

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.

Organization: EVERCARE OF TEXAS L.L.C.
Service Area: Tarrant
Submission Date: 08/31/09
Submission Type: SFY08
Accrual Date: 07/31/09

Part 1: Summary Income Statements (Dollars)

Incurring Months:	September	October	November	December	January	February	March	April	May	June	July	August	YTD
1 Total Member Months	0	0	0	0	0	4,742	25,211	25,290	25,211	25,318	25,571	25,577	156,920
Revenues:													
2 Administrative Services Fees	0	0	0	0	0	117,459	624,476	626,433	624,476	627,127	633,394	633,542	3,886,908
3 Investment Income	0	0	0	0	0	1,682	7,924	7,602	7,831	7,063	7,511	8,854	48,466
4 Other Revenue	0	0	0	0	0	0	0	0	0	0	0	0	0
5 Total Revenues	0	0	0	0	0	119,142	632,400	634,035	632,307	634,189	640,905	642,396	3,935,375
Expenses:													
6 Total Acute Care and Long Term Services Expenses	-	-	-	-	-	276,243	434,116	401,619	367,597	387,905	374,812	384,837	2,627,129
7 Total Administrative Expenses	0	0	0	0	0	56,605	276,516	275,863	274,778	278,833	276,198	278,132	1,716,925
8 Total Expenses	0	0	0	0	0	332,848	710,632	677,482	642,375	666,738	651,010	662,969	4,344,054
9 Net Income Before Taxes	0	0	0	0	0	(213,706)	(78,232)	(43,447)	(10,068)	(32,549)	(10,105)	(20,573)	(408,679)
10 Services Expense to Total Revenues	0.0%	0.0%	0.0%	0.0%	0.0%	235.2%	69.5%	64.1%	58.9%	61.9%	59.2%	60.7%	67.6%
11 Administrative Expense to Fees	0.0%	0.0%	0.0%	0.0%	0.0%	48.2%	44.3%	44.0%	44.0%	44.5%	43.6%	43.9%	44.2%
12 Net Income to Total Revenues	0.0%	0.0%	0.0%	0.0%	0.0%	-179.4%	-12.4%	-6.9%	-1.6%	-5.1%	-1.6%	-3.2%	-10.4%
13 Admin Fee at Risk - Inpatient Hospital Utilization	0	0	0	0	0	(10,540)	(56,709)	(56,535)	(56,388)	(56,722)	(57,219)	(57,106)	(351,220)
14 Admin Fee at Risk - Nursing Facility Utilization	0	0	0	0	0	(5,856)	(31,505)	(31,408)	(31,327)	(31,512)	(31,789)	(31,725)	(195,122)
15 Admin Fee at Risk - Quality	0	0	0	0	0	(3,513)	(18,903)	(18,845)	(18,796)	(18,907)	(19,073)	(19,035)	(117,073)
16 Hospital Utilization Challenge Award	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Community Return Challenge Award	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Recoupment - 1915(c) CBA Services for SSI Clients	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Liquidated Damages	0	0	0	0	0	0	0	0	0	(4,981)	0	0	(4,981)

Note: Reporting is on an incurred basis. All prior months' data must be updated to reflect each reported month on an incurred basis.