

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** Program: **STAR**
 Submission Date: **6/30/2016** Service Area: **Bexar/San Antonio**
 Submission Type: **Quarterly** 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		110,073	110,584	111,029	111,934	111,481	110,904	110,184	108,556	105,866	0	0	0	990,611
2 Average Monthly Member Months														110,068
Revenues:														
3 Medical Premiums		21,199,088	21,212,720	21,209,042	21,462,556	21,386,104	21,306,300	21,242,065	20,822,671	20,088,805	0	0	0	189,929,351
4 Delivery Supplemental Payments		1,535,298	1,466,699	1,437,300	1,554,897	1,610,429	1,675,761	1,616,962	1,430,767	1,437,300	0	0	0	13,765,413
5 Pharmacy Premiums		4,085,636	4,104,040	4,116,426	4,149,171	4,129,610	4,104,705	4,072,188	4,014,666	3,917,791	0	0	0	36,694,233
6 Investment Income		22,957	(1,663)	7,976	(5,193)	28,883	2,321	21,233	5,010	3,563				85,085
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		26,842,979	26,781,796	26,770,744	27,161,431	27,155,026	27,089,087	26,952,448	26,273,114	25,447,459	0	0	0	240,474,082
10 Health Insurance Providers Fee & Related Costs		0												0
11 Health Insurance Providers Fee (NAIP)		0	0	0	0	0	0	0	0	0				0
12 Premium Taxes		468,944	472,368	464,404	457,623	465,199	464,880	443,708	499,478	462,991				4,199,594
13 Maintenance Taxes		0	6,739	7,319	5,446	7,338	7,338	7,338	7,338	7,338				56,193
14 Net Revenues		26,374,035	26,302,689	26,299,021	26,698,362	26,682,489	26,616,869	26,501,403	25,766,299	24,977,130	0	0	0	236,218,296
Medical Expenses:														
15 Fee-For-Service		18,222,030	20,680,993	18,912,246	19,328,642	19,484,561	19,184,326	19,125,105	17,404,874	8,073,699	0	0	0	160,416,477
16 Capitated Services		163,518	164,237	164,857	166,220	165,529	164,691	163,603	161,183	161,975	0	0	0	1,475,813
17 Patient Centered Medical Home Services		0	0	0	0	0	0	0	0	0	0	0	0	0
18 Net Reinsurance cost		56,916	82,938	83,272	76,115	75,807	75,415	74,925	73,818	71,989	0	0	0	671,194
19 IBNR Accrual - Medical		15,138	105,258	499,981	494,889	399,805	821,439	1,297,131	2,554,112	11,121,130	0	0	0	17,308,883
20 Total Medical Expenses		18,457,602	21,033,426	19,660,356	20,065,866	20,125,702	20,245,871	20,660,764	20,193,987	19,428,793	0	0	0	179,872,367
21 Prescription Expenses (excluding PBM Admin)		3,887,100	3,883,908	3,879,003	3,956,223	4,205,758	4,132,808	4,222,509	4,107,040	4,204,433	0	0	0	36,478,782
22 Total Medical and Prescription Expenses		22,344,702	24,917,334	23,539,359	24,022,089	24,331,460	24,378,679	24,883,273	24,301,027	23,633,226	0	0	0	216,351,149
23 Administrative Expenses		1,766,597	1,998,644	1,986,699	3,333,049	2,109,105	1,856,364	2,113,239	1,837,687	1,766,673				18,768,057
24 Total Expenses		24,111,299	26,915,978	25,526,058	27,355,139	26,440,565	26,235,043	26,996,513	26,138,714	25,399,899	0	0	0	235,119,208
25 Net Income Before Taxes		2,262,736	(613,289)	772,963	(656,777)	241,924	381,826	(495,110)	(372,415)	(422,769)	0	0	0	1,099,088
26 % Medical Exp to Net Revenues		70.0%	80.0%	74.8%	75.2%	75.4%	76.1%	78.0%	78.4%	77.8%	0.0%	0.0%	0.0%	76.1%
27 % Prescription Exp to Net Revenues		14.7%	14.8%	14.7%	14.8%	15.8%	15.5%	15.9%	15.9%	16.8%	0.0%	0.0%	0.0%	15.4%
28 % Total Medical and Prescription to Net Rev. (MLR)		84.7%	94.7%	89.5%	90.0%	91.2%	91.6%	93.9%	94.3%	94.6%	0.0%	0.0%	0.0%	91.6%
29 % 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%
30 % Net Income to Net Revenues		8.6%	-2.3%	2.9%	-2.5%	0.9%	1.4%	-1.9%	-1.4%	-1.7%	0.0%	0.0%	0.0%	0.5%
31 % Adj. Admin to Net Revenues (excludes taxes and Prescription pass through)		7.9%	9.0%	9.0%	14.8%	9.4%	8.2%	9.4%	8.4%	8.4%	0.0%	0.0%	0.0%	9.4%
Post-income items:														
32 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.