

HHS FINANCIAL STATISTICAL REPORT (FSR)

MCO name: **Amerigroup / Anthem**
 State Fiscal Year: **2018** Program: **STAR KIDS**
 Submission Date: **10/8/2019** Service Area: **MRSA West**
 Submission Type: **Yr-End 334-Day** Rptg Period End Date: **8/31/2018**

Part 1: **Summary Income Statement**

	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
HHS Managed Care contract costs														
1 Member Months		3,449	3,452	3,458	3,457	3,476	3,497	3,496	3,498	3,489	3,451	3,453	3,475	41,651
2 Average Monthly Member Months														3,471
Revenues:														
3 Medical Premiums		3,679,006	3,696,526	3,684,056	3,676,880	3,715,846	3,742,487	3,770,937	3,782,482	3,767,268	3,705,881	3,705,940	3,757,121	44,684,430
4 Pharmacy Premiums		1,194,996	1,198,098	1,197,262	1,197,529	1,206,061	1,213,474	1,213,126	1,216,117	1,207,722	1,196,067	1,195,559	1,206,335	14,442,346
5 Investment Income		20,503	36,903	36,148	36,403	41,184	36,075	39,391	40,011	33,785	33,947	37,803	35,529	427,681
6 Health Insurance Providers Fee Reimbursement		0	0	0	0	0	0	0	0	0	0	0	0	0
7 Other Revenue		0	0	0	0	0	0	0	0	0	0	0	0	0
8 Total Gross Revenues		4,894,505	4,931,527	4,917,466	4,910,812	4,963,091	4,992,036	5,023,454	5,038,610	5,008,775	4,935,895	4,939,302	4,998,985	59,554,457
9 Health Insurance Providers Fee & Related Costs		0	0	0	0	0	0	0	0	0	0	0	0	0
10 Premium Taxes		81,358	85,656	85,423	85,302	86,133	86,729	87,221	87,475	87,062	85,784	85,776	86,860	1,030,781
11 Maintenance Taxes		224	224	225	225	226	227	227	227	227	224	224	226	2,707
12 Net Revenues		4,812,923	4,845,647	4,831,818	4,825,285	4,876,732	4,905,079	4,936,006	4,950,907	4,921,486	4,849,887	4,853,301	4,911,899	58,520,570
Medical Expenses:														
13 Fee-For-Service		2,459,318	2,476,568	3,080,628	2,572,512	2,624,094	2,503,026	3,385,630	2,718,326	2,650,218	2,476,816	2,912,483	3,357,117	33,216,736
14 Capitated Services		3,346	3,348	3,354	3,353	3,372	3,392	3,391	3,393	3,384	3,347	3,349	3,371	40,400
15 Patient Centered Medical Home Services		0	0	0	0	0	0	0	0	0	0	0	0	0
16 Net Reinsurance cost		138	138	138	138	139	140	140	140	140	138	0	0	1,389
17 IBNR Accrual - Medical		0	0	0	0	0	0	0	0	0	0	0	0	0
18 Quality Improvement		155,644	100,328	152,859	150,183	162,096	155,383	169,595	157,003	166,363	155,629	153,013	175,402	1,853,498
19 Other Medical Expenses		(8,521)	(11,895)	13,797	2,798	(1,183)	(3,397)	3,672	869	(10,415)	(8,917)	(15,986)	(17,015)	(56,183)
20 Total Medical Expenses		2,609,925	2,568,487	3,250,776	2,728,984	2,788,518	2,658,544	3,562,428	2,879,731	2,809,690	2,627,013	3,052,859	3,518,875	36,055,830
21 Prescription Expenses (excluding PBM Admin)		1,448,767	1,431,931	1,505,454	1,452,088	1,608,529	1,447,139	1,454,620	1,401,133	1,486,186	1,502,782	1,453,864	1,510,160	17,702,652
22 Total Medical and Prescription Expenses		4,058,692	4,000,418	4,756,230	4,181,072	4,397,047	4,105,683	5,017,048	4,280,864	4,295,876	4,129,795	4,506,723	5,029,035	52,758,482
23 Administrative Expenses		207,236	241,406	223,367	247,033	235,657	220,391	223,434	236,875	231,704	235,496	228,509	252,313	2,783,419
24 Total Expenses		4,265,927	4,241,824	4,979,597	4,428,105	4,632,704	4,326,074	5,240,481	4,517,739	4,527,580	4,365,292	4,735,232	5,281,348	55,541,903
25 Net Income Before Taxes		546,996	603,823	(147,779)	397,180	244,028	579,005	(304,475)	433,168	393,906	484,595	118,069	(369,449)	2,979,067
26 % Medical Exp to Net Revenues		54.2%	53.0%	67.3%	56.6%	57.2%	54.2%	72.2%	58.2%	57.1%	54.2%	62.9%	71.6%	59.9%
27 % Prescription Exp to Net Revenues		30.1%	29.6%	31.2%	30.1%	33.0%	29.5%	29.5%	28.3%	30.2%	31.0%	30.0%	30.7%	30.3%
28 % Total Medical and Prescription to Net Rev. (MLR)		84.3%	82.6%	98.4%	86.6%	90.2%	83.7%	101.6%	86.5%	87.3%	85.2%	92.9%	102.4%	90.2%
29 % Admin Exp to Net Revenues		4.3%	5.0%	4.6%	5.1%	4.8%	4.5%	4.5%	4.8%	4.7%	4.9%	4.7%	5.1%	4.8%
30 % Net Income to Net Revenues		11.4%	12.5%	-3.1%	8.2%	5.0%	11.8%	-6.2%	8.7%	8.0%	10.0%	2.4%	-7.5%	5.1%
31 % Adj. Admin to Net Revenues (excludes taxes and Prescription pass-through)		5.7%	6.6%	6.1%	6.8%	6.4%	6.0%	6.0%	6.3%	6.2%	6.4%	6.2%	6.8%	6.3%

Post-income items:

32 Performance Assessment														0
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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.