

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.

STAR+PLUS HMO Program Financial Statistical Report

Organization: EVERCARE OF TEXAS STAR+PLUS
Service Area: Travis
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	5,776	5,770	5,782	5,750	5,819	5,859	5,896	5,940	5,973	0	0	0	52,565
Revenues:													
2 Premiums (HHSC Capitation)	2,669,574	2,692,663	2,699,647	2,749,285	2,772,818	2,778,920	2,687,831	2,722,710	2,727,952	0	0	0	24,501,399
3 Bariatric Supplemental Payments	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Investment Income	40,427	29,476	30,140	26,402	21,497	19,939	22,395	22,383	21,069	0	0	0	233,728
5 Other Revenue	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Total Revenues	2,710,001	2,722,139	2,729,787	2,775,687	2,794,315	2,798,859	2,710,226	2,745,093	2,749,021	0	0	0	24,735,127
Medical Expenses:													
Capitated Services:													
7 Single Service	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Delegated Networks	23,431	24,092	23,693	28,358	18,582	20,223	15,880	19,351	19,670	0	0	0	193,281
9 Fee-For-Service	1,962,430	2,130,235	1,993,034	2,022,555	2,063,658	1,915,784	2,044,028	1,898,666	464,344	0	0	0	16,494,731
10 IBNR Accrual	132,964	140,375	143,132	157,029	214,663	228,644	185,801	497,077	1,838,045	0	0	0	3,537,729
11 Total Medical Expenses	2,118,825	2,294,702	2,159,859	2,207,942	2,296,902	2,164,651	2,245,710	2,415,094	2,322,058	0	0	0	20,225,741
12 Total Administrative Expenses	388,451	328,333	335,942	324,463	318,424	206,037	318,961	324,188	292,718	0	0	0	2,837,515
13 Total Expenses	2,507,276	2,623,035	2,495,801	2,532,405	2,615,326	2,370,688	2,564,671	2,739,282	2,614,776	0	0	0	23,063,256
14 Net Income Before Taxes	202,725	99,104	233,986	243,282	178,989	428,171	145,555	5,811	134,245	0	0	0	1,671,871
15 % of Medical Exp to Premiums + BSP	79.4%	85.2%	80.0%	80.3%	82.8%	77.9%	83.6%	88.7%	85.1%	0.0%	0.0%	0.0%	82.5%
16 % of Administrative Exp to Premiums + BSP	14.6%	12.2%	12.4%	11.8%	11.5%	7.4%	11.9%	11.9%	10.7%	0.0%	0.0%	0.0%	11.6%
17 % of Net Income to Total Revenues	7.5%	3.6%	8.6%	8.8%	6.4%	15.3%	5.4%	0.2%	4.9%	0.0%	0.0%	0.0%	6.8%
18 Performance Assessment													0
19 Quality Challenge Award													0
20 Hospital Inpatient Incentive - Shared Savings Award													0
21 Hospital Inpatient Disincentive - Admin Fee at Risk													(147,510)
22 Liquidated Damages	(620)	0	0	0	(26,600)	0	(6,000)	0	0	0	0	0	(33,220)

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.