

## 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:	<b>Seton Health Plan / Ascension Health</b>	Program:	<b>CHIP</b>
State Fiscal Year:	<b>2016</b>	Service Area:	<b>Travis / Austin</b>
Submission Date:	<b>6/30/2016</b>	Rptg Period End Date:	<b>5/31/2016</b>
Submission Type:	<b>Quarterly</b>		

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		8,543	8,524	8,465	8,540	8,428	8,397	8,622	8,456	8,276	0	0	0	76,251
2 <b>Average Monthly Member Months</b>														<b>8,472</b>
<b>Revenues:</b>														
3 Medical Premiums		953,968	950,821	942,273	955,472	946,485	949,426	971,568	941,008	913,773	0	0	0	8,524,794
4 Delivery Supplemental Payments		0	3,100	0	3,100	0	0	0	0	0	0	0	0	6,200
5 Pharmacy Premiums		208,664	208,266	206,854	207,742	204,527	203,252	208,780	205,311	201,163	0	0	0	1,854,559
6 Investment Income		(31,010)	89,430	(6,728)	(115,697)	(7,652)	4,874	48,319	14,048	4,416				(0)
7 Health Insurance Providers Fee Reimbursement		243,179												243,179
8 Other Revenue														0
9 Total Gross Revenues		1,374,801	1,251,617	1,142,399	1,050,617	1,143,360	1,157,552	1,228,667	1,160,367	1,119,352	0	0	0	10,628,732
10 Health Insurance Providers Fee & Related Costs		240,413												240,413
11 Premium Taxes		21,567	21,329	21,129	13,153	20,443	20,629	20,554	21,329	20,562				180,696
12 Maintenance Taxes		890	890	890	890	890	890	890	890	890				8,009
13 <b>Net Revenues</b>		<b>1,111,931</b>	<b>1,229,398</b>	<b>1,120,380</b>	<b>1,036,574</b>	<b>1,122,027</b>	<b>1,136,033</b>	<b>1,207,223</b>	<b>1,138,148</b>	<b>1,097,900</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>10,199,614</b>
<b>Medical Expenses:</b>														
14 Fee-For-Service		970,099	723,273	597,899	1,147,365	652,741	746,765	792,391	561,956	104,611	0	0	0	6,297,100
15 Capitated Services		43,965	43,624	42,934	44,173	32,086	32,179	34,075	34,173	33,695	0	0	0	340,903
16 Patient Centered Medical Home Services		0	0	0	0	0	0	0	0	0	0	0	0	0
17 Net Reinsurance Cost		4,556	5,732	17,579	17,970	18,258	18,253	18,593	18,643	18,210	0	0	0	137,793
18 IBNR Accrual - Medical		0	0	0	23,458	17,880	41,050	169,587	297,328	717,194	0	0	0	1,266,497
19 Total Medical Expenses		1,018,620	772,629	658,412	1,232,966	720,964	838,247	1,014,646	912,100	873,709	0	0	0	8,042,293
20 Prescription Expenses (excluding PBM Admin)		228,368	211,410	207,934	182,504	246,267	194,034	226,876	199,701	195,714	0	0	0	1,892,808
21 <b>Total Medical and Prescription Expenses</b>		<b>1,246,988</b>	<b>984,039</b>	<b>866,346</b>	<b>1,415,470</b>	<b>967,231</b>	<b>1,032,281</b>	<b>1,241,522</b>	<b>1,111,801</b>	<b>1,069,423</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9,935,101</b>
22 <b>Administrative Expenses</b>		<b>128,260</b>	<b>123,180</b>	<b>132,822</b>	<b>138,248</b>	<b>138,395</b>	<b>150,285</b>	<b>128,864</b>	<b>124,784</b>	<b>134,593</b>				<b>1,199,431</b>
23 <b>Total Expenses</b>		<b>1,375,248</b>	<b>1,107,220</b>	<b>999,168</b>	<b>1,553,717</b>	<b>1,105,625</b>	<b>1,182,565</b>	<b>1,370,386</b>	<b>1,236,585</b>	<b>1,204,016</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11,134,530</b>
24 <b>Net Income Before Taxes</b>		<b>(263,317)</b>	<b>122,178</b>	<b>121,212</b>	<b>(517,143)</b>	<b>16,402</b>	<b>(46,532)</b>	<b>(163,163)</b>	<b>(98,437)</b>	<b>(106,116)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(934,916)</b>
25 % Medical Exp to Net Revenues		91.6%	62.8%	58.8%	118.9%	64.3%	73.8%	84.0%	80.1%	79.6%	0.0%	0.0%	0.0%	78.8%
26 % Prescription Exp to Net Revenues		20.5%	17.2%	18.6%	17.6%	21.9%	17.1%	18.8%	17.5%	17.8%	0.0%	0.0%	0.0%	18.6%
27 % Total Medical and Prescription to Net Rev. (MLR)		112.1%	80.0%	77.3%	136.6%	86.2%	90.9%	102.8%	97.7%	97.4%	0.0%	0.0%	0.0%	97.4%
28 % Admin Exp to Net Revenues		11.5%	10.0%	11.9%	13.3%	12.3%	13.2%	10.7%	11.0%	12.3%	0.0%	0.0%	0.0%	11.8%
29 <b>% Net Income to Net Revenues</b>		<b>-23.7%</b>	<b>9.9%</b>	<b>10.8%</b>	<b>-49.9%</b>	<b>1.5%</b>	<b>-4.1%</b>	<b>-13.5%</b>	<b>-8.6%</b>	<b>-9.7%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>-9.2%</b>
30 % Adj. Admin to Net Revenues (excludes taxes and Prescription pass-through)		14.2%	12.1%	14.5%	16.7%	15.1%	16.1%	12.9%	13.4%	15.0%	0.0%	0.0%	0.0%	14.4%
<b>Post-income items:</b>														
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.