

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.

Foster Care Program Financial Statistical Report

Organization: Bankers Reserve dba Superior HealthPlan Network
Service Area: Statewide
Submission Date: 08/31/09
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	0	0	0	0	0	0	0	29,923	30,392	30,914	31,679	32,107	155,015
Revenues:													
2 Premiums (HHSC Capitation)	0	0	0	0	0	0	0	18,587,260	19,050,917	19,378,807	19,648,419	19,991,679	96,657,081
3 Bariatric Supplemental Payments	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Investment Income									19,194	26,840	27,965	34,045	108,044
5 Other Revenue													0
6 Total Revenues	0	0	0	0	0	0	0	18,587,260	19,070,110	19,405,647	19,676,385	20,025,724	96,765,125
Medical Expenses:													
Capitated Services:													
7 Single Service	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Delegated Networks	0	0	0	0	0	0	0	7,886,363	8,691,482	8,960,936	8,693,509	8,766,353	42,998,643
9 Fee-For-Service	0	0	0	0	0	0	0	8,471,389	8,615,751	10,349,901	10,407,440	9,689,751	47,534,232
10 IBNR Accrual	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Total Medical Expenses	0	0	0	0	0	0	0	16,357,752	17,307,233	19,310,837	19,100,949	18,456,104	90,532,875
12 Total Administrative Expenses	0	0	0	0	0	0	0	2,135,333	2,370,496	2,444,956	2,327,554	2,425,707	11,704,046
13 Total Expenses	0	0	0	0	0	0	0	18,493,085	19,677,729	21,755,793	21,428,503	20,881,811	102,236,921
14 Net Income Before Taxes	0	0	0	0	0	0	0	94,175	(607,619)	(2,350,146)	(1,752,118)	(856,087)	(5,471,796)
15 % of Medical Exp to Premiums + BSP	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	88.0%	90.8%	99.6%	97.2%	92.3%	93.7%
16 % of Administrative Exp to Premiums + BSP	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	11.5%	12.4%	12.6%	11.8%	12.1%	12.1%
17 % of Net Income to Total Revenues	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.5%	-3.2%	-12.1%	-8.9%	-4.3%	-5.7%
18 Performance Assessment													
19 Liquidated Damages													(111,225)

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.