

HHSC FINANCIAL STATISTICAL REPORT (FSR)

MCO name:	Community First Health Plans / Univ Health Sys / Bexar Cnty Hosp Distr		
State Fiscal Year:	2018	Program:	STAR
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		107,756	107,621	108,538	108,570	108,161	108,146	108,332	107,856	108,334	108,402	108,503	108,566	1,298,785
2 Average Monthly Member Months														108,232
Revenues:														
3 Medical Premiums		17,536,808	17,463,415	17,573,367	18,933,762	18,878,970	18,917,204	18,814,559	18,753,105	18,908,280	18,948,808	19,034,207	19,073,545	222,836,030
4 Delivery Supplemental Payments		1,218,438	1,273,970	1,195,572	1,257,637	1,345,835	1,081,241	1,113,907	872,180	1,221,705	1,175,972	1,443,833	1,329,502	14,529,792
5 Pharmacy Premiums		4,302,445	4,308,881	4,348,776	4,346,196	4,341,578	4,354,723	4,364,309	4,354,303	4,378,651	4,381,992	4,401,222	4,414,531	52,297,607
6 Investment Income		33,214	16,637	11,866	24,765	28,777	18,081	23,687	21,593	27,092	27,414	31,221	30,267	294,614
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		23,090,905	23,062,903	23,129,581	24,562,360	24,595,160	24,371,249	24,316,462	24,001,181	24,535,728	24,534,186	24,910,483	24,847,845	289,958,043
10 Health Insurance Providers Fee & Related Costs		0	0	0	0	0	0	0	0	0	0	0	0	0
11 Health Insurance Providers Fee (NAIP)		0	0	0	0	0	0	0	0	0	0	0	0	0
12 Premium Taxes		403,510	403,310	404,560	429,408	429,912	426,180	425,124	419,643	428,901	428,869	435,387	434,308	5,069,110
13 Maintenance Taxes		6,196	6,188	6,241	6,243	6,219	6,218	6,229	6,202	6,229	6,233	6,239	6,243	74,680
14 Net Revenues		22,681,199	22,653,405	22,718,780	24,126,709	24,159,029	23,938,850	23,885,109	23,575,336	24,100,598	24,099,084	24,468,857	24,407,295	284,814,253
Medical Expenses:														
15 Fee-For-Service		16,330,983	17,022,065	16,054,727	16,703,921	18,212,729	18,025,553	18,401,457	16,751,121	18,282,142	16,221,831	17,410,975	18,119,338	207,536,842
16 Capitated Services		150,858	150,669	151,953	151,998	151,425	151,404	151,665	150,998	151,668	151,763	151,904	151,992	1,818,299
17 Patient Centered Medical Home Services		0	0	0	0	0	0	0	0	0	0	0	0	0
18 Net Reinsurance cost		68,956	68,816	69,464	0	63,815	63,806	63,916	63,635	63,917	63,957	64,017	64,054	718,354
19 IBNR Accrual - Medical		0	0	0	0	0	0	0	0	0	0	0	0	0
20 Quality Improvement		215,662	389,531	300,953	335,645	453,435	311,519	338,219	372,017	313,472	328,170	354,885	326,676	4,040,184
21 Total Medical Expenses		16,766,459	17,631,082	16,577,098	17,191,564	18,881,404	18,552,283	18,955,257	17,337,771	18,811,199	16,765,721	17,981,781	18,662,060	214,113,679
22 Prescription Expenses (excluding PBM Admin)		4,189,870	4,598,806	4,400,067	4,261,617	5,286,550	4,814,098	4,272,470	4,164,444	4,111,245	4,545,444	3,656,199	3,686,365	51,987,175
23 Total Medical and Prescription Expenses		20,956,329	22,229,888	20,977,165	21,453,181	24,167,954	23,366,381	23,227,727	21,502,215	22,922,444	21,311,165	21,637,980	22,348,425	266,100,854
24 Administrative Expenses		1,532,489	1,770,146	1,505,597	2,031,817	1,686,151	1,618,778	1,911,487	1,753,539	1,947,267	1,828,207	1,999,357	1,914,106	21,498,941
25 Total Expenses		22,488,818	24,000,034	22,482,762	23,484,998	25,854,105	24,985,160	25,139,214	23,255,754	24,869,711	23,139,371	23,637,337	24,262,531	287,599,795
26 Net Income Before Taxes		192,381	(1,346,629)	236,018	641,711	(1,695,076)	(1,046,310)	(1,254,105)	319,582	(769,113)	959,713	831,520	144,764	(2,785,542)
27 % Medical Exp to Net Revenues		73.9%	77.8%	73.0%	71.3%	78.2%	77.5%	79.4%	73.5%	78.1%	69.6%	73.5%	76.5%	75.2%
28 % Prescription Exp to Net Revenues		18.5%	20.3%	19.4%	17.7%	21.9%	20.1%	17.9%	17.7%	17.1%	18.9%	14.9%	15.1%	18.3%
29 % Total Medical and Prescription to Net Rev. (MLR)		92.4%	98.1%	92.3%	88.9%	100.0%	97.6%	97.2%	91.2%	95.1%	88.4%	88.4%	91.6%	93.4%
30 % Admin Exp to Net Revenues		6.8%	7.8%	6.6%	8.4%	7.0%	6.8%	8.0%	7.4%	8.1%	7.6%	8.2%	7.8%	7.5%
31 % Net Income to Net Revenues		0.8%	-5.9%	1.0%	2.7%	-7.0%	-4.4%	-5.3%	1.4%	-3.2%	4.0%	3.4%	0.6%	-1.0%
32 % Adj. Admin to Net Revenues (excludes taxes and Prescription pass through)		8.3%	9.6%	8.2%	10.3%	8.5%	8.3%	9.8%	9.1%	9.9%	9.3%	10.0%	9.6%	9.2%
Post-income items:														
33 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.