAS THREE AFFILIATED MEMBERS
KAISER FOUNDATION HEALTH PLAN OF COLORADO,
KAISER FOUNDATION HEALTH PLAN OF THE NORTHWEST, and
KAISER FOUNDATION HEALTH PLAN OF THE MID-ATLANTIC STATES, INC

THE COMMON ADDRESS FOR ALL ENTITIES LISTED ABOVE IS.

C/O KAISER FOUNDATION HEALTH PLAN, INC
PROGRAM OFFICE CONTROLLER'S DEPARTMENT - TAX
ONE KAISER PLAZA, 1550 ORDWAY
OAKLAND, CA 94612

KAISER FOUNDATION HEALTH PLAN OF OHIO
34-0922268
12/31/2002

STATEMENT FORM 990 PART VIII
RELATIONSHIP OF ACTIVITIES TO EXEMPT PURPOSE

LINE NUMBER - 93

93A MEMBERS HEALTH CARE PREMIUMS

Revenue received from or on behalf of members for prepaid health care coverage under the prepaid HMO health and medical care plans offered by Health Plan to its members
Revenue excluded under the provisions of Revenue Ruling 68-27

93B SUPPLEMENTAL CHARGES

Revenue received for co-payments from or on behalf of members for health care services provided under the plans referred to in 93A above
Revenue excluded under the provisions of internal revenue regulation 1 501(c)(3)-1

93C NON-PLAN AND INDUSTRIAL REVENUE

Revenue received from non-members for health care and from outside insurers for reimbursement for health care services provided to members for work-related injuries or conditions
Revenue excluded under the provisions of internal revenue regulation 1 501(c)(3)-1

93F MEDICARE/MEDICAID PAYMENTS

Revenue received from the Social Security Administration for medical and health care services provided to Plan members covered under Part B of Medicare
Revenue excluded under the provisions of internal revenue regulation 1 501(c)(3)-1

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

**INFLUENCE LEGISLATIVE MATTER
FORM 990, SCHEDULE A, PART III, LINE 1**

The Organization is a member of the Kaiser Permanente Medical Care Program and participated in and benefited from lobbying activities conducted at the national level by the parent organization for the benefit of its members and of the healthcare industry as a whole. As an organization generally exempt from income tax under Internal Revenue Code Section 501(c)(3), Health Plan did not participate in nor conduct political campaigns.

Health Plan may have to an insubstantial degree made comments or statements concerning legislation which may affect the health care industry. Health Plan has not intervened in any political campaign. Health Plan may have possibly engaged in telephone conversations and/or written letters to various federal, state, and local officials regarding matters which affected the healthcare industry as a whole. The amount of time and money involved in these activities was negligible.

Health Plan has several employees and/or may retain a full time professional political consultants to represent Health Plan's interests in various legislative and regulatory bodies and from time-to-time to keep informed of Federal and State legislation having an impact on Health Plan's charitable activities as an exempt Health Maintenance Organization.

These individuals attempt to ensure that proposed legislation and enacted laws are compatible with the interests of Health Plan and its members by performing the following activities:

- Collecting, analyzing and distribution within the Organization, public and private policy recommendations regarding proposed legislation and enacted laws that affect the operation of Health Plan and its ability to provide quality health and medical care services to its members in a cost effective environment.
- Providing appropriate informational materials to legislators and to their staffs that pertain to matters of common interest in the health care community and in the not-for-profit community.
- Also by preparing written and oral testimony, these individuals appear at legislative hearings, monitor legislative proceedings and meet with legislators and/or their staffs regarding issues pertinent to the mission of Health Plan. Those individuals appearing at such hearings and meetings for and on behalf of Health Plan often are representing the interests of common interest groups as well as the interests of the members of Health Plan.
- Other employees and officers perform services by delivering speeches at various public and private functions and in serving as faculty for numerous health care related educational programs.

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

**STATEMENT ABOUT ACTIVITIES
STATEMENT SCH A P III LN 2
FORM 990, SCHEDULE A, PART III, LINE 2**

As reflected in Statement Line 80, Kaiser Foundation Health Plan of Ohio (Health Plan) was affiliated with other organizations, exempt and non-exempt. During the year, in the normal course of business in carrying out the exempt charitable care purpose of the organization, Health Plan may have entered into leases, the extension of credit, and/or the furnishing of services, goods and/or facilities with these organizations. Health Plan may have also entered into these types of transactions with organizations whose officers were board members of Health Plan, such transactions would have been at a price which is not less than cost or more than fair-market-value.

KAISER FOUNDATION HEALTH PLAN OF OHIO

34-0922268

12/31/2002

STATEMENT ABOUT ACTIVITIES

STATEMENT SCH A P III LN 3

FORM 990, SCHEDULE A, PART III, LINE 3

Grants made during the year are to organizations qualified under Internal Revenue Code Section 501(c)(3)

All programs that are supported are for the betterment of the health of the members of Kaiser Permanente and/or the health of the members of the communities in which Kaiser Foundation Health Plan of Ohio conducts its activities

Health Plan provides its services directly to the members of the community through its mostly prepaid health care programs. For an explanation of these programs and those that benefit the community, please refer to the "Kaiser Permanente Community Benefit Report for Kaiser Foundation Health Plan of Ohio for 2002" which is included as a part of this return

**CONSENT TO APPORTIONMENT PLAN FOR TAXABLE INCOME BRACKETS
BY CONTROLLED GROUP MEMBERS**


PURSUANT TO REGULATIONS ISSUED UNDER INTERNAL REVENUE CODE SECTION 1561(a)(1), WITH RESPECT TO THE TAXABLE INCOME BRACKETS AS ENUMERATED IN THE TAX TABLES AT IRC SECTION, 11(b), THE UNDERSIGNED CORPORATIONS, COMPONENT MEMBERS OF A CONTROLLED GROUP OF CORPORATIONS, WITHIN THE MEANING OF IRC SECTION 1563(a), HEREBY CONSENT TO THE APPORTIONMENT PLAN LISTED BELOW WITH RESPECT TO THE TAXABLE YEAR OF EACH CORPORATION THAT INCLUDES DECEMBER 31, 2002

EMPLOYER TAX ID #	NAME AND ADDRESS	TAX FORM	Tax Bracket Allocations				
			First \$50,000	Next \$25,000	Next \$25,000	Next \$235,000	Next \$9,665,000
		TAX BRACKET RATE	15%	25%	34%	39%	34%
KAISER FOUNDATION HEALTH PLAN GROUP							
94 1340523	KAISER FOUNDATION HEALTH PLAN, INC	990-T	\$44,000	\$22,000	\$22,000	\$206,800	\$9,015,000
93-0798039	KAISER FOUNDATION HEALTH PLAN OF THE NORTHWEST	990-T	NONE	NONE	NONE	NONE	NONE
84-0591617	KAISER FOUNDATION HEALTH PLAN OF COLORADO	990-T	NONE	NONE	NONE	NONE	NONE
48-0924402	KAISER FOUNDATION HEALTH PLAN OF KANSAS CITY, INC	990-T	NONE	NONE	NONE	NONE	NONE
58-1592076	KAISER FOUNDATION HEALTH PLAN OF GEORGIA INC	990-T	NONE	NONE	NONE	NONE	NONE
56 1421313	KAISER FOUNDATION HEALTH PLAN OF NORTH CAROLINA	990-T	NONE	NONE	NONE	NONE	NONE
52-0954463	KAISER FOUNDATION HP OF THE MID ATLANTIC STATES INC	990-T	NONE	NONE	NONE	NONE	NONE
34-0922268	KAISER FOUNDATION HEALTH PLAN OF OHIO	990-T	NONE	NONE	NONE	NONE	NONE
23-7425486	COMMUNITY HEALTH PLAN	990-T	NONE	NONE	NONE	NONE	NONE
94-3299124	KAISER HEALTH PLAN ASSET MANAGEMENT, INC	990-T	NONE	NONE	NONE	NONE	NONE
93-0954562	KAISER HEALTH ALTERNATIVES	990-T	NONE	NONE	NONE	NONE	NONE
94-3299123	CAMP BOWIE SERVICE CENTER	990-T	NONE	NONE	NONE	NONE	NONE
93-0480268	OHP	990-T	NONE	NONE	NONE	NONE	NONE
91 2171891	LOKAHI ASSURANCE, LTD	990-T	NONE	NONE	NONE	NONE	NONE
03-0329760	OAK TREE ASSURANCE LTD	1120-PC	NONE	NONE	NONE	NONE	\$300,000
94-3113684	KAISER PERMANENTE HEALTH ALTERNATIVES	1120	\$6,000	\$3,000	\$3,000	\$28,200	\$350,000
94 3259432	KAISER PROPERTIES SERVICES, INC	1120	NONE	NONE	NONE	NONE	NONE
91-1814507	CHP COMPANIES INC	1120	NONE	NONE	NONE	NONE	NONE
94 3289704	KAIVEST I LLC	1065	NONE	NONE	NONE	NONE	NONE
KAISER FOUNDATION HOSPITALS GROUP							
94 1105628	KAISER FOUNDATION HOSPITALS	990-T	NONE	NONE	NONE	NONE	NONE
94 3299125	KAISER HOSPITALS ASSET MANAGEMENT INC	990-T	NONE	NONE	NONE	NONE	NONE
94 3245176	KAISER PERMANENTE INTERNATIONAL	1120	NONE	NONE	NONE	NONE	NONE
94-3292262	KAISER PERMANENTE VENTURES	1120	NONE	NONE	NONE	NONE	NONE
68-0444615	CARETOUCH INC	1120	NONE	NONE	NONE	NONE	NONE
91-2166347	KP ONCALL LLC (DISREGARDED ENTITY)	-	NONE	NONE	NONE	NONE	NONE
N/A	HAMI - COLORADO LLC (DISREGARDED ENTITY)		NONE	NONE	NONE	NONE	NONE
TOTAL OF EACH BRACKET ALLOCATED			\$50,000	\$25,000	\$25,000	\$235,000	\$9,665,000

THE COMMON ADDRESS OF ALL ENTITIES JOINING IN THIS ELECTION OF APPORTIONMENT AS LISTED ABOVE IS

C/O KAISER FOUNDATION HEALTH PLAN, INC
PROGRAM OFFICE CONTROLLER'S DEPARTMENT - TAX
ONE KAISER PLAZA, 1550 ORDMAN
OAKLAND, CA 94612

AUTHORIZATION CONSENT FOR ALLOCATION ON BEHALF OF ALL MEMBER COMPANIES


DEBORAH STOKES VICE PRESIDENT AND CONTROLLER OF
KAISER FOUNDATION HEALTH PLAN INC AND OF KAISER FOUNDATION HOSPITALS
THE ULTIMATE PARENT CORPORATION AND/OR SOLE MEMBER OF EACH OF THE ABOVE
ENTITIES JOINING IN THIS ELECTION OF APPORTIONMENT

**CONSENT TO APPORTIONMENT PLAN FOR ALTERNATIVE MINIMUM TAX EXEMPTION
BY CONTROLLED GROUP MEMBERS**

PURSUANT TO REGULATIONS ISSUED UNDER INTERNAL REVENUE CODE SECTION 1561(a)(3), THE UNDERSIGNED CORPORATIONS, COMPONENT MEMBERS OF A CONTROLLED GROUP OF CORPORATIONS, WITHIN THE MEANING OF IRC SECTION 1563(a), HEREBY CONSENT TO THE APPORTIONMENT PLAN LISTED BELOW WITH RESPECT TO THE TAXABLE YEAR OF EACH CORPORATION WHICH INCLUDES DECEMBER 31, 2002

EMPLOYER TAX ID #	NAME AND ADDRESS	APPLIC- ABLE TAX FORM	ALLOCATION OF \$40,000 EXEMPTION
<u>KAISER FOUNDATION HEALTH PLAN GROUP.</u>			
94-1340523	KAISER FOUNDATION HEALTH PLAN, INC	990-T	\$40,000
93-0798039	KAISER FOUNDATION HEALTH PLAN OF THE NORTHWEST	990-T	NONE
84-0591617	KAISER FOUNDATION HEALTH PLAN OF COLORADO	990-T	NONE
48-0924402	KAISER FOUNDATION HEALTH PLAN OF KANSAS CITY, INC	990-T	NONE
58-1592076	KAISER FOUNDATION HEALTH PLAN OF GEORGIA, INC	990-T	NONE
56-1421313	KAISER FOUNDATION HEALTH PLAN OF NORTH CAROLINA	990-T	NONE
52-0954463	KAISER FOUNDATION HEALTH PLAN OF THE MID-ATLANTIC STATES INC	990-T	NONE
34-0922268	KAISER FOUNDATION HEALTH PLAN OF OHIO	990-T	NONE
23-7425486	COMMUNITY HEALTH PLAN	990-T	NONE
94-3299124	KAISER HEALTH PLAN ASSET MANAGEMENT, INC	990-T	NONE
93-0954562	KAISER HEALTH ALTERNATIVES	990-T	NONE
94-3299123	CAMP BOWIE SERVICE CENTER	990-T	NONE
93-0480268	OHP	990-T	NONE
91-2171891	LOKAHI ASSURANCE, LTD	990-T	NONE
03-0329760	OAK TREE ASSURANCE, LTD	1120-PC	NONE
94-3113684	KAISER PERMANENTE HEALTH ALTERNATIVES	1120	NONE
94-3259432	KAISER PROPERTIES SERVICES, INC	1120	NONE
91-1814507	CHP COMPANIES, INC	1120	NONE
94-3289704	KAIVEST I, LLC	1065	NONE
<u>KAISER FOUNDATION HOSPITALS GROUP</u>			
94-1105628	KAISER FOUNDATION HOSPITALS	990-T	NONE
94-3299125	KAISER HOSPITALS ASSET MANAGEMENT, INC	990-T	NONE
94-3245176	KAISER PERMANENTE INTERNATIONAL	1120	NONE
94-3292262	KAISER PERMANENTE VENTURES	1120	NONE
68-0444615	CARETOUCH, INC	1120	NONE
91-2166347	KP ONCALL, LLC (DISREGARDED ENTITY)	-	NONE
N/A	HAMI-COLORADO, LLC (DISREGARDED ENTITY)	-	NONE
TOTAL ALTERNATIVE MINIMUM TAX EXEMPTION			<u>\$40,000</u>

THE COMMON ADDRESS OF ALL ENTITIES JOINING IN THIS ELECTION OF APPORTIONMENT AS LISTED ABOVE IS

c/o KAISER FOUNDATION HEALTH PLAN, INC
PROGRAM OFFICE CONTROLLER'S DEPARTMENT-TAX
ONE KAISER PLAZA, 1550 ORDWAY
OAKLAND, CA 94612

CONSENT AND AUTHORIZATION FOR ALLOCATION ON BEHALF OF ALL MEMBER COMPANIES



DEBORAH STOKES, VICE PRESIDENT AND CONTROLLER OF
KAISER FOUNDATION HEALTH PLAN, INC AND OF KAISER FOUNDATION HOSPITALS
THE ULTIMATE PARENT CORPORATION AND/OR SOLE MEMBER OF EACH OF THE ABOVE
ENTITIES JOINING IN THIS ELECTION OF APPORTIONMENT



KAISER PERMANENTE®

**COMMUNITY BENEFIT REPORT
for
KAISER FOUNDATION HEALTH PLAN OF OHIO
FY 2002**

*For Attachment to the
Internal Revenue Service Form 990
Return of Organization Exempt from Income Tax*



KAISER PERMANENTE®

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INTRODUCTION

Kaiser Foundation Health Plan of Ohio (“Ohio Health Plan”) is a nonprofit, federally qualified HMO that is a subsidiary of Kaiser Foundation Health Plan, Inc. Kaiser Foundation Health Plan, Inc. (KFHP), with its five principal operating tax exempt subsidiary health plans (Kaiser Foundation Health Plan of Colorado, Kaiser Foundation Health Plan of Georgia, Inc., Kaiser Foundation Health Plan of the Mid-Atlantic States, Inc., Kaiser Foundation Health Plan of the Northwest, and Kaiser Foundation Health Plan of Ohio) as well as Kaiser Foundation Hospitals (KFH) are nonprofit corporations that are part of the integrated health care delivery system known as the Kaiser Permanente Medical Care Program (“Kaiser Permanente”). Additionally, Kaiser Foundation Health Plan, Inc. has five subsidiary health plans that are no longer operating and have been or are being dissolved because Kaiser Permanente has divested its Northeast, North Carolina, and Kansas City Regions (Kaiser Foundation Health Plan of Connecticut, Inc., Kaiser Foundation Health Plan of Kansas City, Inc., Kaiser Foundation Health Plan of North Carolina, CHP Companies, Inc., and Community Health Plan).

In 2002, Kaiser Permanente served over 8.4 million people in 9 states (California, Colorado, Georgia, Hawaii, Maryland, Ohio, Oregon, Virginia and Washington) and the District of Columbia. The program is the largest private non-profit health care program in the United States and has more than 131,000 employees and over 11,000 contracting physicians. In the Ohio Region, the Health Plan serves more than 158,000 members, 1,832 employees as well as 280 Permanente physicians.

This report describes the structure of Kaiser Permanente and documents the national community benefit activities, programs and services of KFHP and its subsidiaries, and KFH (combined), and the specific community benefit provided in the Ohio Region.

Kaiser Permanente is not just a financial arrangement but is an integrated health care delivery system that combines the provision and financing of health care services. People who elect to enroll in Kaiser Permanente receive a full range of prepaid health care services, including hospital care, professional care in hospitals and physicians' offices, x-ray and laboratory services, physical therapy, emergency, ambulance, and preventive services, health education, and prescribed drugs.

In the Ohio Region, three separate legal organizations comprise Kaiser Permanente: Ohio Health Plan, an Ohio nonprofit corporation and federally qualified health maintenance organization exempt from federal income tax under Internal Revenue Code §501(c)(3), KFH, a California nonprofit public benefit corporation exempt from federal income tax under Internal Revenue Code §501(c)(3), and Ohio Permanente Medical Group (“Permanente Physicians”), an independent multi-specialty group of physicians organized as a professional corporation.

Persons enroll in Kaiser Permanente through KFHP or one of its subsidiaries (“Health Plan”). Health Plan provides and arranges comprehensive health care services for members on a predominantly prepaid basis and fulfills its contractual obligations to group and individual

members by contracting with KFHP and Ohio Permanente Physicians to provide the required health care services

Persons enroll in Kaiser Permanente through Health Plan. Health Plan undertakes to arrange comprehensive health care services for members on a predominantly prepaid basis. Health Plan fulfills its contractual obligations to group and individual members by contracting with Hospitals and a Permanente Medical Group to provide the required health care services.

Members receive services from various Permanente Medical Groups in the respective Kaiser Permanente regions. In the Ohio region, Permanente accepts responsibility for professional care of Health Plan members, are responsible for their own physician recruitment, selection and staffing, and are legally separate entities independent from Health Plan, KFHP and each other. Ohio Permanente Physicians treat members in facilities owned or leased by Health Plan and KFHP.

KFHP and KFHP are separate corporations governed by identical boards of directors. KFHP accepts responsibility to provide or arrange necessary hospital services and facilities for Health Plan members. In the Ohio Region, KFHP contracts with community hospitals to provide hospital services to members for specialized care and other services.

Membership in KFHP and its health plan subsidiaries is available without regard to sex, race, religion, ethnic background, sexual orientation, occupational status, or income level. Health Plan members are broadly representative of the various ages, social, and income groups within the areas served. Once enrolled, a member is free to maintain membership regardless of age, health status, or employment.

KAISER PERMANENTE'S COMMITMENT TO THE COMMUNITY

Through the Kaiser Permanente mission, the organization contributes to the health of the communities in two related ways. First, Kaiser Permanente strives for excellence in serving its more than eight million members, through market leading performance in quality, service and affordability. By doing this, Kaiser Permanente raises the bar for the performance of all healthcare organizations, benefits more people as it grows, provides a discipline in the marketplace by demonstrating the greatest value, and generates resources to reinvest in the community's health.

Second, Kaiser Permanente directly invests in improvements to its communities' health, working to increase access for the underserved, disseminate care improvements, alter the social determinants of health, and inform public policy.

This latter approach, which Kaiser Permanente calls the Direct Community Benefit Investment program (DCBI), is fundamental to being a nonprofit organization. It embodies the organization's commitment to improve the health of communities beyond services to Health Plan members. It is more than traditional corporate citizenship or corporate philanthropy. It is intentional, planned, budgeted, measurable, accountable creation of better health in our

communities. It is done in collaboration with, not isolation from, the community. Direct Community Benefit fulfills Kaiser Permanente's social purpose, justifies its tax-exempt status, and differentiates it from other healthcare organizations.

This tradition of community benefit dates from the earliest days of the Program, when charitable care to non-employees, and later, non-members, was initiated. That heritage has continued through the years in Kaiser Permanente's early participation in the Medicaid and Medicare programs, establishment of residency training and medical research programs, and later in the development of the Educational Theatre, Community Health Partnerships and Dues Subsidy programs.

In 2001, the Board reaffirmed Community Benefit as a national program and set the following four goals:

- Address critical questions in American health care that the Program's history, culture and competencies position it uniquely to examine
- Build the reputation of Kaiser Permanente for its leadership in helping solve major health challenges
- Create a program that engages the creativity and spirit of the people of Kaiser Permanente at all levels
- Meet the requirements placed on KFH, KFHP, and its subsidiary health plans, as tax-exempt organizations that return value to the communities served beyond the provision of health care to members

The Board directed that this new community benefit program be guided by a national strategy, with continued local flexibility and implementation, supported by national and regional funding pools, and built on the organization's integrated healthcare system. Community benefit investments are to be concentrated in four areas:

- *Vulnerable Populations* - Address the financing and delivery problems of populations that are vulnerable because of socioeconomic status, illness, ethnicity, age, or other disabling factors
- *Evidence-based Medicine* - Develop and communicate the evidence basis to determine what form of medical care works, for which patients and populations, under what circumstances, at what cost and in which delivery settings
- *Education* - Evaluate and demonstrate educational models for the health professions in integrated care systems and for health care consumers for managing their own health and obtaining health care services
- *Public Policy* - Develop and disseminate public policy information that reflects the interests of the nation as a whole

The Board elaborated that at least 75% of total community benefit funding will be directed to Program priorities within the four focus areas, and the remaining 25% of funding will be

directed by local Regions to respond to local community benefit needs and opportunities that may or may not be within the four key focus areas

As part of the new approach, the Board also approved the formation of a national Community Benefit Governance Council to oversee the new program, and designated a national executive of KFHP and KFH to lead Kaiser Permanente's Community Benefit Program as a full time assignment. Raymond J. Baxter, PhD is the Senior Vice President of Community Benefit.

COMMUNITY BENEFIT PROVIDED BY KAISER FOUNDATION HEALTH PLAN, INC.

KFHP's primary social mission is the organization and provision of comprehensive health care services on a prepaid basis through an integrated health care delivery system, available to the community as a whole. Because the Health Plan is a nonprofit organization, revenues that exceed the cost of operations and provision of care are used to benefit members through improved facilities and service, increase benefits, and maintain affordable rates rather than to pay dividends to stockholders. Providing affordable, high quality, comprehensive health benefits coverage and care that emphasizes prevention helps to minimize medical indigence and contributes to quality of life in the communities we serve. KFHP has incorporated the following elements that support and facilitate the attainment of its social mission into its operations:

- **Integrated Services and Facilities** – KFHP has organized and integrated the professional and physical resources required to provide comprehensive health care. In hospital-based Kaiser Permanente Regions, this care primarily occurs at major medical centers, as well as at nearby outpatient medical offices owned by KFH and at medical office buildings owned or leased by KFHP. Our members typically have available in one place all the services and professional care they require which facilitates a coordinated approach to care. Equipment and supporting personnel are shared and high-technology services such as neurosurgery, open heart surgery, and cancer treatment centers are also centralized to facilitate development and transfer of best clinical practices among all Permanente providers.
- **Group Practice** - Contracting Permanente Medical Groups are organized into large multi-specialty group practices that take responsibility for providing comprehensive care to a defined population in facilities owned or leased by KFH or KFHP. The income that Permanente Medical Groups and their physicians receive is solely in consideration of their professional medical and related services. The amounts paid to the Permanente Medical Groups are negotiated annually. By altering the direct relationship between service performed and income received, KFHP removes incentives to perform unneeded services, and encourages use of the most appropriate medical care. Group practice enhances quality and appropriateness of care for members and for the community by facilitating development and sharing of "best clinical practices" throughout the community and across the nation.

- **Prepayment** – KFHP pays the Permanente Medical Groups a per capita payment that does not vary with the amount of service provided. Permanente Medical Group physicians are not compensated on a fee-for-service basis.
- **Comprehensive Benefits** - KFHP provides coverage for unlimited hospital days, physician visits, preventive services, immunizations, well-baby care and prenatal care for most plans. Enrollees pay limited copayments at amounts that protect members from substantial out-of-pocket costs. Comprehensive prepaid coverage removes or minimizes financial barriers to care promoting early consultation, detection and treatment of disease. KFHP actively encourages members to maintain their health through regular preventive self-care. In addition to improving quality of life of the individuals and their families, this reduces uncompensated care and prevents medical indigence by encouraging and financing preventive medical care at the most effective and appropriate level.
- **No Pre-existing Condition Exclusions** - Pre-existing condition exclusions allow carriers to exclude from coverage care for a condition that existed before enrollment with the carrier. KFHP imposes no pre-existing condition exclusions and thereby provides substantial protection for new members who are ill at time of enrollment. KFHP offered health benefits coverage in all its markets without any pre-existing condition exclusions for many years prior to recently enacted federal and state statutes prohibiting pre-existing condition exclusions in certain markets. By ensuring that all our enrollees are covered for all their medical needs, we reduce the amount of uncompensated care, promote the health of our members, and prevent medical indigence.
- **Participation in Medicare** – KFHP has participated in Medicare since it was first implemented in 1965. KFHP and its subsidiaries enrolled approximately 850,000 Medicare beneficiaries, providing Medicare Part A and Part B services, plus additional drug, optical, and inpatient coverage.
- **Participation in Medicaid** – KFHP began enrolling Medicaid beneficiaries in the mid 1960's. Currently, KFHP and its subsidiaries provide care to over 145,000 Medicaid managed care members, and serve a large number of Medicare and Medicaid patients on a fee for service basis.

COMMUNITY BENEFIT PROVIDED BY KAISER FOUNDATION HOSPITALS

KFH's principal purpose is to provide inpatient medical and surgical care, extended care and home health care to members of the public without regard to age, sex, race, religion, or national origin. KFHP's general community benefits are:

- **Emergency departments** – KFHP operates full-time emergency departments in each of its 27 licensed hospitals (including three licensed hospitals with multiple campuses) in California, Hawaii and Oregon. Emergency medical services are available to all individuals regardless of their ability to pay.

- **Care provided to all insured patients** – Hospital care is provided to individuals with health care coverage from any private or government-sponsored health plan
- **Open Medical Staff Privileges** – Staff privileges in the hospitals are available to community practitioners who are not affiliated with a Permanente Medical Group
- **Board of Directors** – KFHP and KFHP have identical 14 members Boards of Directors. The Board is comprised of individuals from the academic world and private industry who are representative of the community at large. George C. Halvorson serves as the Chairman and Chief Executive Officer for the KFHP and KFHP Boards of Directors.
- **No private inurement** – KFHP pays KFHP for hospital services, and all surplus revenues are reinvested for capital replacement or expansion of facilities and equipment, debt amortization, improvement in patient care and services, and medical education and research.

THE COMMUNITY BENEFIT PROGRAM IN THE OHIO REGION

In 2002, KFHP and KFHP spent approximately \$485 million or approximately 2.2% of revenue, to support the Community Benefit Program in the communities. In the Ohio Region, Kaiser Permanente Health Plan spent approximately \$1.8 million to support the community benefit program.

The following showcases many of signature community benefit programs and services according to the new focus areas:

EDUCATION

The Ohio Health Plan spent approximately \$336 thousand to educate consumers and health care professionals during 2002.

CONSUMERS

Health Education Activities

Community members received health education services through community health fairs, health screenings, community and worksite wellness programs.

Educational Theatre Program

The Ohio Health Plan spent approximately \$300 thousand in 2002 to produce the Educational Theatre Program (“ETP”). ETP has been performing award-winning health education plays for youth for more than 15 years in Ohio. All productions are free of charge or offered at a nominal fee to students in kindergarten through twelfth grade, their parents and teachers, and the broader community. Educational Theatre presented five different age-appropriate productions, including “Professor Bodywise’s Traveling Menagerie”, an award-winning production presented in

elementary schools, “The Kaiser Clown Family”, performing in day care centers during the summer months, “RAVES” (“Real Alternatives to Violence for Every Student”), promoting an understanding of conflict anger management to students, “Secrets,” an HIV/AIDS awareness play for middle school and high school students, and “Ready or Not,” aimed at addressing the fears and prejudice about growing older. With funding provided by the Ohio Department of Health, the Ohio Region has produced a work titled *Unfinished Business*. The play promotes organ donation and tours university campuses and local businesses throughout the state. Additionally, in the Ohio Region, Educational Theatre works closely with the Ohio Permanente Medical Group to improve communications and interpersonal skills so that interaction with members is enhanced.

In September of 2002, the Ohio Region discontinued its Educational Theatre Program.

Other Consumer Education Programs

The Ohio Health Plan supports the American Heart Association (AHA) community education programs in Northeast Ohio. The AHA supported programs include:

The *Choose to Move™* program which targets women and the *African American Women’s Wellness Walk™*, which targets African American families, were two Cleveland area non-fundraising educational programs underwritten by the Region.

In Summit County and Lake County respectively, Kaiser Permanente and the American Heart Association developed the Red Cap initiative to educate survivors of heart disease and stroke, as well as, provide free health screenings to the public.

HEALTH CARE PROFESSIONALS

Other Support given to the education of Health Care Professional

In 2002, the Ohio Region sponsored a community-wide provider conference on the topic of immunizations. In addition to supporting the costs of hosting the event, Dr. Steve Black, Co-Director the Kaiser Permanente National Vaccine Center was the keynote presenter.

EVIDENCE-BASED HEALTH CARE

The Ohio Health Plan spent approximately \$71 thousand to support clinical and health research activities. From the beginning, research has been a core value at Kaiser Permanente. Kaiser Permanente conducts more research than any other non-academic institution in the United States. Kaiser Permanente partners with more than 40 eminent academic research institutions including UCLA, University of Southern California, University of California San Francisco, Stanford University and Harvard and also partners with the National Institutes of Health and the Centers for Disease Control and Prevention.

Medical Libraries

The Ohio Health Plan supported the medical library at the Parma location. This medical library is available to OPMG physicians, as well as, to the greater professional community to access health-related research conducted within and outside of Kaiser Permanente.

PUBLIC POLICY

Introduced in 2002, the Ohio Region developed and published a newsletter entitled *Healthy Views*, to be sent to community leaders, government officials, HR professionals, consumers and others, and is designed to inform their thinking around health care delivery and policy issues. The first issue was distributed in October of 2002.

VULNERABLE POPULATIONS

MEDICAL CARE SERVICES

Dues Subsidy Programs

The Ohio Health Plan spent approximately \$668 thousand to provide subsidized coverage to over 100 low-income adults and children who are not eligible for other public or privately funded coverage. In Ohio, the *Transition Plan* is the specific product for the Dues Subsidy Program.

The *Transition Plan* provides members the opportunity to continue their health care coverage at reduced costs when they are experiencing financial difficulties due to job loss, involuntary reduction in work hours, death, divorce, or legal separation from a spouse. Typically, these individuals are not eligible for any other public or private group health care coverage. Based on income, the plan subsidizes nearly all health care coverage costs.

Members pay a premium of \$15 per month for individuals and \$30 per month for families and receive comprehensive benefits, including prescription drug coverage and hospitalization.

Dual-Eligible Medicare Medicaid Subsidy Program

Known in the Ohio Region as the “Medi/Medi” program, it started in 2001 in response to our need to serve low-income members who were in danger of losing coverage once KP Ohio discontinued its zero-premium Medicare Risk product. Kaiser Permanente wholly subsidizes the premiums of these approximately 650 members.

COMMUNITY-BASED PROGRAMS

The Ohio Health Plan spent approximately \$74 thousand to provide a variety of programs to non-members who live and work in the communities we serve. Examples of the types of programs funded include:

- ***Youth and Other Employment Programs***

The Ohio Health Plan spent approximately \$16 thousand to fund youth employment programs aimed at improving the education and job skills of, or providing employment opportunities for, targeted populations. Summer Youth provides economically disadvantaged high school students with supportive and meaningful employment experiences in the health care field. Young people are employed during the summer months throughout the organization. In addition to their work assignments, the youth participate in educational sessions to enhance job skills, work performance and motivational workshops. Many former Summer Youth students are now employed with the organization as nurses, assistant department administrators, lab technicians, opticians and engineers. Inroads is a nationwide career development organization whose mission is to recruit minority college students and begin preparing them for corporate employment. Student Interns typically work 2 to 5 summers with the organization with the goal of permanent placement upon graduation from college. Nearly 20 youth were employed through this program in 2002.

- ***Grants and Donations for Community Programs to meet the needs of Vulnerable Populations***

The Ohio Health Plan gave approximately \$58 thousand to 12 community organizations for a variety of programs and services for vulnerable populations.

One such activity is the Hip Fit Kids program. This program educates children in grades K – 5 in physical activity and educates them about health and nutrition as part of a one-day fitness clinic. This program was made available to children in low income school districts in Greater Cleveland.

In March of 2002, the Ohio Health Plan sponsored Project Accept's *Day of Understanding*. This one-day program brought together children in grades 5 – 8 in Portage County and provided experiential workshops and activities to increase their sensitivity towards people with disabilities.

A grant made by the Ohio Health Plan to Big Brothers Big Sisters (BBBS) of Greater Cleveland supported mentoring programs for at-risk youth in the community. Kaiser Permanente also supported employee participation in BBBS's school-based mentoring program during normal business hours.

The Ohio Health Plan was a major supporter of Harvest for Hunger, a community wide food drive that helps regional food banks, pantries and hot meal programs.

In 2002, the Health Plan in Ohio provided a grant to El Barrio, which provides job skill training, day care, English-as-a-second-language (ESL) and other services to low income members of Cleveland's Latino community.

OTHER COMMUNITY BENEFITS

The Ohio Health Plan devoted approximately \$71 thousand in support of other community benefit programs

United Way

This included an investment of approximately \$9 thousand in 2002 with United Way agencies in Northeast Ohio

Other Grants and Donations

In addition, some other programs included a grant to Business Volunteers Unlimited, which matches non-profit organizations with business to perform community service projects

The Ohio Region also supported the community involvement of Kaiser Permanente employees and physicians by matching financial and volunteer hours donated to non-profit community service organizations in Northeast Ohio

2002 NATIONAL COMMUNITY BENEFIT PROGRAM INVESTMENT

The following charts summarize 2002 community benefit investments, nationally and in the Ohio Region. The community benefit investments are unaudited.

2002 National Community Benefit Program Investment

CB PRIORITY AREAS	NATIONAL HEALTH PLAN TOTAL	NATIONAL KFH TOTAL	NATIONAL CB TOTAL
EDUCATION			
Health Professionals	\$1,514,311	\$47,769,383	\$49,283,693
Consumers	2,481,001	5,434,653	7,915,654
<i>Subtotal</i>	<i>3,995,312</i>	<i>53,204,035</i>	<i>57,199,347</i>
EVIDENCE-BASE			
Research	605,645	13,181,636	13,787,282
Medical Libraries	70,877	5,333,781	5,404,658
Tumor Board & Cancer Registry	237,296	3,685,402	3,922,697
<i>Subtotal</i>	<i>913,818</i>	<i>22,200,819</i>	<i>23,114,637</i>
PUBLIC POLICY			
Public Policy Grants	123,992	834,289	958,281
<i>Subtotal</i>	<i>123,992</i>	<i>834,289</i>	<i>958,281</i>
VULNERABLE POPULATIONS			
Medical Care Services	244,835,730	138,832,625	383,668,355
Community-Based Programs	2,119,260	6,644,271	8,763,531
Other Vulnerable Populations	4,745,924	975,351	5,721,275
<i>Subtotal</i>	<i>251,700,914</i>	<i>146,452,246</i>	<i>398,153,161</i>
OTHER COMMUNITY BENEFITS			
Other CB Grants/Expense	3,076,975	2,038,871	5,115,846
United Way	89,471	201,550	291,021
<i>Subtotal</i>	<i>3,166,446</i>	<i>2,240,421</i>	<i>5,406,867</i>
TOTAL	\$259,900,482	\$224,931,811	\$484,832,293

2002 COMMUNITY BENEFIT INVESTMENT IN THE OHIO

CB PRIORITY AREAS	REGION HEALTH PLAN TOTAL	REGION KFH TOTAL	REGION CB TOTAL
EDUCATION			
Health Professionals	\$2,608	\$0	\$2,608
Consumers	335,746	0	335,746
<i>Subtotal</i>	338,354	0	338,354
EVIDENCE-BASE			
Research	0	0	0
Medical Libraries	70,877	0	70,877
Tumor Board & Cancer Registry	0	0	0
<i>Subtotal</i>	70,877	0	70,877
PUBLIC POLICY			
Public Policy Grants	6,492	0	6,492
<i>Subtotal</i>	6,492	0	6,492
VULNERABLE POPULATIONS			
Medical Care Services	1,220,419	0	1,220,419
Community-Based Programs	73,719	0	73,719
Other Vulnerable Populations	0	0	0
<i>Subtotal</i>	1,294,138	0	1,294,138
OTHER COMMUNITY BENEFITS			
Other CB Grants/Expense	62,699	0	62,699
United Way	8,500	0	8,500
<i>Subtotal</i>	71,199	0	71,199
TOTAL	\$1,781,060	\$0	\$1,781,060

**Application for Extension of Time To File an
Exempt Organization Return**

OMB No 1545-1709

► File a separate application for each return

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ☒ **X**
 - If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form)
- Note. Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868**

Part I Automatic 3-Month Extension of Time — Only submit original (no copies needed)

Note: Form 990-T corporations requesting an automatic 6-month extension — check this box and complete Part I only ☐ **X**

All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041

Type or pntt File by the due date for filing your return. See instructions	Name of Exempt Organization		Employer identification number
	KAISER FOUNDATION HEALTH PLAN OF OHIO		34-0922268
	Number, street and room or suite no. If a P.O. box, see instructions		
	ONE KAISER PLAZA, SUITE 1550		
City, town or post office, state, and ZIP code. For a foreign address, see instructions			
OAKLAND CA 94612			

Check type of return to be filed (file a separate application for each return)

- | | | |
|--|---|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation) | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

- If the organization does **not** have an office or place of business in the United States, check this box ☐ **X**
- If this is for a **Group Return**, enter the organization's four digit Group Exemption Number (GEN) NA. If this is for the **whole** group, check this box ☐. If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension will cover.

- 1 I request an automatic 3-month (6-month, for **990-T corporation**) extension of time until AUGUST 15, 20 03, to file the exempt organization return for the organization named above. The extension is for the organization's return for
- ☒ calendar year 20 02 or
- ☐ tax year beginning _____, 20 _____, and ending _____, 20 _____

- 2 If this tax year is for less than 12 months, check reason ☐ Initial return ☐ Final return ☐ Change in accounting period

- 3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions \$ 0
- b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit \$ _____
- c **Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions \$ 0.00

Signature and Verification

Under penalties of perjury I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct, and complete, and that I am authorized to prepare this form.

Signature ► Deborah S. Sater Title ► VICE PRESIDENT/CONTROLLER Date ► 05/12/2003

For Paperwork Reduction Act Notice, see instruction

Form **8868** (12-2000)

- If you are filing for an Additional (not automatic) 3-Month Extension, complete only Part II and check this box ☒ **Note: Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.**
- If you are filing for an Automatic 3-Month Extension, complete only Part I (on page 1)

Part II Additional (not automatic) 3-Month Extension of Time — Must File Original and One Copy.

Type or print File by the extended due date for filing the return See instructions	Name of Exempt Organization KAISER FOUNDATION HEALTH PLAN OF OHIO	Employer identification number 34-0922268
	Number, street, and room or suite no. If a P.O. box, see instructions ONE KAISER PLAZA, SUITE 1550	For IRS use only
	City, town or post office, state, and ZIP code For a foreign address see instructions OAKLAND CA 94612	

Check type of return to be filed (File a separate application for each return)

- ☒ Form 990 ☐ Form 990-EZ ☐ Form 990-T (sec 401(a) or 408(a) trust) ☐ Form 1041-A ☐ Form 5227 ☐ Form 8870
- ☐ Form 990-BL ☐ Form 990-PF ☐ Form 990-T (trust other than above) ☐ Form 4720 ☐ Form 6069

STOP: Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____ If this is for the whole group, check this box ☐ If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for

- 4 I request an additional 3-month extension of time until NOVEMBER 15, 20 03
- 5 For calendar year 2002, or other tax year beginning _____, 20 ____ and ending _____, 20 ____
- 6 If this tax year is for less than 12 months, check reason ☐ Initial return ☐ Final return ☐ Change in accounting period
- 7 State in detail why you need the extension THIS ENTITY IS A MEMBER OF AN AFFILIATED GROUP COMPRISING A NATIONAL MANAGED HEALTH CARE DELIVERY PROGRAM. IT MUST DEFER RETURN FILING UNTIL DATA FOR EACH MEMBER'S RETURN IS COMPLETE.
- 8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions \$ NONE
- b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868 \$ NONE
- c Balance Due. Subtract line 8b from line 8a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions \$ 0.00

Signature and Verification

Under penalties of perjury I declare that I have examined this form including accompanying schedules and statements and to the best of my knowledge and belief, it is true correct, and complete and that I am authorized to prepare this form

Signature [Signature] Title VICE PRESIDENT/CONTROLLER Date 08/7/2003**Notice to Applicant — To Be Completed by the IRS**

- ☒ We have approved this application. Please attach this form to the organization's return
- ☐ We have not approved this application. However, we have granted a 10-day grace period from the later of the date shown below or the due date of the organization's return (including any prior extensions). This grace period is considered to be a valid extension of time for elections otherwise required to be made on a timely return. Please attach this form to the organization's return
- ☐ We have not approved this application. After considering the reasons stated in item 7, we cannot grant your request for an extension of time to file. We are not granting a 10-day grace period
- ☐ We cannot consider this application because it was filed after the due date of the return for which an extension was requested
- ☐ Other _____

Director _____ By _____ Date _____

Alternate Mailing Address — Enter the address if you want the copy of this application for an additional 3-month extension returned to an address different than the one entered above

Type or print	Name
	Number and street (include suite, room, or apt. no.) Or a P.O. box number
	City or town, province or state, and country (including postal or ZIP code)