

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: Christus	Program: STAR
State Fiscal Year: 2016	Service Area: Corpus / Nueces
Submission Date: 7/12/2016	Rptg Period End Date: 5/31/2016
Submission Type: Quarterly	

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		6,630	6,557	6,524	6,533	6,396	6,274	6,124	5,971	5,718	0	0	0	56,727
2 Average Monthly Member Months														6,303
Revenues:														
3 Medical Premiums		1,281,262	1,266,838	1,248,720	1,248,101	1,229,989	1,207,030	1,175,699	1,133,062	1,071,296	0	0	0	10,861,997
4 Delivery Supplemental Payments		38,446	51,261	67,280	54,465	60,873	67,280	44,853	12,815	0	0	0	0	397,273
5 Pharmacy Premiums		319,268	315,766	314,076	314,484	307,940	302,538	295,035	289,447	276,772	0	0	0	2,735,326
6 Investment Income		39	38	39	38	38	39	36	39	38				344
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		1,639,015	1,633,903	1,630,115	1,617,088	1,598,840	1,576,887	1,515,623	1,435,363	1,348,106	0	0	0	13,994,940
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		28,195	27,480	27,119	32,649	27,777	27,225	27,215	26,901	25,381				249,943
13 Maintenance Taxes		0	0	0	0	0	0	0	0	0				0
14 Net Revenues		1,610,820	1,606,423	1,602,996	1,584,439	1,571,063	1,549,662	1,488,408	1,408,462	1,322,725	0	0	0	13,744,997
Medical Expenses:														
15 Fee-For-Service		1,443,168	1,173,440	1,345,253	1,221,738	1,459,674	1,312,646	1,021,334	920,545	188,669	0	0	0	10,086,467
16 Capitated Services		6,943	6,866	6,832	6,841	6,698	6,570	6,413	6,253	5,988	0	0	0	59,404
17 Patient Centered Medical Home Services		0	0	0	0	0	0	0	0	0	0	0	0	0
18 Net Reinsurance cost		27,316	27,015	26,879	26,916	26,352	25,849	25,231	24,601	23,558	0	0	0	233,717
19 IBNR Accrual - Medical		2,959	5,132	10,445	12,822	24,967	47,624	75,754	394,044	908,018	0	0	0	1,481,765
20 Total Medical Expenses		1,480,386	1,212,453	1,389,409	1,268,317	1,517,691	1,392,689	1,128,732	1,345,443	1,126,233	0	0	0	11,861,353
21 Prescription Expenses (excluding PBM Admin)		264,044	271,671	244,261	264,529	266,148	286,238	274,661	270,072	212,679	0	0	0	2,354,303
22 Total Medical and Prescription Expenses		1,744,430	1,484,124	1,633,670	1,532,846	1,783,839	1,678,927	1,403,393	1,615,515	1,338,912	0	0	0	14,215,656
23 Administrative Expenses		222,385	201,471	214,450	203,696	221,729	216,744	256,514	188,698	181,961				1,907,648
24 Total Expenses		1,966,815	1,685,595	1,848,120	1,736,542	2,005,568	1,895,671	1,659,907	1,804,213	1,520,873	0	0	0	16,123,304
25 Net Income Before Taxes		(355,995)	(79,172)	(245,124)	(152,103)	(434,505)	(346,009)	(171,499)	(395,751)	(198,148)	0	0	0	(2,378,307)
26 % Medical Exp to Net Revenues		91.9%	75.5%	86.7%	80.0%	96.6%	89.9%	75.8%	95.5%	85.1%	0.0%	0.0%	0.0%	86.3%
27 % Prescription Exp to Net Revenues		16.4%	16.9%	15.2%	16.7%	16.9%	18.5%	18.5%	19.2%	16.1%	0.0%	0.0%	0.0%	17.1%
28 % Total Medical and Prescription to Net Rev. (MLR)		108.3%	92.4%	101.9%	96.7%	113.5%	108.3%	94.3%	114.7%	101.2%	0.0%	0.0%	0.0%	103.4%
29 % Admin Exp to Net Revenues		13.8%	12.5%	13.4%	12.9%	14.1%	14.0%	17.2%	13.4%	13.8%	0.0%	0.0%	0.0%	13.9%
30 % Net Income to Net Revenues		-22.1%	-4.9%	-15.3%	-9.6%	-27.7%	-22.3%	-11.5%	-28.1%	-15.0%	0.0%	0.0%	0.0%	-17.3%
31 % Adj. Admin to Net Revenues (excludes taxes and Prescription pass through)		17.2%	15.6%	16.6%	16.0%	17.6%	17.4%	21.5%	16.9%	17.4%	0.0%	0.0%	0.0%	17.3%
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.