

TERMS USED IN FINANCIAL STATISTICAL REPORTS (FSRs)

Total Member Months - Number of members enrolled in each month. YTD is the sum of the individual month's membership.

Revenues:

- **Premiums** – Capitation payments paid to MCOs (Managed Care Organization) by HHSC.
- **Delivery Supplemental Payments** – A one-time per pregnancy supplemental payment made by HHSC to STAR, CHIP MCOs.
- **Pharmacy Premiums** - Pharmacy capitation payments paid to MCOs by HHSC
- **Investment Income** – All interest and dividend income resulting from investment of funds received.
- **Other Revenue** – Any and all income generated from other sources.
- **Premium Taxes** – Premium taxes incurred by MCOs for premiums applicable to the reported period.
- **Maintenance Taxes** – Maintenance taxes incurred by MCOs for premiums applicable to the reported period.

Medical Expenses:

- **Fee for Service** – Non-capitated payments for services rendered to the members.
- **Capitated Services** – Includes PCPs and Hospitals capitation payments which are amounts paid to providers that do not pay claims to other providers from the capitation payments and also the capitation paid to subcontractors in which the capitation is the funding source for paying claims for healthcare services performed in each Texas service area.
- **Net Reinsurance Cost** – Total reinsurance premiums paid by the MCO net of reinsurance recoveries.
- **IBNR Accrual** – Incurred But Not Reported (IBNR) accrual medical expenses are an estimate of the expected healthcare expenses incurred, but not paid, based on claims lag schedules and completion factors, as well as any counts of services rendered but not billed, e.g., pre-authorized hospital days.

Administrative Expenses – includes those expenses that are directly or indirectly in support of the Texas Medicaid/CHIP operations of the MCO. Administrative expenses include Salaries, Wages and other benefits, Payroll taxes, Utilities and Maintenance, Auditing and other consulting expenses etc.

Performance Assessment – Amount of at-risk premium recouped by HHSC for failure to meet the performance expectation for which the MCO is at risk.

Quality Challenge Award – Amount awarded to the MCO for superior clinical quality, service delivery, access to care or member satisfaction.

Liquidated Damages - Amount assessed by HHSC as penalty for non-compliance with contract requirements.

HHSC FINANCIAL STATISTICAL REPORT (FSR)

MCO name:	Community First Health Plans / Univ Health Sys / Bexar Cnty Hosp Distr
State Fiscal Year:	2016
Submission Date:	6/30/2016
Submission Type:	Quarterly
Program:	CHIP
Service Area:	Bexar/San Antonio
Rptg Period End Date:	5/31/2016

Part 1: **Summary Income Statement**

HHSC Managed Care contract costs	Incurred Months:	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	YTD
1 Member Months		18,104	18,313	18,049	18,079	17,986	18,096	18,841	18,971	18,829	0	0	0	165,268
2 Average Monthly Member Months														18,363
Revenues:														
3 Medical Premiums		1,699,986	1,721,011	1,693,198	1,695,179	1,680,922	1,687,331	1,756,945	1,759,241	1,739,523	0	0	0	15,433,336
4 Delivery Supplemental Payments		0	0	6,200	6,200	0	3,100	3,100	6,200	3,100	0	0	0	27,900
5 Pharmacy Premiums		538,943	545,247	537,143	537,870	535,493	539,758	561,918	565,462	562,235	0	0	0	4,924,069
6 Investment Income		1,561	(119)	553	(357)	2,054	165	1,562	383	273				6,075
7 Health Insurance Providers Fee Reimbursement		0												0
8 Other Revenue		0	0	0	0	0	0	0	0	0				0
9 Total Gross Revenues		2,240,490	2,266,139	2,237,094	2,238,892	2,218,469	2,230,354	2,323,525	2,331,286	2,305,131	0	0	0	20,391,380
10 Health Insurance Providers Fee & Related Costs		0												0
11 Premium Taxes		40,019	39,631	39,130	45,446	33,394	37,521	37,983	39,056	42,400				354,581
12 Maintenance Taxes		0	1,427	1,578	1,393	1,598	1,598	1,598	1,598	1,598				12,330
13 Net Revenues		2,200,471	2,225,081	2,196,386	2,192,053	2,183,477	2,191,235	2,283,943	2,290,632	2,261,133	0	0	0	20,024,409
Medical Expenses:														
14 Fee-For-Service		1,459,389	1,540,170	1,250,566	1,370,279	1,363,852	1,867,049	1,638,344	1,576,169	578,642	0	0	0	12,644,461
15 Capitated Services		32,589	32,959	32,511	32,574	32,448	32,663	33,997	34,330	34,109	0	0	0	298,180
16 Patient Centered Medical Home Services		0	0	0	0	0	0	0	0	0	0	0	0	0
17 Net Reinsurance Cost		3,855	3,899	3,846	3,854	3,839	3,864	4,022	4,061	4,035	0	0	0	35,274
18 IBNR Accrual - Medical		3,926	4,112	4,418	7,180	13,842	22,084	64,860	134,043	1,077,488	0	0	0	1,331,953
19 Total Medical Expenses		1,499,759	1,581,140	1,291,341	1,413,887	1,413,981	1,925,660	1,741,223	1,748,603	1,694,274	0	0	0	14,309,868
20 Prescription Expenses (excluding PBM Admin)		513,626	449,841	481,487	433,608	468,899	454,268	486,695	513,481	425,557	0	0	0	4,227,462
21 Total Medical and Prescription Expenses		2,013,385	2,030,981	1,772,828	1,847,495	1,882,880	2,379,928	2,227,918	2,262,084	2,119,831	0	0	0	18,537,330
22 Administrative Expenses		147,452	169,115	166,018	274,740	172,306	152,842	182,179	163,063	160,032				1,587,748
23 Total Expenses		2,160,837	2,200,096	1,938,847	2,122,235	2,055,186	2,532,770	2,410,097	2,425,147	2,279,863	0	0	0	20,125,078
24 Net Income Before Taxes		39,634	24,985	257,539	69,818	128,291	(341,535)	(126,154)	(134,515)	(18,730)	0	0	0	(100,669)
25 % Medical Exp to Net Revenues		68.2%	71.1%	58.8%	64.5%	64.8%	87.9%	76.2%	76.3%	74.9%	0.0%	0.0%	0.0%	71.5%
26 % Prescription Exp to Net Revenues		23.3%	20.2%	21.9%	19.8%	21.5%	20.7%	21.3%	22.4%	18.8%	0.0%	0.0%	0.0%	21.1%
27 % Total Medical and Prescription to Net Rev. (MLR)		91.5%	91.3%	80.7%	84.3%	86.2%	108.6%	97.5%	98.8%	93.8%	0.0%	0.0%	0.0%	92.6%
28 % Admin Exp to Net Revenues		6.7%	7.6%	7.6%	12.5%	7.9%	7.0%	8.0%	7.1%	7.1%	0.0%	0.0%	0.0%	7.9%
29 % Net Income to Net Revenues		1.8%	1.1%	11.7%	3.2%	5.9%	-15.6%	-5.5%	-5.9%	-0.8%	0.0%	0.0%	0.0%	-0.5%
30 % Adj. Admin to Net Revenues (excludes taxes and Prescription pass-through)		8.9%	10.1%	10.0%	16.6%	10.5%	9.3%	10.6%	9.5%	9.4%	0.0%	0.0%	0.0%	10.5%
Post-income items:														
31 Performance Assessment														

Note: Except where stated otherwise, reporting is on an incurred basis (that is, reported in the period corresponding to dates of service, rather than to date paid). All prior quarters' data must be updated to reflect the most recent revised IBNR estimates.