

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 INC
Service Area: Travis
Submission Date: 10/05/09
Submission Type: SFY08
Accrual Date: 07/31/09

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	5,471	5,456	5,431	5,429	5,429	5,461	5,541	5,570	5,604	5,638	5,694	5,728	66,452
Revenues:													
2 Premiums (HHSC Capitation)	2,341,300	2,301,687	2,317,392	2,317,433	2,325,802	2,331,784	2,381,733	2,457,635	2,509,109	2,549,432	2,579,026	2,621,729	29,034,063
3 Bariatric Supplemental Payments	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Investment Income	40,029	37,562	35,892	34,657	34,838	35,984	41,954	32,634	19,726	30,484	31,624	28,608	403,992
5 Other Revenue	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Total Revenues	2,381,329	2,339,249	2,353,284	2,352,090	2,360,640	2,367,768	2,423,687	2,490,269	2,528,835	2,579,916	2,610,650	2,650,337	29,438,055
Medical Expenses:													
Capitated Services:													
7 Single Service	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Delegated Networks	19,666	19,569	19,862	20,386	19,862	19,532	35,672	28,401	(549)	22,758	21,997	23,082	250,238
9 Fee-For-Service	1,409,665	1,597,348	1,557,468	1,434,564	1,611,892	1,661,131	1,814,120	1,866,158	1,922,119	1,832,665	2,160,230	2,054,488	20,921,849
10 IBNR Accrual	2,888	3,505	13,489	18,423	21,368	35,867	43,577	78,330	94,215	94,215	94,215	94,215	594,305
11 Total Medical Expenses	1,432,219	1,620,422	1,590,819	1,473,373	1,653,122	1,716,530	1,893,369	1,972,889	2,015,785	1,949,637	2,276,442	2,171,784	21,766,392
12 Total Administrative Expenses	300,384	310,754	301,585	297,435	310,116	324,023	427,991	280,493	138,364	293,535	286,645	300,603	3,571,927
13 Total Expenses	1,732,603	1,931,176	1,892,404	1,770,808	1,963,238	2,040,553	2,321,360	2,253,382	2,154,149	2,243,172	2,563,087	2,472,387	25,338,319
14 Net Income Before Taxes	648,726	408,073	460,880	581,282	397,402	327,215	102,327	236,887	374,686	336,744	47,563	177,950	4,099,736
15 % of Medical Exp to Premiums + BSP	61.2%	70.4%	68.6%	63.6%	71.1%	73.6%	79.5%	80.3%	80.3%	76.5%	88.3%	82.8%	75.0%
16 % of Administrative Exp to Premiums + BSP	12.8%	13.5%	13.0%	12.8%	13.3%	13.9%	18.0%	11.4%	5.5%	11.5%	11.1%	11.5%	12.3%
17 % of Net Income to Total Revenues	27.2%	17.4%	19.6%	24.7%	16.8%	13.8%	4.2%	9.5%	14.8%	13.1%	1.8%	6.7%	13.9%
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													(252,209)
22 Liquidated Damages	0	0	0	0	0	(322,945)	(322,945)	(20,000)	0	0	(13,000)	0	(678,890)

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.