

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 HMOs by HHSC
- **Delivery Supplemental Payments** – A one-time per pregnancy supplemental payment made by HHSC to STAR, CHIP and CHIP Perinatal HMOs.
- **Bariatric Supplemental Payments** – A one-time per bariatric surgery supplemental payment made by HHSC to STAR, STAR+PLUS, and STARHealth HMOs.
- **Investment Income** – All interest and dividend income resulting from investment of funds received.
- **Other Income** – Any and all income generated from other sources.

Medical Expenses:

- **Capitated Services:**
 - *Single Service* – Amounts paid to providers that do not pay claims to other providers from the capitation payments received.
 - *Delegated Networks* – Capitation amounts paid to subcontracted individual professional associations (IPAs). These funds are used to pay claims for services performed by an integrated delivery system under contract with the IPA.
- **IBNR Accrual Medical Expenses** – 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 Service Delivery Area (SDA) operations of the MCO. Administrative expenses include:

- Salaries, wages, and other benefits
- Employee bonuses and commissions
- Payroll taxes
- Legal fees and expenses
- Auditing, actuarial, and other consulting
- Travel expenses
- Marketing and advertising
- Postage, shipping, and telephone
- Printing and office supplies
- Space rental
- Utilities and maintenance
- Building depreciation
- Equipment depreciation
- Equipment rental
- Outsourced services
- Insurance, except on real estate, excludes reinsurance premiums
- Premium tax
- Regulatory authority licenses and fees
- Affiliated company allocations/charges – portion of any affiliated company management fees and/or other allocations/charges incurred by the affiliate on behalf of the MCO that are charged to the Texas Medicaid SDA operations
- Other administrative expenses – other expenses not specifically identified in any of the above administrative expense classifications.

CHIP Perinatal HMO Program Financial Statistical Report

Organization: Parkland Community Health Plan
Service Area: Dallas
Submission Date: 06/30/09
Submission Type: Quarterly
Accrual Date: 05/31/09

Part 1: Summary Income Statements (Dollars), All Coverage Groups Combined

Incurring Months:	September	October	November	December	January	February	March	April	May	June	July	August	YTD
1 Total Member Months	11,768	12,092	12,198	12,716	13,198	13,197	13,472	12,338	11,088	0	0	0	112,067
Revenues:													
2 Premiums (HHSC Capitation)	5,518,096	5,689,348	5,711,478	5,924,961	6,153,922	6,134,584	3,792,037	3,434,555	3,039,181	0	0	0	45,398,162
3 Delivery Supplemental Payments	21,700	15,500	0	0	0	0	0	0	0	0	0	0	37,200
4 Investment Income	5,606	59,058	54,873	27,560	60,208	52,775	45,575	34,504	30,178				370,337
5 Other Revenue													0
6 Total Revenues	5,545,402	5,763,906	5,766,351	5,952,521	6,214,130	6,187,359	3,837,612	3,469,059	3,069,359	0	0	0	45,805,699
Medical Expenses:													
Capitated Services:													
7 Single Service	15,885	15,981	9,121	8,576	12,900	14,182	35,908	14,389	18,164	0	0	0	145,105
8 Delegated Networks	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Fee-For-Service	2,975,785	3,343,973	3,185,638	3,589,999	3,667,396	3,324,621	3,004,081	2,220,437	539,731	0	0	0	25,851,661
10 IBNR Accrual	81,613	111,528	149,761	208,751	532,982	713,561	1,110,604	1,419,548	2,751,317	0	0	0	7,079,665
11 Total Medical Expenses	3,073,283	3,471,482	3,344,520	3,807,326	4,213,277	4,052,364	4,150,593	3,654,374	3,309,212	0	0	0	33,076,431
12 Total Administrative Expenses	498,582	513,436	514,033	533,246	553,853	552,113	341,283	309,110	273,526	0	0	0	4,089,183
13 Total Expenses	3,571,865	3,984,918	3,858,553	4,340,572	4,767,130	4,604,477	4,491,876	3,963,484	3,582,738	0	0	0	37,165,614
14 Net Income Before Taxes	1,973,537	1,778,988	1,907,798	1,611,949	1,447,000	1,582,882	(654,264)	(494,425)	(513,379)	0	0	0	8,640,085
15 % of Medical Exp to Premiums + DSP	55.5%	60.9%	58.6%	64.3%	68.5%	66.1%	109.5%	106.4%	108.9%	0.0%	0.0%	0.0%	72.8%
16 % of Administrative Exp to Premiums + DSP	9.0%	9.0%	9.0%	9.0%	9.0%	9.0%	9.0%	9.0%	9.0%	0.0%	0.0%	0.0%	9.0%
17 % of Net Income to Total Revenues	35.6%	30.9%	33.1%	27.1%	23.3%	25.6%	-17.0%	-14.3%	-16.7%	0.0%	0.0%	0.0%	18.9%
18 Performance Assessment													
19 Quality Challenge Award													
20 Liquidated Damages													0

Note: Reporting is on an incurred basis. All prior months' data must be updated to reflect each reported month on an incurred basis, including revised monthly IBNR estimates.