

HHSC FINANCIAL STATISTICAL REPORT (FSR)

MCO name: **Community First Health Plans / Univ Health Sys / Bexar Cnty Hosp Distr**
 State Fiscal Year: **2018** Program: **CHIP**
 Submission Date: **8/31/2019** Service Area: **Bexar/San Antonio**
 Submission Type: **Yr-End 334-Day** Rptg Period End Date: **8/31/2018**

Part 1: **Summary Income Statement**

HHSC Managed Care contract costs	Incurred Months:	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	YTD
1 Member Months		18,934	18,806	18,583	18,572	18,390	18,376	18,382	18,141	18,224	18,043	17,809	17,844	220,104
2 Average Monthly Member Months														18,342
Revenues:														
3 Medical Premiums		1,899,593	1,886,592	1,866,145	1,859,049	1,839,174	1,836,808	1,838,746	1,819,392	1,824,643	1,807,494	1,785,348	1,782,938	22,045,922
4 Delivery Supplemental Payments		3,100	12,400	0	0	0	0	6,200	0	6,200	6,200	3,100	3,100	40,300
5 Pharmacy Premiums		541,174	537,246	530,712	529,241	524,964	523,931	524,957	518,378	520,807	516,048	508,843	508,821	6,285,122
6 Investment Income		2,974	1,323	886	1,757	2,192	1,378	1,805	2,028	2,439	2,290	2,574	2,650	24,296
7 Health Insurance Providers Fee Reimbursement		0	0	0	0	0	0	0	0	0	0	0	0	0
8 Other Revenue		0	0	0	0	0	0	0	0	0	0	0	0	0
9 Total Gross Revenues		2,446,841	2,437,561	2,397,743	2,390,047	2,366,330	2,362,117	2,371,708	2,339,798	2,354,089	2,332,032	2,299,865	2,297,509	28,395,640
10 Health Insurance Providers Fee & Related Costs		0	0	0	0	0	0	0	0	0	0	0	0	0
11 Premium Taxes		44,523	44,374	43,655	43,490	43,050	42,987	43,160	42,579	42,847	42,464	41,870	41,827	516,826
12 Maintenance Taxes		1,089	1,081	1,069	1,068	1,057	1,057	1,057	1,043	1,048	1,037	1,024	1,026	12,656
13 Net Revenues		2,401,229	2,392,106	2,353,019	2,345,489	2,322,222	2,318,073	2,327,491	2,296,176	2,310,194	2,288,531	2,256,971	2,254,656	27,866,158
Medical Expenses:														
14 Fee-For-Service		1,725,190	1,584,051	1,742,587	1,522,867	1,781,806	1,682,273	1,529,292	1,498,467	1,577,352	1,801,270	1,561,042	1,461,837	19,468,034
15 Capitated Services		31,360	31,154	30,785	30,814	30,517	30,503	30,493	30,064	30,216	29,899	29,511	29,617	364,933
16 Patient Centered Medical Home Services		0	0	0	0	0	0	0	0	0	0	0	0	0
17 Net Reinsurance Cost		(96,396)	(63,113)	3,121	0	4,283	4,281	4,280	4,220	4,241	4,197	4,143	4,158	(122,586)
18 IBNR Accrual - Medical		0	0	0	0	0	0	0	0	0	0	0	0	0
19 Quality Improvement		31,499	66,373	36,866	67,881	65,269	45,427	49,244	52,315	50,257	41,111	47,743	47,218	601,203
20 Total Medical Expenses		1,691,653	1,618,465	1,813,359	1,621,562	1,881,875	1,762,484	1,613,308	1,585,065	1,662,066	1,876,478	1,642,439	1,542,830	20,311,584
21 Prescription Expenses (excluding PBM Admin)		583,956	606,501	596,287	545,522	655,803	574,308	525,018	481,028	486,902	402,116	399,436	446,023	6,302,902
22 Total Medical and Prescription Expenses		2,275,609	2,224,966	2,409,646	2,167,084	2,537,678	2,336,792	2,138,326	2,066,093	2,148,968	2,278,594	2,041,875	1,988,853	26,614,486
23 Administrative Expenses		169,050	194,721	162,440	205,719	168,800	163,250	194,013	177,909	194,509	180,985	192,240	184,320	2,187,954
24 Total Expenses		2,444,659	2,419,687	2,572,086	2,372,803	2,706,478	2,500,042	2,332,339	2,244,002	2,343,477	2,459,578	2,234,115	2,173,173	28,802,439
25 Net Income Before Taxes		(43,430)	(27,581)	(219,067)	(27,314)	(384,256)	(181,969)	(4,848)	52,174	(33,283)	(171,047)	22,856	81,483	(936,281)
26 % Medical Exp to Net Revenues		70.4%	67.7%	77.1%	69.1%	81.0%	76.0%	69.3%	69.0%	71.9%	82.0%	72.8%	68.4%	72.9%
27 % Prescription Exp to Net Revenues		24.3%	25.4%	25.3%	23.3%	28.2%	24.8%	22.6%	20.9%	21.1%	17.6%	17.7%	19.8%	22.6%
28 % Total Medical and Prescription to Net Rev. (MLR)		94.8%	93.0%	102.4%	92.4%	109.3%	100.8%	91.9%	90.0%	93.0%	99.6%	90.5%	88.2%	95.5%
29 % Admin Exp to Net Revenues		7.0%	8.1%	6.9%	8.8%	7.3%	7.0%	8.3%	7.7%	8.4%	7.9%	8.5%	8.2%	7.9%
30 % Net Income to Net Revenues		-1.8%	-1.2%	-9.3%	-1.2%	-16.5%	-7.8%	-0.2%	2.3%	-1.4%	-7.5%	1.0%	3.6%	-3.4%
31 % Adj. Admin to Net Revenues (excludes taxes and Prescription pass-through)		9.1%	10.5%	8.9%	11.3%	9.4%	9.1%	10.8%	10.0%	10.9%	10.2%	11.0%	10.6%	10.1%
Post-income items:														
32 Performance Assessment														0

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.

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.