

**STATE OF TEXAS
MEDICAID MANAGED CARE
STAR+PLUS PROGRAM RATE SETTING
NURSING FACILITY CARVE-IN
STATE FISCAL YEAR 2016**

Prepared for:

Texas Health and Human Services Commission

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I. Introduction

Rudd and Wisdom, Inc. has been retained by the Texas Health and Human Services Commission (HHSC) to develop the state fiscal year 2016 (FY2016, September 1, 2015 through August 31, 2016) premium rates for health plans participating in the Texas Medicaid STAR+PLUS program. Effective March 1, 2015 the STAR+PLUS program expanded to include STAR+PLUS eligible members residing in a nursing facility. This report presents the rating methodology and assumptions used in developing the premium rates for this programmatic expansion.

STAR+PLUS is a Texas Medicaid managed care program for people who have disabilities or are age 65 or older. STAR+PLUS participants get Medicaid health-care and long-term services and support through a medical plan that they choose. Prior to March 1, 2015 nursing facility residents and their expenses were carved out from STAR+PLUS and paid on a fee-for-service (FFS) basis. In addition, STAR+PLUS members who entered a nursing facility were disenrolled from STAR+PLUS after residing in a nursing facility for four months. Effective March 1, 2015 these nursing facility services and members were carved into the STAR+PLUS program. Details regarding the rating methodology and assumptions used in developing the premium rates for all non-nursing facility members enrolled in STAR+PLUS is included in the separate report titled State of Texas Medicaid Managed Care STAR+PLUS Program Rate Setting State Fiscal Year 2016.

Rudd and Wisdom has provided actuarial services to the Texas Medicaid program for over 30 years. We have participated in the state's managed care rating process since its inception in 1993. This year, as in previous years, we have worked closely with HHSC in developing the FY2016 premium rates.

Rudd and Wisdom has relied on the following data sources:

- Monthly enrollment for all Medicaid members residing in a nursing facility during the period September 2012 through January 2015. This enrollment data included detailed information including dates of nursing facility residence, age, service delivery area, Medicare status and service codes. This information was provided by HHSC.
- Acute care fee-for-service claims data. Data was collected separately for inpatient and all other acute care services for the period September 2012 through January 2015. These reports were developed by HHSC using the detailed enrollment list described above and querying all fee-for-service acute care claims incurred by these nursing facility individuals during their applicable eligibility period. Only those services which are the financial responsibility of the health plan were included in the capitation rates.
- Nursing facility claims data for the period September 2008 through March 2015. This data was provided by the Texas Department of Aging and Disability Services (DADS), the department within HHSC that currently oversees the nursing facility program. This data was provided in multiple formats including the following:
 - Data was collected separately by month, county and type of service. This aggregated data served as the base period claims data used for the rate development.
 - Data was provided separately by nursing facility and type of service. This

data was used to identify facilities which will be excluded from the nursing facility carve-in.

- Data was provided for Daily Care separated by nursing facility and recipient Resource Utilization Group (RUG) score. This data was used to identify the varying levels of acuity of the nursing facility members. Daily Care is the most prevalent nursing facility service and represents over 95% of all nursing facility expenditures.
- Information provided by HHSC regarding nursing facility claim recoupments for the period September 2010 through August 2012.
- Information from HHSC regarding recent changes in covered services and provider reimbursement under the nursing facility program.
- Information provided by HHSC regarding FY2014 acute care claims for STAR+PLUS members residing in a nursing facility during their first four months of residency. This information was obtained from the managed care encounter database.
- Information provided by HHSC regarding proposed FY2016 Medicaid provider reimbursement rates.
- Information provided by HHSC regarding the enhanced payment level for nursing facilities eligible for the Minimum Payments for Qualified Nursing Facilities program.

After accumulating all of the information to be used in the rate setting process, a comparison of the various sources of claims data was performed to check for consistency. We compared (i) the claims data by service delivery area, (ii) the claim amounts reported by provider and type of service and (iii) the claim amounts by RUG score. There was satisfactory consistency between the three primary claims data sources. Overlapping data was provided by multiple sources (HHSC and DADS) in order to confirm the accuracy of the data being used. Although the above data was reviewed for reasonableness and consistency Rudd and Wisdom did not audit the data.

The analysis of base period claims data for each service area attempted to identify and adjust for any distortions in the data. Significant variations in experience, including the impact from unusually large individual claims, were investigated however no adjustment to the data has been deemed to be necessary. Attachment 2 presents a summary of the base period claims data by service area, risk group and type of service.

Effective March 1, 2015 the participating managed care plans were required to submit detailed encounter data supporting the claims paid for their membership. Once available, this data will serve as the primary source of data for future rate setting.

II. Overview of the Rate Setting Methodology

The actuarial model used to derive the FY2016 STAR+PLUS Nursing Facility premium rates relies primarily on fee-for-service claims data. The historical claims experience for each area was analyzed and estimates for the base period (November 2013 through October 2014) were developed. These estimates were then projected forward to the rating period September 1, 2015 through August 31, 2016 using assumed trend rates. Other plan expenditures such as service coordination and administrative expenses were added to the claims component in order to project the total cost under the STAR+PLUS Nursing Facility program. These projected total cost rates were determined separately for each risk group to develop a set of community rates for each service area.

The managed care service areas used in the analysis were as follows:

- Bexar County Service Area (San Antonio)
- Dallas County Service Area (Dallas)
- El Paso County Service Area (El Paso)
- Harris County Service Area (Houston)
- Hidalgo County Service Area (Hidalgo)
- Jefferson County Service Area (Beaumont)
- Lubbock County Service Area (Lubbock)
- Nueces County Service Area (Corpus Christi)
- Tarrant County Service Area (Fort Worth)
- Travis County Service Area (Austin)
- Medicaid Rural Service Area - Central (MRSA Central)
- Medicaid Rural Service Area - Northeast (MRSA Northeast)
- Medicaid Rural Service Area - West (MRSA West)

The risk groups (or rating populations) used in the analysis are as follows:

- Medicaid Only – Nursing Facility
- Dual Eligible – Nursing Facility

The services used in the analysis include the following:

Acute Care Services

- Ambulance Services
- Audiology Services
- Behavioral Health Services
- Birthing Center Services
- Chiropractic Services
- Dialysis
- Durable Medical Equipment and Supplies
- Emergency Services
- Family Planning Services
- Home Health Services
- Hospital Services - outpatient
- Lab, X-ray and Radiology Services
- Medical Check-ups and CCP Services for children under age 21

- Optometry
- Podiatry
- Prenatal Care
- Primary Care Services
- Specialty Physician Services
- Therapies – physical, occupational and speech
- Transplantation of Organs and Tissues
- Vision
- Inpatient Facility Services
- Prescription Drugs

Nursing Facility Services

- Daily Care – including room and board and nursing services
- Customized Power Wheelchairs
- Ventilators
- Adaptive Aids
- Medical Supplies
- Therapies – physical, occupational and speech

Services specifically excluded from the analysis include:

- Dental and Orthodontia Services

Further information regarding the carve-in of prescription drugs into the STAR+PLUS Nursing Facility program can be found in the report titled State Of Texas Medicaid Managed Care Rate Setting Pharmacy Carve-In For State Fiscal Year 2016.

HHSC utilizes a community rating methodology in setting the STAR+PLUS Nursing Facility base premium rates. The base rates vary by service area and risk group but are the same for each health plan in a service area. Attachment 3 presents the summary community rating exhibit for each service area along with a description of the analysis.

III. Adjustment Factors

This section contains a description of the adjustment factors used in the FY2016 STAR+PLUS Nursing Facility rate setting process.

Trend Factors

The rating methodology uses assumed trend factors to adjust the base period claims cost to the projection period. The cost trend factors used in this analysis are a combination of utilization and inflation components. Separate trend factors were developed by type of service – acute care and nursing facility services.

The projected acute care trend rate assumptions were developed by the actuary based on an analysis of recent experience under the existing STAR+PLUS health plans and risk groups. A detailed description of the development of these trend assumptions can be found in Attachment 5 of the report titled “State Of Texas Medicaid Managed Care STAR+PLUS Program Rate Setting State Fiscal Year 2016”. The trend assumptions are the average of the FY2016 OCC and HCBS trends described in this report. A single acute care trend assumption applies to all service areas and is combined for both non-inpatient and inpatient services.

The projected nursing facility trend rate assumption was developed by the actuary based on an analysis of historical fee-for-service nursing facility claims for the period September 2008 through March 2015. Based on this information, estimates of monthly incurred claims were made through December 2014. The claims cost and trend experience were reviewed separately by service area. These service area trends were then combined into a statewide average using a weighted average formula with enrollment as the weights. The annual trends were adjusted to remove the impact of provider reimbursement increases and decreases that have impacted the nursing facility cost during this period. The final trend assumption was then selected as the average trend during FY2012 (1/4 weight), FY2013 (1/4 weight), FY2014 (1/4 weight) and FY2015 (1/4 weight). The FY2015 trend is assumed to be the average trend during the first four months of the fiscal year.

Attachment 4 presents a summary of the cost trend analysis for nursing facility services. The chart below presents the assumed annual trend rates by type of service.

Acute Care (non-inpatient)	1.1%
Acute Care (inpatient)	1.1%
Nursing Facility	3.0%

Provider Reimbursement Adjustments – Nursing Facility

Medicaid provider reimbursement changes were provided for all nursing facility services on September 1, 2013 (2%) and again on September 1, 2014 (3.9%). Exhibit A of Attachment 5 presents a summary of the derivation of these adjustment factors.

Excluded Facilities

Several nursing facilities and residents have been excluded from the managed care

expansion. These facilities and their residents include the Truman Smith Children's Care Center located in Gladewater and the Veterans Land Board (VLB) Texas State Veterans Homes located in Amarillo, Big Spring, Bonham, El Paso, Floresville, McAllen, Temple and Tyler. Exhibits B and C of Attachment 5 present a summary of these adjustment factors.

Nursing Facility Recoupments

Under managed care, the health plans will be responsible for recouping funds from the nursing facilities for claims deemed to have been paid at the incorrect level. Under the current fee-for-service model, these recoupments occur on a delayed basis well after the end of the fiscal year. The base period used in developing the premium rates does not yet include these recoupments and therefore requires further adjustment. Exhibit D of Attachment 5 presents a summary of this adjustment.

Seasonality Adjustment

The base period used in calculating the premium rates for all service areas includes claims for the twelve month period November 2013 through October 2014 which includes 365 days. The calculated premium rates will be effective for the twelve month period September 2015 through August 2016 which, due to leap year, will include 366 days. Since the majority of nursing facility claims are reimbursed on a per day basis, the rating period will include an additional day of reimbursement in comparison to the base period. The seasonality factor was determined as the ratio of the number of days during the rating period (366) divided by the number of days during the base period (365). This ratio equals 1.0027.

Minimum Payment for Qualified Nursing Facility Adjustment

Effective March 1, 2015 HHSC established minimum payment levels for certain non-state government owned nursing facilities. For those facilities approved by the state, the participating health plans will be required to reimburse these facilities at or above the Medicare payment level. The impact of this increased reimbursement has been analyzed and a derivation of the adjustment factors is included in Attachment 6.

Provider Reimbursement Adjustments – Acute Care

Medicaid provider reimbursement changes have been implemented for the following services: hospital inpatient reimbursement revisions, potentially preventable readmission reimbursement reductions, potentially preventable complications reimbursement reductions, rural hospital outpatient reimbursement revisions, and therapy reimbursement reductions.

The rating adjustments for these provider reimbursement changes were calculated based on the rating adjustments determined for the existing STAR+PLUS HCBS managed care populations in each service area. The derivation of these adjustment factors is described in detail in the report titled "State Of Texas Medicaid Managed Care STAR+PLUS Program Rate Setting State Fiscal Year 2016". All adjustments were calculated by applying actual health plan encounter data to the old and new reimbursement basis and the resulting

impact determined. Attachment 7 presents a summary of the derivation of these adjustment factors and separates the impact into non-inpatient and inpatient. The PPR and PPC revisions were deemed immaterial and no adjustments were made for the nursing facility population. The statewide average adjustment factors were applied to the MRSA service areas since this population was not covered in the STAR+PLUS program during the applicable base period.

Managed Care Data Completion Adjustment

The November 2013 through October 2014 base period data is made up of all fee-for-service claims paid for Medicaid members residing in a nursing facility. During this time period some of the nursing facility residents were enrolled in the STAR+PLUS managed care program for the first four months of their nursing facility residency. The acute care claims of these managed care members were previously the responsibility of the STAR+PLUS health plan in which they were enrolled and therefore not included in our fee-for-service data. A data source that separately identifies these managed care claims during the base period is not yet available so adjustment factors have been developed to gross up the fee-for-service data to be inclusive of the expected managed care claims. Attachment 8 presents a summary of the derivation of these adjustment factors.

Managed Care Efficiency

Our rating analysis includes an explicit assumption regarding the anticipated reduction in claims cost resulting from the implementation of managed care. In deriving the managed care efficiency factor, we relied upon experience from previous STAR+PLUS expansions. The following table includes the managed care savings assumptions by type of service:

Acute Care (non-inpatient)	3.3%
Acute Care (inpatient)	14.7%
Nursing Facility	0.0%

The savings assumptions take into consideration that some of the acute care claims are currently delivered under the STAR+PLUS managed care program. For these acute care claims no further managed care savings are assumed.

No managed care savings are assumed for nursing facility services because the health plans are required to contract with all nursing facilities at a reimbursement level that is at least equal to the current Medicaid fee-for-service reimbursement.

Attachment 9 provides additional information regarding the derivation of these adjustment factors.

Service Coordination

The health plans will be required to utilize service coordinators to conduct face-to-face meetings with their members residing in nursing facilities. The service coordinators will partner with nursing facility care coordinators and other nursing facility staff to ensure members' care is holistically integrated and coordinated and find ways to avoid preventable hospital admissions, readmissions, and emergency room visits, resulting in

shared savings to benefit both the nursing facilities and health plans, and most importantly the members themselves. The average service coordination expense of \$17.14 per member per month for the existing STAR+PLUS health plans and populations has been included in the nursing facility rate development.

IV. Administrative Fees, Taxes and Risk Margin

The rating methodology includes an explicit provision for administrative services. The amount allocated for administrative expenses is \$139.00 pmpm. This amount is intended to provide for all administrative-related services performed by the health plan.

The administrative fee amounts were determined based on a review of the administrative fee provision included in the current STAR+PLUS capitation rates for the HCBS populations. The HCBS population includes individuals who meet the institutional level of care criteria but are residing in a community setting rather than a nursing facility. This population most closely resembles the nursing facility population and the administrative burden that the health plans will encounter.

The premium rates also include an amount for premium tax (1.75% of premium), maintenance tax (\$0.07 pmpm) and a risk margin (2.0% of premium).

The capitation rates included in this document do not include provision for the Affordable Care Act (ACA) Health Insurance Providers Fee. HHSC will develop and implement a procedure for reimbursing the health plans for (i) the ACA Health Insurance Providers Fee, (ii) any applicable federal income tax impact resulting from payment of the ACA Health Insurance Providers Fee and (iii) any applicable state premium tax impact resulting from payment of the ACA Health Insurance Providers Fee. Such reimbursement will be provided based on a CMS-approved methodology.

V. Summary

The chart below presents the results of the FY2016 STAR+PLUS Nursing Facility rating analysis and includes all components of the premium – acute care non-inpatient, acute care inpatient, nursing facility, prescription drugs and minimum payment for qualified nursing facilities. This report details the development of the acute care (non-inpatient and inpatient) and nursing facility components of the premium. Further information regarding the prescription drug component of the premium rate can be found in the report titled State Of Texas Medicaid Managed Care Rate Setting Pharmacy Carve-In State Fiscal Year 2016.

<u>Service Area</u>	<u>Medicaid Only</u>	<u>Dual Eligible</u>
Monthly Premium Rates		
Bexar	\$7,661.72	\$4,600.70
Dallas	\$7,914.92	\$4,747.04
El Paso	\$6,898.75	\$4,113.85
Harris	\$7,707.38	\$4,386.62
Hidalgo	\$8,753.85	\$4,973.78
Jefferson	\$7,655.29	\$4,271.23
Lubbock	\$8,733.61	\$5,037.89
Nueces	\$7,936.05	\$5,012.51
Tarrant	\$7,430.04	\$4,411.79
Travis	\$7,678.16	\$4,593.97
MRSA Central	\$7,419.56	\$4,597.18
MRSA Northeast	\$7,370.43	\$4,186.50
MRSA West	\$8,186.22	\$4,893.93

VI. Actuarial Certification of FY2016 STAR+PLUS Nursing Facility Premium Rates

I, Evan L. Dial, am a principal with the firm of Rudd and Wisdom, Inc., Consulting Actuaries (Rudd and Wisdom). I am a Fellow of the Society of Actuaries and a member of the American Academy of Actuaries. I meet the Academy's qualification standards for rendering this opinion.

Rudd and Wisdom has been retained by the Texas Health and Human Services Commission (HHSC) to assist in the development of their state fiscal year 2016 (FY2016) managed care rate-setting methodology, assumptions and resulting premium rates and to provide the actuarial certification required under Centers for Medicare and Medicaid Services (CMS) requirements 42 CFR 438.6(c).

I certify that the FY2016 premium rates developed by HHSC and Rudd and Wisdom satisfy the following:

- (a) The premium rates have been developed in accordance with generally accepted actuarial principals and practices;
- (b) The premium rates are appropriate for the populations and services covered under the managed care contract; and
- (c) The premium rates are actuarially sound as defined in the regulations.

We have relied on historical experience data and program information provided to us by HHSC. We have reviewed the data for reasonableness but have not audited the data.

Please note that actual health plan contractor experience will differ from these projections. Rudd and Wisdom has developed these rates on behalf of the State to demonstrate compliance with the CMS requirements under 42 CFR 438.6(c). Any health plan contracting with the State should analyze its own projected premium needs before deciding whether to contract with the State.



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VII. Attachments

Attachment 1

Summary of FY2016 STAR+PLUS Nursing Facility Rating Analysis

The attached exhibit presents summary information regarding the FY2016 rates. Included on the exhibits are current (FY2015) premium rates split by component: acute care (non-inpatient), acute care (inpatient), nursing facility, prescription drug and the Minimum Payment for Qualified Nursing Facility add-on; FY2016 premium rates split by component; and a comparison of the FY2015 and FY2016 premium rates. All health plans participating in a service area will be paid the same rate during the rating period.

It must be noted that there is a large shift in the nursing facility component of the premium between the non dual and dual risk groups from the FY2015 premium rates. This shift is due to a revision in the methodology in which DADS identifies the Medicare status of nursing facility residents in the claims data provided as described on page 1 of this report. This improved identification methodology has reallocated nursing facility claim payments between the two categories since the FY2015 rating analysis. In aggregate the nursing facility claim payments have not changed however the distribution between the two categories has been improved. Given the change only impacts the allocation of the claim payments and not the aggregate total we have determined it is unnecessary to revise the current (FY2015) premium rates to reflect this change.

FY2016 STAR+PLUS Nursing Facility Rating Summary

	Current 3/1/2015-8/31/2015		FY2016		% Change	
	Medicaid Only	Dual Eligible	Medicaid Only	Dual Eligible	Medicaid Only	Dual Eligible
Acute Care (Non-Inpatient) Premium Rates pmpm						
Bexar	599.86	0.00	562.25	0.00	-6.3%	0.0%
Dallas	593.40	0.00	649.35	0.00	9.4%	0.0%
El Paso	541.60	0.00	504.12	0.00	-6.9%	0.0%
Harris	692.29	0.00	665.05	0.00	-3.9%	0.0%
Hidalgo	789.23	0.00	866.69	0.00	9.8%	0.0%
Jefferson	589.06	0.00	565.92	0.00	-3.9%	0.0%
Lubbock	519.76	0.00	529.83	0.00	1.9%	0.0%
Nueces	451.74	0.00	477.59	0.00	5.7%	0.0%
Tarrant	523.85	0.00	503.24	0.00	-3.9%	0.0%
Travis	511.80	0.00	535.99	0.00	4.7%	0.0%
MRSA Central	435.63	0.00	450.86	0.00	3.5%	0.0%
MRSA Northeast	444.80	0.00	523.29	0.00	17.6%	0.0%
MRSA West	410.96	0.00	423.94	0.00	3.2%	0.0%
Acute Care (Inpatient) Premium Rates pmpm						
Bexar	798.12	0.00	673.39	0.00	-15.6%	0.0%
Dallas	884.87	0.00	819.35	0.00	-7.4%	0.0%
El Paso	613.11	0.00	579.19	0.00	-5.5%	0.0%
Harris	808.18	0.00	679.28	0.00	-15.9%	0.0%
Hidalgo	1,087.76	0.00	804.20	0.00	-26.1%	0.0%
Jefferson	957.82	0.00	681.79	0.00	-28.8%	0.0%
Lubbock	855.99	0.00	831.88	0.00	-2.8%	0.0%
Nueces	687.35	0.00	683.69	0.00	-0.5%	0.0%
Tarrant	701.22	0.00	576.81	0.00	-17.7%	0.0%
Travis	555.02	0.00	503.14	0.00	-9.3%	0.0%
MRSA Central	550.02	0.00	555.13	0.00	0.9%	0.0%
MRSA Northeast	826.22	0.00	881.79	0.00	6.7%	0.0%
MRSA West	594.44	0.00	607.17	0.00	2.1%	0.0%
Nursing Facility Care Premium Rates pmpm						
Bexar	5,582.14	3,564.63	4,678.51	3,814.06	-16.2%	7.0%
Dallas	5,724.58	3,483.45	4,557.96	3,813.23	-20.4%	9.5%
El Paso	7,004.79	3,800.79	5,262.14	4,113.85	-24.9%	8.2%
Harris	5,988.40	3,428.32	4,709.53	3,711.77	-21.4%	8.3%
Hidalgo	6,589.90	3,981.21	5,311.96	4,245.86	-19.4%	6.6%
Jefferson	5,680.30	3,332.94	4,699.62	3,552.77	-17.3%	6.6%
Lubbock	5,590.44	3,319.43	4,595.45	3,561.98	-17.8%	7.3%
Nueces	6,036.53	3,464.90	4,490.12	3,765.77	-25.6%	8.7%
Tarrant	5,990.89	3,328.99	4,594.46	3,657.44	-23.3%	9.9%
Travis	5,568.14	3,423.56	4,546.24	3,730.64	-18.4%	9.0%
MRSA Central	5,371.85	3,331.74	4,436.98	3,566.31	-17.4%	7.0%
MRSA Northeast	6,055.63	3,431.19	4,580.45	3,696.90	-24.4%	7.7%
MRSA West	5,796.82	3,323.42	4,705.47	3,584.25	-18.8%	7.8%

FY2016 STAR+PLUS Nursing Facility Rating Summary

	Current 3/1/2015-8/31/2015		FY2016		% Change	
	Medicaid	Dual	Medicaid	Dual	Medicaid	Dual
	Only	Eligible	Only	Eligible	Only	Eligible
Prescription Drug Premium Rates pmpm						
Bexar	743.03	0.00	768.19	0.00	3.4%	0.0%
Dallas	743.26	0.00	754.94	0.00	1.6%	0.0%
El Paso	497.36	0.00	553.30	0.00	11.2%	0.0%
Harris	780.76	0.00	782.85	0.00	0.3%	0.0%
Hidalgo	827.04	0.00	846.86	0.00	2.4%	0.0%
Jefferson	733.46	0.00	740.04	0.00	0.9%	0.0%
Lubbock	808.39	0.00	837.50	0.00	3.6%	0.0%
Nueces	761.24	0.00	776.99	0.00	2.1%	0.0%
Tarrant	801.61	0.00	793.00	0.00	-1.1%	0.0%
Travis	1,001.24	0.00	1,025.61	0.00	2.4%	0.0%
MRSA Central	668.35	0.00	673.93	0.00	0.8%	0.0%
MRSA Northeast	769.54	0.00	768.20	0.00	-0.2%	0.0%
MRSA West	687.73	0.00	700.87	0.00	1.9%	0.0%
Minimum Payment for Qualified Nursing Facility Premium Rates pmpm						
Bexar	225.59	141.04	979.38	786.64	334.1%	457.7%
Dallas	0.00	0.00	1,133.32	933.81	0.0%	0.0%
El Paso	0.00	0.00	0.00	0.00	0.0%	0.0%
Harris	428.48	239.36	870.67	674.85	103.2%	181.9%
Hidalgo	329.46	195.01	924.14	727.92	180.5%	273.3%
Jefferson	270.01	154.51	967.92	718.46	258.5%	365.0%
Lubbock	1,185.26	686.75	1,938.95	1,475.91	63.6%	114.9%
Nueces	1,088.78	610.59	1,507.66	1,246.74	38.5%	104.2%
Tarrant	574.20	311.12	962.53	754.35	67.6%	142.5%
Travis	427.20	256.95	1,067.18	863.33	149.8%	236.0%
MRSA Central	1,353.72	821.14	1,302.66	1,030.87	-3.8%	25.5%
MRSA Northeast	505.69	279.71	616.70	489.60	22.0%	75.0%
MRSA West	1,523.17	852.54	1,748.77	1,309.68	14.8%	53.6%
Total Premium Rates pmpm						
Bexar	7,948.74	3,705.67	7,661.72	4,600.70	-3.6%	24.2%
Dallas	7,946.11	3,483.45	7,914.92	4,747.04	-0.4%	36.3%
El Paso	8,656.86	3,800.79	6,898.75	4,113.85	-20.3%	8.2%
Harris	8,698.11	3,667.68	7,707.38	4,386.62	-11.4%	19.6%
Hidalgo	9,623.39	4,176.22	8,753.85	4,973.78	-9.0%	19.1%
Jefferson	8,230.65	3,487.45	7,655.29	4,271.23	-7.0%	22.5%
Lubbock	8,959.84	4,006.18	8,733.61	5,037.89	-2.5%	25.8%
Nueces	9,025.64	4,075.49	7,936.05	5,012.51	-12.1%	23.0%
Tarrant	8,591.77	3,640.11	7,430.04	4,411.79	-13.5%	21.2%
Travis	8,063.40	3,680.51	7,678.16	4,593.97	-4.8%	24.8%
MRSA Central	8,379.57	4,152.88	7,419.56	4,597.18	-11.5%	10.7%
MRSA Northeast	8,601.88	3,710.90	7,370.43	4,186.50	-14.3%	12.8%
MRSA West	9,013.12	4,175.96	8,186.22	4,893.93	-9.2%	17.2%

Attachment 2

Incurred Claims Analysis

The following exhibits present an analysis of the Fee-for-Service (FFS) incurred claims experience for all service areas by type of service. This information includes all claims incurred during the period September 1, 2013 through October 31, 2014 and paid through March 31, 2015.

The exhibits include the following information: (i) monthly enrollment, (ii) claim amounts incurred in that month and paid through March 31, 2015, (iii) estimated proportion of that month's incurred claims paid through March 31, 2015 (completion factor), (iv) estimated incurred claims and (v) estimated incurred claims per member per month (pmpm).

Exhibit A summarizes the nursing facility claims, Exhibit B the non-inpatient acute care claims and Exhibit C the inpatient acute care claims.

Estimated Incurred Claims - Nursing Facility

	Bexar					Dallas				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-13	627	2,149,416	1.0000	2,149,416	3,428.10	922	3,098,002	1.0000	3,098,002	3,360.09
Oct-13	622	2,429,703	1.0000	2,429,703	3,906.28	891	3,614,131	1.0000	3,614,131	4,056.26
Nov-13	623	2,156,680	1.0000	2,156,680	3,461.77	912	3,128,297	1.0000	3,128,297	3,430.15
Dec-13	619	2,207,014	1.0000	2,207,014	3,565.45	902	3,201,822	1.0000	3,201,822	3,549.69
Jan-14	617	2,664,811	1.0000	2,664,811	4,318.98	927	3,788,355	1.0000	3,788,355	4,086.68
Feb-14	607	2,037,816	1.0000	2,037,816	3,357.19	902	3,068,459	1.0000	3,068,459	3,401.84
Mar-14	603	2,361,627	1.0000	2,361,627	3,916.46	905	3,488,972	1.0000	3,488,972	3,855.22
Apr-14	614	2,611,331	0.9982	2,616,040	4,260.65	915	3,771,745	0.9982	3,778,546	4,129.56
May-14	610	2,379,426	0.9962	2,388,503	3,915.58	925	3,447,323	0.9962	3,460,472	3,741.05
Jun-14	603	2,272,814	0.9943	2,285,843	3,790.79	916	3,284,028	0.9943	3,302,855	3,605.74
Jul-14	598	2,904,960	0.9907	2,932,230	4,903.39	889	4,231,573	0.9907	4,271,296	4,804.61
Aug-14	583	2,243,693	0.9876	2,271,864	3,896.85	884	3,224,374	0.9876	3,264,858	3,693.28
Sep-14	575	2,085,688	0.9800	2,128,253	3,701.31	877	3,188,248	0.9800	3,253,314	3,709.59
Oct-14	545	2,814,595	0.9771	2,880,560	5,285.43	845	4,202,012	0.9771	4,300,493	5,089.34
FY2014	7,326	28,419,292		28,501,547	3,890.47	10,890	41,347,081		41,466,066	3,807.72
11/13-10/14	7,197	28,740,457		28,931,242	4,019.90	10,799	42,025,208		42,307,740	3,917.75
Dual Eligible										
Sep-13	4,868	15,339,286	1.0000	15,339,286	3,151.04	6,776	21,030,816	1.0000	21,030,816	3,103.72
Oct-13	4,922	15,997,110	1.0000	15,997,110	3,250.12	6,733	21,477,602	1.0000	21,477,602	3,189.90
Nov-13	4,880	15,382,876	1.0000	15,382,876	3,152.23	6,647	20,978,887	1.0000	20,978,887	3,156.14
Dec-13	4,866	15,852,774	1.0000	15,852,774	3,257.87	6,564	21,542,043	1.0000	21,542,043	3,281.85
Jan-14	4,902	15,224,595	1.0000	15,224,595	3,105.79	6,681	20,855,550	1.0000	20,855,550	3,121.62
Feb-14	4,853	13,896,744	1.0000	13,896,744	2,863.54	6,617	18,747,871	1.0000	18,747,871	2,833.29
Mar-14	4,867	15,768,201	1.0000	15,768,201	3,239.82	6,592	20,923,671	1.0000	20,923,671	3,174.10
Apr-14	4,849	14,991,445	0.9982	15,018,479	3,097.23	6,581	20,127,337	0.9982	20,163,631	3,063.92
May-14	4,826	16,015,156	0.9962	16,076,245	3,331.17	6,620	21,658,114	0.9962	21,740,729	3,284.10
Jun-14	4,826	15,236,357	0.9943	15,323,702	3,175.24	6,594	20,925,594	0.9943	21,045,554	3,191.62
Jul-14	4,811	15,272,932	0.9907	15,416,303	3,204.39	6,596	21,171,944	0.9907	21,370,691	3,239.95
Aug-14	4,764	15,990,127	0.9876	16,190,894	3,398.59	6,598	22,321,823	0.9876	22,602,089	3,425.60
Sep-14	4,663	15,661,278	0.9800	15,980,896	3,427.17	6,467	21,961,500	0.9800	22,409,694	3,465.24
Oct-14	4,552	15,653,342	0.9771	16,020,204	3,519.38	6,341	21,771,763	0.9771	22,282,021	3,513.96
FY2014	58,234	184,967,603		185,487,210	3,185.20	79,599	251,761,253		252,479,135	3,171.89
11/13-10/14	57,659	184,945,826		186,151,914	3,228.50	78,898	252,986,097		254,662,432	3,227.74

Estimated Incurred Claims - Nursing Facility

	El Paso					Harris				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	61	210,607	1.0000	210,607	3,452.57	1,004	3,440,112	1.0000	3,440,112	3,426.41
Oct-12	63	283,231	1.0000	283,231	4,495.73	1,002	4,031,523	1.0000	4,031,523	4,023.48
Nov-12	60	194,931	1.0000	194,931	3,248.84	994	3,494,155	1.0000	3,494,155	3,515.25
Dec-12	62	207,659	1.0000	207,659	3,349.34	1,016	3,658,369	1.0000	3,658,369	3,600.76
Jan-13	64	345,111	1.0000	345,111	5,392.35	1,006	4,388,079	1.0000	4,388,079	4,361.91
Feb-13	59	198,741	1.0000	198,741	3,368.50	996	3,376,948	1.0000	3,376,948	3,390.51
Mar-13	60	232,975	1.0000	232,975	3,882.91	986	3,795,982	1.0000	3,795,982	3,849.88
Apr-13	61	297,318	0.9982	297,854	4,882.85	998	4,345,489	0.9982	4,353,325	4,362.05
May-13	62	283,103	0.9962	284,183	4,583.59	1,005	3,851,103	0.9962	3,865,793	3,846.56
Jun-13	60	237,346	0.9943	238,706	3,978.44	1,015	3,646,160	0.9943	3,667,062	3,612.87
Jul-13	58	378,470	0.9907	382,023	6,586.61	1,004	5,144,810	0.9907	5,193,106	5,172.42
Aug-13	63	230,845	0.9876	233,744	3,710.22	985	3,762,521	0.9876	3,809,762	3,867.78
Sep-13	57	241,790	0.9800	246,724	4,328.49	962	3,599,964	0.9800	3,673,433	3,818.54
Oct-13	57	397,014	0.9771	406,319	7,128.40	941	4,826,178	0.9771	4,939,287	5,248.98
FY2014	733	3,100,336		3,109,764	4,242.52	12,011	46,935,252		47,074,217	3,919.26
11/13-10/14	723	3,245,302		3,268,969	4,521.40	11,908	47,889,758		48,215,302	4,048.98
Dual Eligible										
Sep-12	971	3,254,086	1.0000	3,254,086	3,351.27	8,316	25,525,857	1.0000	25,525,857	3,069.49
Oct-12	971	3,366,266	1.0000	3,366,266	3,466.80	8,362	25,999,780	1.0000	25,999,780	3,109.28
Nov-12	971	3,290,529	1.0000	3,290,529	3,388.80	8,362	25,423,088	1.0000	25,423,088	3,040.31
Dec-12	980	3,400,962	1.0000	3,400,962	3,470.37	8,343	26,590,968	1.0000	26,590,968	3,187.22
Jan-13	984	3,329,250	1.0000	3,329,250	3,383.38	8,343	25,693,536	1.0000	25,693,536	3,079.65
Feb-13	974	3,123,836	1.0000	3,123,836	3,207.22	8,320	23,400,154	1.0000	23,400,154	2,812.52
Mar-13	986	3,500,727	1.0000	3,500,727	3,550.43	8,367	26,297,279	1.0000	26,297,279	3,142.98
Apr-13	981	3,363,013	0.9982	3,369,077	3,434.33	8,329	24,638,035	0.9982	24,682,464	2,963.44
May-13	995	3,528,215	0.9962	3,541,673	3,559.47	8,398	26,720,325	0.9962	26,822,250	3,193.89
Jun-13	999	3,420,001	0.9943	3,439,607	3,443.05	8,363	25,821,370	0.9943	25,969,396	3,105.27
Jul-13	1,003	3,423,907	0.9907	3,456,049	3,445.71	8,386	25,749,257	0.9907	25,990,973	3,099.33
Aug-13	999	3,594,660	0.9876	3,639,794	3,643.44	8,273	27,194,747	0.9876	27,536,196	3,328.44
Sep-13	983	3,484,701	0.9800	3,555,817	3,617.31	8,053	26,370,176	0.9800	26,908,343	3,341.41
Oct-13	956	3,407,315	0.9771	3,487,171	3,647.67	7,899	26,048,598	0.9771	26,659,091	3,375.00
FY2014	11,814	40,595,452		40,711,856	3,446.07	100,162	309,054,397		309,931,940	3,094.31
11/13-10/14	11,811	40,867,117		41,134,492	3,482.73	99,436	309,947,533		311,973,737	3,137.43

Estimated Incurred Claims - Nursing Facility

	Hidalgo					Jefferson				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	260	943,947	1.0000	943,947	3,630.57	250	894,142	1.0000	894,142	3,576.57
Oct-12	250	1,235,561	1.0000	1,235,561	4,942.25	248	1,033,281	1.0000	1,033,281	4,166.45
Nov-12	244	931,523	1.0000	931,523	3,817.72	245	855,028	1.0000	855,028	3,489.91
Dec-12	237	944,703	1.0000	944,703	3,986.09	251	933,185	1.0000	933,185	3,717.87
Jan-13	241	1,157,633	1.0000	1,157,633	4,803.46	250	1,099,713	1.0000	1,099,713	4,398.85
Feb-13	246	890,352	1.0000	890,352	3,619.32	245	852,066	1.0000	852,066	3,477.82
Mar-13	241	987,020	1.0000	987,020	4,095.52	248	978,767	1.0000	978,767	3,946.64
Apr-13	244	1,219,540	0.9982	1,221,740	5,007.13	256	1,112,584	0.9982	1,114,590	4,353.87
May-13	246	987,060	0.9962	990,825	4,027.74	260	972,575	0.9962	976,285	3,754.94
Jun-13	236	1,101,003	0.9943	1,107,315	4,692.01	258	973,829	0.9943	979,411	3,796.17
Jul-13	239	1,500,061	0.9907	1,514,142	6,335.32	249	1,259,291	0.9907	1,271,112	5,104.87
Aug-13	241	959,776	0.9876	971,826	4,032.47	245	923,900	0.9876	935,500	3,818.37
Sep-13	242	961,140	0.9800	980,755	4,052.71	248	860,907	0.9800	878,477	3,542.24
Oct-13	228	1,490,111	0.9771	1,525,034	6,688.75	248	1,224,080	0.9771	1,252,768	5,051.49
FY2014	2,925	12,858,179		12,896,588	4,409.09	3,005	11,888,362		11,923,082	3,967.75
11/13-10/14	2,885	13,129,921		13,222,868	4,583.32	3,003	12,045,926		12,126,905	4,038.26
Dual Eligible										
Sep-12	3,194	11,315,014	1.0000	11,315,014	3,542.58	2,294	6,718,669	1.0000	6,718,669	2,928.80
Oct-12	3,196	11,459,275	1.0000	11,459,275	3,585.51	2,286	6,845,785	1.0000	6,845,785	2,994.66
Nov-12	3,187	11,205,191	1.0000	11,205,191	3,515.91	2,286	6,752,635	1.0000	6,752,635	2,953.91
Dec-12	3,189	11,629,016	1.0000	11,629,016	3,646.60	2,282	6,888,071	1.0000	6,888,071	3,018.44
Jan-13	3,177	11,465,211	1.0000	11,465,211	3,608.82	2,280	6,628,050	1.0000	6,628,050	2,907.04
Feb-13	3,127	10,277,031	1.0000	10,277,031	3,286.55	2,248	5,978,283	1.0000	5,978,283	2,659.38
Mar-13	3,151	11,455,334	1.0000	11,455,334	3,635.46	2,269	6,887,910	1.0000	6,887,910	3,035.66
Apr-13	3,151	10,884,206	0.9982	10,903,832	3,460.44	2,259	6,457,756	0.9982	6,469,401	2,863.83
May-13	3,169	11,535,913	0.9962	11,579,917	3,654.12	2,239	6,802,514	0.9962	6,828,462	3,049.78
Jun-13	3,156	11,068,178	0.9943	11,131,629	3,527.13	2,243	6,577,858	0.9943	6,615,567	2,949.43
Jul-13	3,171	11,098,880	0.9907	11,203,069	3,532.98	2,236	6,570,477	0.9907	6,632,156	2,966.08
Aug-13	3,161	11,724,391	0.9876	11,871,599	3,755.65	2,215	6,947,779	0.9876	7,035,013	3,176.08
Sep-13	3,099	11,616,702	0.9800	11,853,777	3,825.03	2,181	6,867,255	0.9800	7,007,403	3,212.93
Oct-13	3,058	11,524,678	0.9771	11,794,778	3,857.02	2,151	6,703,396	0.9771	6,860,502	3,189.45
FY2014	38,029	135,117,641		135,496,119	3,562.97	27,137	80,055,787		80,280,002	2,958.32
11/13-10/14	37,796	135,484,732		136,370,385	3,608.06	26,889	80,061,984		80,583,453	2,996.89

Estimated Incurred Claims - Nursing Facility

	Lubbock					Nueces				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	262	955,709	1.0000	955,709	3,647.74	216	707,689	1.0000	707,689	3,276.34
Oct-12	266	1,064,370	1.0000	1,064,370	4,001.39	218	883,368	1.0000	883,368	4,052.15
Nov-12	265	959,733	1.0000	959,733	3,621.63	223	726,738	1.0000	726,738	3,258.91
Dec-12	262	929,526	1.0000	929,526	3,547.81	225	774,438	1.0000	774,438	3,441.95
Jan-13	254	1,137,663	1.0000	1,137,663	4,478.99	224	974,297	1.0000	974,297	4,349.54
Feb-13	256	867,290	1.0000	867,290	3,387.85	220	716,452	1.0000	716,452	3,256.60
Mar-13	250	922,883	1.0000	922,883	3,691.53	218	839,150	1.0000	839,150	3,849.31
Apr-13	259	1,019,998	0.9982	1,021,837	3,945.32	227	919,463	0.9982	921,121	4,057.80
May-13	249	972,290	0.9962	975,999	3,919.67	221	781,436	0.9962	784,417	3,549.40
Jun-13	249	884,456	0.9943	889,526	3,572.39	217	779,258	0.9943	783,725	3,611.64
Jul-13	239	1,171,911	0.9907	1,182,913	4,949.42	215	1,013,949	0.9907	1,023,467	4,760.31
Aug-13	235	890,530	0.9876	901,711	3,837.07	223	789,290	0.9876	799,201	3,583.86
Sep-13	232	840,527	0.9800	857,681	3,696.90	217	755,796	0.9800	771,220	3,554.01
Oct-13	221	1,062,079	0.9771	1,086,971	4,918.42	209	1,029,377	0.9771	1,053,502	5,040.68
FY2014	3,046	11,776,358		11,809,158	3,876.94	2,647	9,905,528		9,934,063	3,752.95
11/13-10/14	2,971	11,658,886		11,733,732	3,949.42	2,639	10,099,644		10,167,728	3,852.87
Dual Eligible										
Sep-12	1,912	5,620,482	1.0000	5,620,482	2,939.58	2,337	7,215,010	1.0000	7,215,010	3,087.30
Oct-12	1,910	5,688,685	1.0000	5,688,685	2,978.37	2,331	7,426,486	1.0000	7,426,486	3,185.97
Nov-12	1,901	5,475,002	1.0000	5,475,002	2,880.06	2,319	7,184,468	1.0000	7,184,468	3,098.09
Dec-12	1,861	5,824,671	1.0000	5,824,671	3,129.86	2,298	7,346,524	1.0000	7,346,524	3,196.92
Jan-13	1,870	5,528,970	1.0000	5,528,970	2,956.67	2,341	7,208,989	1.0000	7,208,989	3,079.45
Feb-13	1,861	4,977,383	1.0000	4,977,383	2,674.57	2,301	6,507,888	1.0000	6,507,888	2,828.29
Mar-13	1,873	5,656,635	1.0000	5,656,635	3,020.09	2,313	7,347,790	1.0000	7,347,790	3,176.74
Apr-13	1,882	5,354,005	0.9982	5,363,659	2,849.98	2,307	7,044,346	0.9982	7,057,049	3,058.97
May-13	1,859	5,666,969	0.9962	5,688,586	3,060.02	2,310	7,444,454	0.9962	7,472,851	3,235.00
Jun-13	1,887	5,533,896	0.9943	5,565,620	2,949.45	2,268	7,046,338	0.9943	7,086,732	3,124.66
Jul-13	1,894	5,506,208	0.9907	5,557,897	2,934.48	2,271	7,171,291	0.9907	7,238,610	3,187.41
Aug-13	1,848	5,811,707	0.9876	5,884,677	3,184.35	2,264	7,518,431	0.9876	7,612,830	3,362.56
Sep-13	1,821	5,692,616	0.9800	5,808,791	3,189.89	2,205	7,442,925	0.9800	7,594,822	3,444.36
Oct-13	1,776	5,692,859	0.9771	5,826,281	3,280.56	2,188	7,402,037	0.9771	7,575,516	3,462.30
FY2014	22,558	66,644,613		66,832,267	2,962.69	27,660	86,462,014		86,705,226	3,134.68
11/13-10/14	22,333	66,720,922		67,158,173	3,007.13	27,385	86,665,480		87,234,068	3,185.47

Estimated Incurred Claims - Nursing Facility

	Tarrant					Travis				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	714	2,596,216	1.0000	2,596,216	3,636.16	377	1,219,871	1.0000	1,219,871	3,235.73
Oct-12	746	3,187,687	1.0000	3,187,687	4,273.04	375	1,515,346	1.0000	1,515,346	4,040.92
Nov-12	740	2,666,857	1.0000	2,666,857	3,603.86	381	1,310,374	1.0000	1,310,374	3,439.30
Dec-12	722	2,698,956	1.0000	2,698,956	3,738.17	376	1,382,173	1.0000	1,382,173	3,675.99
Jan-13	713	3,147,147	1.0000	3,147,147	4,413.95	377	1,597,710	1.0000	1,597,710	4,237.96
Feb-13	714	2,425,698	1.0000	2,425,698	3,397.34	382	1,263,192	1.0000	1,263,192	3,306.79
Mar-13	723	2,710,520	1.0000	2,710,520	3,748.99	378	1,448,595	1.0000	1,448,595	3,832.26
Apr-13	742	3,056,984	0.9982	3,062,497	4,127.35	372	1,517,568	0.9982	1,520,305	4,086.84
May-13	727	2,744,234	0.9962	2,754,702	3,789.14	373	1,355,954	0.9962	1,361,127	3,649.13
Jun-13	726	2,619,354	0.9943	2,634,370	3,628.61	365	1,275,213	0.9943	1,282,523	3,513.76
Jul-13	741	3,384,363	0.9907	3,416,133	4,610.17	361	1,753,701	0.9907	1,770,164	4,903.50
Aug-13	724	2,583,230	0.9876	2,615,664	3,612.80	358	1,250,893	0.9876	1,266,599	3,537.99
Sep-13	701	2,416,016	0.9800	2,465,323	3,516.87	349	1,194,498	0.9800	1,218,876	3,492.48
Oct-13	687	3,465,553	0.9771	3,546,774	5,162.70	346	1,765,540	0.9771	1,806,918	5,222.31
FY2014	8,732	33,821,246		33,916,446	3,884.16	4,475	16,890,590		16,937,977	3,785.02
11/13-10/14	8,660	33,918,911		34,144,639	3,942.80	4,418	17,115,411		17,228,555	3,899.63
Dual Eligible										
Sep-12	5,807	17,654,013	1.0000	17,654,013	3,040.13	3,498	10,644,139	1.0000	10,644,139	3,042.92
Oct-12	5,794	17,821,804	1.0000	17,821,804	3,075.91	3,493	10,895,075	1.0000	10,895,075	3,119.12
Nov-12	5,762	17,274,661	1.0000	17,274,661	2,998.03	3,477	10,592,217	1.0000	10,592,217	3,046.37
Dec-12	5,778	17,837,206	1.0000	17,837,206	3,087.09	3,475	10,852,768	1.0000	10,852,768	3,123.10
Jan-13	5,820	17,258,253	1.0000	17,258,253	2,965.34	3,444	10,400,036	1.0000	10,400,036	3,019.75
Feb-13	5,824	15,981,612	1.0000	15,981,612	2,744.10	3,411	9,433,861	1.0000	9,433,861	2,765.72
Mar-13	5,796	17,921,747	1.0000	17,921,747	3,092.09	3,406	10,791,571	1.0000	10,791,571	3,168.40
Apr-13	5,786	17,045,911	0.9982	17,076,649	2,951.37	3,409	10,512,516	0.9982	10,531,473	3,089.31
May-13	5,801	18,351,982	0.9962	18,421,985	3,175.66	3,430	11,286,530	0.9962	11,329,583	3,303.09
Jun-13	5,785	17,809,325	0.9943	17,911,420	3,096.18	3,433	10,819,459	0.9943	10,881,484	3,169.67
Jul-13	5,772	17,769,641	0.9907	17,936,450	3,107.49	3,426	10,794,781	0.9907	10,896,115	3,180.42
Aug-13	5,760	18,643,785	0.9876	18,877,871	3,277.41	3,387	10,961,176	0.9876	11,098,802	3,276.88
Sep-13	5,636	18,155,817	0.9800	18,526,343	3,287.14	3,379	11,012,528	0.9800	11,237,274	3,325.62
Oct-13	5,530	17,900,451	0.9771	18,319,979	3,312.84	3,311	10,990,372	0.9771	11,247,950	3,397.15
FY2014	69,485	211,369,940		211,973,671	3,050.64	41,289	127,984,129		128,347,121	3,108.51
11/13-10/14	69,050	211,950,390		213,344,176	3,089.71	40,988	128,447,816		129,293,132	3,154.41

Estimated Incurred Claims - Nursing Facility

	MRSA Central					MRSA Northeast				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	502	1,684,406	1.0000	1,684,406	3,355.39	820	3,139,545	1.0000	3,139,545	3,828.71
Oct-12	508	1,939,532	1.0000	1,939,532	3,817.98	800	3,818,230	1.0000	3,818,230	4,772.79
Nov-12	518	1,615,699	1.0000	1,615,699	3,119.11	781	3,020,687	1.0000	3,020,687	3,867.72
Dec-12	513	1,670,056	1.0000	1,670,056	3,255.47	780	3,101,221	1.0000	3,101,221	3,975.92
Jan-13	497	1,998,492	1.0000	1,998,492	4,021.11	789	3,590,056	1.0000	3,590,056	4,550.13
Feb-13	487	1,463,645	1.0000	1,463,645	3,005.43	796	2,908,560	1.0000	2,908,560	3,653.97
Mar-13	497	1,711,548	1.0000	1,711,548	3,443.76	794	3,337,412	1.0000	3,337,412	4,203.29
Apr-13	496	1,983,062	0.9982	1,986,638	4,005.32	812	3,700,684	0.9982	3,707,358	4,565.71
May-13	491	1,731,733	0.9962	1,738,339	3,540.41	810	3,313,835	0.9962	3,326,475	4,106.76
Jun-13	497	1,695,994	0.9943	1,705,717	3,432.03	802	3,134,507	0.9943	3,152,477	3,930.77
Jul-13	478	2,513,227	0.9907	2,536,820	5,307.15	798	4,220,121	0.9907	4,259,737	5,338.02
Aug-13	488	1,768,635	0.9876	1,790,842	3,669.76	803	3,110,561	0.9876	3,149,617	3,922.31
Sep-13	476	1,638,636	0.9800	1,672,077	3,512.77	795	3,148,984	0.9800	3,213,249	4,041.82
Oct-13	448	2,445,215	0.9771	2,502,523	5,585.99	795	4,243,738	0.9771	4,343,197	5,463.14
FY2014	5,972	21,776,029		21,841,732	3,657.36	9,585	40,395,419		40,511,373	4,226.54
11/13-10/14	5,886	22,235,942		22,392,394	3,804.35	9,555	40,830,367		41,110,045	4,302.46
Dual Eligible										
Sep-12	5,189	15,368,707	1.0000	15,368,707	2,961.79	7,091	21,826,099	1.0000	21,826,099	3,078.00
Oct-12	5,193	15,889,686	1.0000	15,889,686	3,059.83	7,101	22,317,508	1.0000	22,317,508	3,142.87
Nov-12	5,164	15,230,998	1.0000	15,230,998	2,949.46	7,023	21,730,296	1.0000	21,730,296	3,094.16
Dec-12	5,159	15,633,411	1.0000	15,633,411	3,030.32	7,037	22,354,046	1.0000	22,354,046	3,176.64
Jan-13	5,189	15,180,022	1.0000	15,180,022	2,925.42	7,087	21,726,907	1.0000	21,726,907	3,065.74
Feb-13	5,134	13,609,845	1.0000	13,609,845	2,650.92	6,993	19,583,221	1.0000	19,583,221	2,800.40
Mar-13	5,079	15,417,617	1.0000	15,417,617	3,035.56	6,985	21,887,304	1.0000	21,887,304	3,133.47
Apr-13	5,021	14,565,958	0.9982	14,592,224	2,906.24	6,928	20,813,361	0.9982	20,850,893	3,009.66
May-13	4,993	15,505,388	0.9962	15,564,533	3,117.27	6,924	21,948,921	0.9962	22,032,645	3,182.07
Jun-13	4,961	14,604,563	0.9943	14,688,286	2,960.75	6,862	21,125,406	0.9943	21,246,511	3,096.26
Jul-13	4,907	14,666,677	0.9907	14,804,357	3,016.99	6,896	21,189,587	0.9907	21,388,500	3,101.58
Aug-13	4,890	15,233,561	0.9876	15,424,829	3,154.36	6,812	22,212,222	0.9876	22,491,112	3,301.69
Sep-13	4,780	14,665,073	0.9800	14,964,361	3,130.62	6,771	21,943,840	0.9800	22,391,673	3,307.00
Oct-13	4,633	14,769,171	0.9771	15,115,312	3,262.53	6,662	21,839,411	0.9771	22,351,255	3,355.04
FY2014	60,879	180,906,433		181,404,516	2,979.76	83,739	258,714,878		259,435,042	3,098.14
11/13-10/14	59,910	179,082,285		180,225,796	3,008.28	82,980	258,354,522		260,034,363	3,133.70

Estimated Incurred Claims - Nursing Facility

	MRSA West					Total				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	505	1,755,085	1.0000	1,755,085	3,475.42	6,520	22,794,747	1.0000	22,794,747	3,496.13
Oct-12	507	2,016,662	1.0000	2,016,662	3,977.64	6,496	27,052,624	1.0000	27,052,624	4,164.50
Nov-12	507	1,787,992	1.0000	1,787,992	3,526.61	6,493	22,848,695	1.0000	22,848,695	3,518.97
Dec-12	511	1,883,115	1.0000	1,883,115	3,685.16	6,476	23,592,236	1.0000	23,592,236	3,643.03
Jan-13	523	2,359,387	1.0000	2,359,387	4,511.26	6,482	28,248,454	1.0000	28,248,454	4,357.98
Feb-13	511	1,703,242	1.0000	1,703,242	3,333.15	6,421	21,772,460	1.0000	21,772,460	3,390.82
Mar-13	495	1,930,321	1.0000	1,930,321	3,899.64	6,398	24,745,772	1.0000	24,745,772	3,867.74
Apr-13	508	2,217,773	0.9982	2,221,772	4,373.57	6,504	27,773,540	0.9982	27,823,622	4,277.92
May-13	508	1,984,422	0.9962	1,991,991	3,921.24	6,487	24,804,495	0.9962	24,899,111	3,838.31
Jun-13	509	1,849,776	0.9943	1,860,380	3,654.97	6,453	23,753,737	0.9943	23,889,909	3,702.14
Jul-13	506	2,460,644	0.9907	2,483,743	4,908.58	6,375	31,937,082	0.9907	32,236,885	5,056.77
Aug-13	499	1,765,533	0.9876	1,787,701	3,582.57	6,331	23,503,782	0.9876	23,798,889	3,759.10
Sep-13	484	1,784,232	0.9800	1,820,645	3,761.66	6,215	22,716,425	0.9800	23,180,026	3,729.69
Oct-13	488	2,545,339	0.9771	2,604,993	5,338.10	6,058	31,510,829	0.9771	32,249,339	5,323.43
FY2014	6,089	23,713,952		23,781,391	3,905.63	77,436	302,827,623		303,703,404	3,921.99
11/13-10/14	6,049	24,271,775		24,435,281	4,039.56	76,693	307,207,508		309,285,399	4,032.77
Dual Eligible										
Sep-12	5,335	15,839,595	1.0000	15,839,595	2,969.00	57,588	177,351,772	1.0000	177,351,772	3,079.67
Oct-12	5,352	16,110,113	1.0000	16,110,113	3,010.11	57,644	181,295,175	1.0000	181,295,175	3,145.08
Nov-12	5,324	15,559,585	1.0000	15,559,585	2,922.54	57,303	176,080,431	1.0000	176,080,431	3,072.80
Dec-12	5,286	16,040,031	1.0000	16,040,031	3,034.44	57,118	181,792,494	1.0000	181,792,494	3,182.75
Jan-13	5,295	15,481,471	1.0000	15,481,471	2,923.79	57,413	175,980,840	1.0000	175,980,840	3,065.17
Feb-13	5,241	14,044,960	1.0000	14,044,960	2,679.82	56,904	159,562,690	1.0000	159,562,690	2,804.07
Mar-13	5,267	15,977,220	1.0000	15,977,220	3,033.46	56,951	179,833,005	1.0000	179,833,005	3,157.68
Apr-13	5,226	15,151,218	0.9982	15,178,540	2,904.43	56,709	170,949,107	0.9982	171,257,370	3,019.93
May-13	5,227	16,173,681	0.9962	16,235,375	3,106.06	56,791	182,638,161	0.9962	183,334,833	3,228.24
Jun-13	5,197	15,719,670	0.9943	15,809,786	3,042.10	56,574	175,708,016	0.9943	176,715,293	3,123.61
Jul-13	5,192	15,603,591	0.9907	15,750,067	3,033.53	56,561	175,989,175	0.9907	177,641,238	3,140.70
Aug-13	5,138	16,003,105	0.9876	16,204,035	3,153.76	56,109	184,157,516	0.9876	186,469,741	3,323.35
Sep-13	5,005	15,648,747	0.9800	15,968,109	3,190.43	55,043	180,523,157	0.9800	184,207,303	3,346.61
Oct-13	4,914	15,818,345	0.9771	16,189,075	3,294.48	53,971	179,521,739	0.9771	183,729,136	3,404.22
FY2014	63,080	187,704,240		188,230,778	2,984.00	683,665	2,121,338,381		2,127,314,882	3,111.63
11/13-10/14	62,312	187,221,624		188,438,254	3,024.11	677,447	2,122,736,329		2,136,604,374	3,153.91

Estimated Incurred Claims - Acute Care Non-Inpatient

	Bexar					Dallas				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-13	627	249,705	1.0000	249,705	398.25	922	348,600	1.0000	348,600	378.09
Oct-13	622	280,600	1.0000	280,600	451.12	891	347,568	1.0000	347,568	390.09
Nov-13	623	248,501	1.0000	248,501	398.88	912	325,687	1.0000	325,687	357.11
Dec-13	619	258,579	1.0000	258,579	417.74	902	338,790	1.0000	338,790	375.60
Jan-14	617	250,608	1.0000	250,608	406.17	927	378,166	1.0000	378,166	407.95
Feb-14	607	208,752	0.9985	209,067	344.43	902	353,304	0.9985	353,836	392.28
Mar-14	603	200,238	0.9981	200,621	332.71	905	354,311	0.9981	354,990	392.25
Apr-14	614	230,417	0.9975	230,992	376.21	915	365,964	0.9975	366,877	400.96
May-14	610	230,033	0.9971	230,709	378.21	925	357,898	0.9971	358,949	388.05
Jun-14	603	209,168	0.9958	210,048	348.34	916	381,324	0.9958	382,928	418.04
Jul-14	598	215,894	0.9944	217,106	363.05	889	397,296	0.9944	399,525	449.41
Aug-14	583	175,873	0.9931	177,096	303.77	884	380,601	0.9931	383,247	433.54
Sep-14	575	208,365	0.9901	210,446	365.99	877	382,008	0.9901	385,823	439.94
Oct-14	545	216,157	0.9853	219,385	402.54	845	409,635	0.9853	415,754	492.02
FY2014	7,326	2,758,368		2,763,631	377.24	10,890	4,329,509		4,339,164	398.45
11/13-10/14	7,197	2,652,585		2,663,158	370.04	10,799	4,424,985		4,444,574	411.57
Dual Eligible										
Sep-13	4,868	0	1.0000	0	0.00	6,776	0	1.0000	0	0.00
Oct-13	4,922	0	1.0000	0	0.00	6,733	0	1.0000	0	0.00
Nov-13	4,880	0	1.0000	0	0.00	6,647	0	1.0000	0	0.00
Dec-13	4,866	0	1.0000	0	0.00	6,564	0	1.0000	0	0.00
Jan-14	4,902	0	1.0000	0	0.00	6,681	0	1.0000	0	0.00
Feb-14	4,853	0	1.0000	0	0.00	6,617	0	1.0000	0	0.00
Mar-14	4,867	0	1.0000	0	0.00	6,592	0	1.0000	0	0.00
Apr-14	4,849	0	1.0000	0	0.00	6,581	0	1.0000	0	0.00
May-14	4,826	0	1.0000	0	0.00	6,620	0	1.0000	0	0.00
Jun-14	4,826	0	1.0000	0	0.00	6,594	0	1.0000	0	0.00
Jul-14	4,811	0	1.0000	0	0.00	6,596	0	1.0000	0	0.00
Aug-14	4,764	0	1.0000	0	0.00	6,598	0	1.0000	0	0.00
Sep-14	4,663	0	1.0000	0	0.00	6,467	0	1.0000	0	0.00
Oct-14	4,552	0	1.0000	0	0.00	6,341	0	1.0000	0	0.00
FY2014	58,234	0		0	0.00	79,599	0		0	0.00
11/13-10/14	57,659	0		0	0.00	78,898	0		0	0.00

Estimated Incurred Claims - Acute Care Non-Inpatient

	El Paso					Harris				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	61	22,871	1.0000	22,871	374.93	1,004	436,268	1.0000	436,268	434.53
Oct-12	63	23,834	1.0000	23,834	378.31	1,002	490,696	1.0000	490,696	489.72
Nov-12	60	21,585	1.0000	21,585	359.76	994	488,713	1.0000	488,713	491.66
Dec-12	62	28,994	1.0000	28,994	467.65	1,016	497,628	1.0000	497,628	489.79
Jan-13	64	23,865	1.0000	23,865	372.90	1,006	504,818	1.0000	504,818	501.81
Feb-13	59	24,389	0.9985	24,425	413.99	996	460,543	0.9985	461,237	463.09
Mar-13	60	21,944	0.9981	21,986	366.44	986	485,520	0.9981	486,450	493.36
Apr-13	61	19,431	0.9975	19,480	319.34	998	500,461	0.9975	501,711	502.72
May-13	62	16,261	0.9971	16,309	263.04	1,005	537,931	0.9971	539,511	536.83
Jun-13	60	17,328	0.9958	17,401	290.01	1,015	402,406	0.9958	404,099	398.13
Jul-13	58	11,386	0.9944	11,449	197.40	1,004	444,222	0.9944	446,715	444.94
Aug-13	63	20,573	0.9931	20,716	328.82	985	405,083	0.9931	407,900	414.11
Sep-13	57	12,622	0.9901	12,748	223.65	962	418,771	0.9901	422,953	439.66
Oct-13	57	10,346	0.9853	10,501	184.22	941	434,429	0.9853	440,918	468.56
FY2014	733	252,461		252,915	345.04	12,011	5,654,290		5,665,745	471.71
11/13-10/14	723	228,724		229,460	317.37	11,908	5,580,526		5,602,652	470.49
Dual Eligible										
Sep-12	971	0	1.0000	0	0.00	8,316	0	1.0000	0	0.00
Oct-12	971	0	1.0000	0	0.00	8,362	0	1.0000	0	0.00
Nov-12	971	0	1.0000	0	0.00	8,362	0	1.0000	0	0.00
Dec-12	980	0	1.0000	0	0.00	8,343	0	1.0000	0	0.00
Jan-13	984	0	1.0000	0	0.00	8,343	0	1.0000	0	0.00
Feb-13	974	0	1.0000	0	0.00	8,320	0	1.0000	0	0.00
Mar-13	986	0	1.0000	0	0.00	8,367	0	1.0000	0	0.00
Apr-13	981	0	1.0000	0	0.00	8,329	0	1.0000	0	0.00
May-13	995	0	1.0000	0	0.00	8,398	0	1.0000	0	0.00
Jun-13	999	0	1.0000	0	0.00	8,363	0	1.0000	0	0.00
Jul-13	1,003	0	1.0000	0	0.00	8,386	0	1.0000	0	0.00
Aug-13	999	0	1.0000	0	0.00	8,273	0	1.0000	0	0.00
Sep-13	983	0	1.0000	0	0.00	8,053	0	1.0000	0	0.00
Oct-13	956	0	1.0000	0	0.00	7,899	0	1.0000	0	0.00
FY2014	11,814	0		0	0.00	100,162	0		0	0.00
11/13-10/14	11,811	0		0	0.00	99,436	0		0	0.00

Estimated Incurred Claims - Acute Care Non-Inpatient

	Hidalgo					Jefferson				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	260	128,111	1.0000	128,111	492.73	250	90,788	1.0000	90,788	363.15
Oct-12	250	138,025	1.0000	138,025	552.10	248	136,188	1.0000	136,188	549.14
Nov-12	244	106,712	1.0000	106,712	437.35	245	88,922	1.0000	88,922	362.95
Dec-12	237	94,619	1.0000	94,619	399.24	251	97,648	1.0000	97,648	389.03
Jan-13	241	111,167	1.0000	111,167	461.27	250	89,035	1.0000	89,035	356.14
Feb-13	246	109,439	0.9985	109,604	445.55	245	112,402	0.9985	112,572	459.48
Mar-13	241	110,554	0.9981	110,766	459.61	248	76,496	0.9981	76,643	309.04
Apr-13	244	113,498	0.9975	113,781	466.32	256	83,061	0.9975	83,269	325.27
May-13	246	143,639	0.9971	144,061	585.61	260	96,236	0.9971	96,519	371.23
Jun-13	236	128,737	0.9958	129,279	547.79	258	107,265	0.9958	107,717	417.51
Jul-13	239	140,065	0.9944	140,851	589.34	249	123,160	0.9944	123,851	497.39
Aug-13	241	144,749	0.9931	145,755	604.79	245	89,609	0.9931	90,232	368.29
Sep-13	242	126,922	0.9901	128,190	529.71	248	118,985	0.9901	120,173	484.57
Oct-13	228	134,649	0.9853	136,660	599.39	248	98,696	0.9853	100,171	403.91
FY2014	2,925	1,469,315		1,472,731	503.50	3,005	1,190,809		1,193,381	397.13
11/13-10/14	2,885	1,464,752		1,471,446	510.03	3,003	1,181,515		1,186,749	395.19
Dual Eligible										
Sep-12	3,194	0	1.0000	0	0.00	2,294	0	1.0000	0	0.00
Oct-12	3,196	0	1.0000	0	0.00	2,286	0	1.0000	0	0.00
Nov-12	3,187	0	1.0000	0	0.00	2,286	0	1.0000	0	0.00
Dec-12	3,189	0	1.0000	0	0.00	2,282	0	1.0000	0	0.00
Jan-13	3,177	0	1.0000	0	0.00	2,280	0	1.0000	0	0.00
Feb-13	3,127	0	1.0000	0	0.00	2,248	0	1.0000	0	0.00
Mar-13	3,151	0	1.0000	0	0.00	2,269	0	1.0000	0	0.00
Apr-13	3,151	0	1.0000	0	0.00	2,259	0	1.0000	0	0.00
May-13	3,169	0	1.0000	0	0.00	2,239	0	1.0000	0	0.00
Jun-13	3,156	0	1.0000	0	0.00	2,243	0	1.0000	0	0.00
Jul-13	3,171	0	1.0000	0	0.00	2,236	0	1.0000	0	0.00
Aug-13	3,161	0	1.0000	0	0.00	2,215	0	1.0000	0	0.00
Sep-13	3,099	0	1.0000	0	0.00	2,181	0	1.0000	0	0.00
Oct-13	3,058	0	1.0000	0	0.00	2,151	0	1.0000	0	0.00
FY2014	38,029	0		0	0.00	27,137	0		0	0.00
11/13-10/14	37,796	0		0	0.00	26,889	0		0	0.00

Estimated Incurred Claims - Acute Care Non-Inpatient

	Lubbock					Nueces				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	262	93,998	1.0000	93,998	358.77	216	65,791	1.0000	65,791	304.59
Oct-12	266	124,096	1.0000	124,096	466.53	218	67,401	1.0000	67,401	309.18
Nov-12	265	86,455	1.0000	86,455	326.25	223	74,739	1.0000	74,739	335.15
Dec-12	262	119,913	1.0000	119,913	457.68	225	66,365	1.0000	66,365	294.95
Jan-13	254	113,888	1.0000	113,888	448.38	224	71,599	1.0000	71,599	319.64
Feb-13	256	88,418	0.9985	88,551	345.90	220	65,556	0.9985	65,655	298.43
Mar-13	250	92,385	0.9981	92,562	370.25	218	82,249	0.9981	82,406	378.01
Apr-13	259	94,383	0.9975	94,619	365.32	227	70,394	0.9975	70,570	310.88
May-13	249	82,010	0.9971	82,251	330.32	221	57,625	0.9971	57,795	261.51
Jun-13	249	90,726	0.9958	91,108	365.90	217	56,353	0.9958	56,590	260.78
Jul-13	239	96,036	0.9944	96,575	404.08	215	59,046	0.9944	59,377	276.17
Aug-13	235	76,784	0.9931	77,318	329.01	223	53,827	0.9931	54,201	243.05
Sep-13	232	76,566	0.9901	77,330	333.32	217	49,233	0.9901	49,725	229.15
Oct-13	221	64,604	0.9853	65,569	296.69	209	60,339	0.9853	61,241	293.02
FY2014	3,046	1,159,093		1,161,334	381.27	2,647	790,944		792,488	299.39
11/13-10/14	2,971	1,082,169		1,086,139	365.58	2,639	767,324		770,261	291.88
Dual Eligible										
Sep-12	1,912	0	1.0000	0	0.00	2,337	0	1.0000	0	0.00
Oct-12	1,910	0	1.0000	0	0.00	2,331	0	1.0000	0	0.00
Nov-12	1,901	0	1.0000	0	0.00	2,319	0	1.0000	0	0.00
Dec-12	1,861	0	1.0000	0	0.00	2,298	0	1.0000	0	0.00
Jan-13	1,870	0	1.0000	0	0.00	2,341	0	1.0000	0	0.00
Feb-13	1,861	0	1.0000	0	0.00	2,301	0	1.0000	0	0.00
Mar-13	1,873	0	1.0000	0	0.00	2,313	0	1.0000	0	0.00
Apr-13	1,882	0	1.0000	0	0.00	2,307	0	1.0000	0	0.00
May-13	1,859	0	1.0000	0	0.00	2,310	0	1.0000	0	0.00
Jun-13	1,887	0	1.0000	0	0.00	2,268	0	1.0000	0	0.00
Jul-13	1,894	0	1.0000	0	0.00	2,271	0	1.0000	0	0.00
Aug-13	1,848	0	1.0000	0	0.00	2,264	0	1.0000	0	0.00
Sep-13	1,821	0	1.0000	0	0.00	2,205	0	1.0000	0	0.00
Oct-13	1,776	0	1.0000	0	0.00	2,188	0	1.0000	0	0.00
FY2014	22,558	0		0	0.00	27,660	0		0	0.00
11/13-10/14	22,333	0		0	0.00	27,385	0		0	0.00

Estimated Incurred Claims - Acute Care Non-Inpatient

	Tarrant					Travis				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	714	250,730	1.0000	250,730	351.16	377	137,163	1.0000	137,163	363.83
Oct-12	746	320,121	1.0000	320,121	429.12	375	146,444	1.0000	146,444	390.52
Nov-12	740	283,611	1.0000	283,611	383.26	381	117,740	1.0000	117,740	309.03
Dec-12	722	257,604	1.0000	257,604	356.79	376	124,437	1.0000	124,437	330.95
Jan-13	713	267,484	1.0000	267,484	375.15	377	167,531	1.0000	167,531	444.38
Feb-13	714	230,333	0.9985	230,680	323.08	382	121,537	0.9985	121,720	318.64
Mar-13	723	255,698	0.9981	256,188	354.34	378	123,710	0.9981	123,947	327.90
Apr-13	742	259,144	0.9975	259,790	350.12	372	158,011	0.9975	158,405	425.82
May-13	727	226,505	0.9971	227,170	312.48	373	136,242	0.9971	136,642	366.33
Jun-13	726	250,892	0.9958	251,948	347.04	365	138,761	0.9958	139,344	381.77
Jul-13	741	271,430	0.9944	272,953	368.36	361	131,011	0.9944	131,746	364.95
Aug-13	724	258,319	0.9931	260,115	359.27	358	133,173	0.9931	134,099	374.58
Sep-13	701	242,796	0.9901	245,221	349.82	349	118,765	0.9901	119,951	343.70
Oct-13	687	245,717	0.9853	249,387	363.01	346	159,521	0.9853	161,904	467.93
FY2014	8,732	3,131,871		3,138,394	359.41	4,475	1,635,761		1,639,220	366.31
11/13-10/14	8,660	3,049,533		3,062,151	353.60	4,418	1,630,439		1,637,467	370.64
Dual Eligible										
Sep-12	5,807	0	1.0000	0	0.00	3,498	0	1.0000	0	0.00
Oct-12	5,794	0	1.0000	0	0.00	3,493	0	1.0000	0	0.00
Nov-12	5,762	0	1.0000	0	0.00	3,477	0	1.0000	0	0.00
Dec-12	5,778	0	1.0000	0	0.00	3,475	0	1.0000	0	0.00
Jan-13	5,820	0	1.0000	0	0.00	3,444	0	1.0000	0	0.00
Feb-13	5,824	0	1.0000	0	0.00	3,411	0	1.0000	0	0.00
Mar-13	5,796	0	1.0000	0	0.00	3,406	0	1.0000	0	0.00
Apr-13	5,786	0	1.0000	0	0.00	3,409	0	1.0000	0	0.00
May-13	5,801	0	1.0000	0	0.00	3,430	0	1.0000	0	0.00
Jun-13	5,785	0	1.0000	0	0.00	3,433	0	1.0000	0	0.00
Jul-13	5,772	0	1.0000	0	0.00	3,426	0	1.0000	0	0.00
Aug-13	5,760	0	1.0000	0	0.00	3,387	0	1.0000	0	0.00
Sep-13	5,636	0	1.0000	0	0.00	3,379	0	1.0000	0	0.00
Oct-13	5,530	0	1.0000	0	0.00	3,311	0	1.0000	0	0.00
FY2014	69,485	0		0	0.00	41,289	0		0	0.00
11/13-10/14	69,050	0		0	0.00	40,988	0		0	0.00

Estimated Incurred Claims - Acute Care Non-Inpatient

	MRSA Central					MRSA Northeast				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	502	148,687	1.0000	148,687	296.19	820	252,155	1.0000	252,155	307.51
Oct-12	508	144,747	1.0000	144,747	284.94	800	224,827	1.0000	224,827	281.03
Nov-12	518	166,013	1.0000	166,013	320.49	781	235,254	1.0000	235,254	301.22
Dec-12	513	146,999	1.0000	146,999	286.55	780	222,745	1.0000	222,745	285.57
Jan-13	497	165,660	1.0000	165,660	333.32	789	263,964	1.0000	263,964	334.55
Feb-13	487	120,838	0.9985	121,020	248.50	796	257,606	0.9985	257,994	324.11
Mar-13	497	134,043	0.9981	134,300	270.22	794	302,163	0.9981	302,742	381.29
Apr-13	496	134,959	0.9975	135,295	272.77	812	270,795	0.9975	271,471	334.32
May-13	491	128,841	0.9971	129,219	263.18	810	248,779	0.9971	249,510	308.04
Jun-13	497	142,840	0.9958	143,441	288.61	802	284,300	0.9958	285,496	355.98
Jul-13	478	144,459	0.9944	145,270	303.91	798	268,169	0.9944	269,674	337.94
Aug-13	488	152,529	0.9931	153,589	314.73	803	277,389	0.9931	279,318	347.84
Sep-13	476	175,065	0.9901	176,813	371.46	795	369,282	0.9901	372,970	469.14
Oct-13	448	152,379	0.9853	154,655	345.21	795	331,404	0.9853	336,354	423.09
FY2014	5,972	1,730,613		1,734,239	290.40	9,585	3,108,145		3,115,148	325.00
11/13-10/14	5,886	1,764,623		1,772,273	301.10	9,555	3,331,850		3,347,491	350.34
Dual Eligible										
Sep-12	5,189	0	1.0000	0	0.00	7,091	0	1.0000	0	0.00
Oct-12	5,193	0	1.0000	0	0.00	7,101	0	1.0000	0	0.00
Nov-12	5,164	0	1.0000	0	0.00	7,023	0	1.0000	0	0.00
Dec-12	5,159	0	1.0000	0	0.00	7,037	0	1.0000	0	0.00
Jan-13	5,189	0	1.0000	0	0.00	7,087	0	1.0000	0	0.00
Feb-13	5,134	0	1.0000	0	0.00	6,993	0	1.0000	0	0.00
Mar-13	5,079	0	1.0000	0	0.00	6,985	0	1.0000	0	0.00
Apr-13	5,021	0	1.0000	0	0.00	6,928	0	1.0000	0	0.00
May-13	4,993	0	1.0000	0	0.00	6,924	0	1.0000	0	0.00
Jun-13	4,961	0	1.0000	0	0.00	6,862	0	1.0000	0	0.00
Jul-13	4,907	0	1.0000	0	0.00	6,896	0	1.0000	0	0.00
Aug-13	4,890	0	1.0000	0	0.00	6,812	0	1.0000	0	0.00
Sep-13	4,780	0	1.0000	0	0.00	6,771	0	1.0000	0	0.00
Oct-13	4,633	0	1.0000	0	0.00	6,662	0	1.0000	0	0.00
FY2014	60,879	0		0	0.00	83,739	0		0	0.00
11/13-10/14	59,910	0		0	0.00	82,980	0		0	0.00

Estimated Incurred Claims - Acute Care Non-Inpatient

	MRSA West					Total				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	505	119,536	1.0000	119,536	236.70	6,520	2,344,403	1.0000	2,344,403	359.57
Oct-12	507	158,737	1.0000	158,737	313.09	6,496	2,603,282	1.0000	2,603,282	400.75
Nov-12	507	131,384	1.0000	131,384	259.14	6,493	2,375,318	1.0000	2,375,318	365.83
Dec-12	511	137,012	1.0000	137,012	268.13	6,476	2,391,334	1.0000	2,391,334	369.26
Jan-13	523	178,068	1.0000	178,068	340.47	6,482	2,585,854	1.0000	2,585,854	398.93
Feb-13	511	127,547	0.9985	127,739	249.98	6,421	2,280,665	0.9985	2,284,100	355.72
Mar-13	495	150,300	0.9981	150,588	304.22	6,398	2,389,612	0.9981	2,394,188	374.21
Apr-13	508	141,498	0.9975	141,851	279.23	6,504	2,442,015	0.9975	2,448,112	376.40
May-13	508	139,339	0.9971	139,749	275.10	6,487	2,401,340	0.9971	2,408,393	371.26
Jun-13	509	143,185	0.9958	143,787	282.49	6,453	2,353,284	0.9958	2,363,185	366.21
Jul-13	506	139,542	0.9944	140,325	277.32	6,375	2,441,716	0.9944	2,455,417	385.16
Aug-13	499	137,282	0.9931	138,237	277.03	6,331	2,305,792	0.9931	2,321,822	366.74
Sep-13	484	150,631	0.9901	152,135	314.33	6,215	2,450,012	0.9901	2,474,479	398.15
Oct-13	488	132,158	0.9853	134,132	274.86	6,058	2,450,034	0.9853	2,486,631	410.47
FY2014	6,089	1,703,432		1,707,014	280.34	77,436	28,914,613		28,975,406	374.19
11/13-10/14	6,049	1,707,949		1,715,010	283.52	76,693	28,866,974		28,988,831	377.99
Dual Eligible										
Sep-12	5,335	0	1.0000	0	0.00	57,588	0	1.0000	0	0.00
Oct-12	5,352	0	1.0000	0	0.00	57,644	0	1.0000	0	0.00
Nov-12	5,324	0	1.0000	0	0.00	57,303	0	1.0000	0	0.00
Dec-12	5,286	0	1.0000	0	0.00	57,118	0	1.0000	0	0.00
Jan-13	5,295	0	1.0000	0	0.00	57,413	0	1.0000	0	0.00
Feb-13	5,241	0	1.0000	0	0.00	56,904	0	1.0000	0	0.00
Mar-13	5,267	0	1.0000	0	0.00	56,951	0	1.0000	0	0.00
Apr-13	5,226	0	1.0000	0	0.00	56,709	0	1.0000	0	0.00
May-13	5,227	0	1.0000	0	0.00	56,791	0	1.0000	0	0.00
Jun-13	5,197	0	1.0000	0	0.00	56,574	0	1.0000	0	0.00
Jul-13	5,192	0	1.0000	0	0.00	56,561	0	1.0000	0	0.00
Aug-13	5,138	0	1.0000	0	0.00	56,109	0	1.0000	0	0.00
Sep-13	5,005	0	1.0000	0	0.00	55,043	0	1.0000	0	0.00
Oct-13	4,914	0	1.0000	0	0.00	53,971	0	1.0000	0	0.00
FY2014	63,080	0		0	0.00	683,665	0		0	0.00
11/13-10/14	62,312	0		0	0.00	677,447	0		0	0.00

Estimated Incurred Claims - Acute Care Inpatient

	Bexar					Dallas				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-13	627	297,515	1.0000	297,515	474.51	922	432,440	1.0000	432,440	469.02
Oct-13	622	377,907	1.0000	377,907	607.57	891	401,644	1.0000	401,644	450.78
Nov-13	623	421,889	1.0000	421,889	677.19	912	530,217	1.0000	530,217	581.38
Dec-13	619	403,025	1.0000	403,025	651.09	902	460,262	1.0000	460,262	510.27
Jan-14	617	250,191	1.0000	250,191	405.50	927	608,101	1.0000	608,101	655.99
Feb-14	607	205,273	0.9988	205,511	338.57	902	506,956	0.9988	507,544	562.69
Mar-14	603	206,647	0.9986	206,935	343.18	905	490,971	0.9986	491,655	543.27
Apr-14	614	251,363	0.9983	251,799	410.10	915	437,111	0.9983	437,870	478.55
May-14	610	299,774	0.9979	300,404	492.47	925	369,224	0.9979	370,000	400.00
Jun-14	603	295,052	0.9962	296,187	491.19	916	514,222	0.9962	516,200	563.54
Jul-14	598	296,419	0.9954	297,781	497.96	889	588,191	0.9954	590,894	664.67
Aug-14	583	138,897	0.9898	140,328	240.70	884	359,649	0.9898	363,355	411.04
Sep-14	575	194,477	0.9846	197,519	343.51	877	230,985	0.9846	234,599	267.50
Oct-14	545	168,260	0.9777	172,103	315.79	845	183,978	0.9777	188,180	222.70
FY2014	7,326	3,443,950		3,449,472	470.85	10,890	5,698,986		5,710,182	524.35
11/13-10/14	7,197	3,131,265		3,143,672	436.80	10,799	5,279,866		5,298,877	490.68
Dual Eligible										
Sep-13	4,868	0	1.0000	0	0.00	6,776	0	1.0000	0	0.00
Oct-13	4,922	0	1.0000	0	0.00	6,733	0	1.0000	0	0.00
Nov-13	4,880	0	1.0000	0	0.00	6,647	0	1.0000	0	0.00
Dec-13	4,866	0	1.0000	0	0.00	6,564	0	1.0000	0	0.00
Jan-14	4,902	0	1.0000	0	0.00	6,681	0	1.0000	0	0.00
Feb-14	4,853	0	1.0000	0	0.00	6,617	0	1.0000	0	0.00
Mar-14	4,867	0	1.0000	0	0.00	6,592	0	1.0000	0	0.00
Apr-14	4,849	0	1.0000	0	0.00	6,581	0	1.0000	0	0.00
May-14	4,826	0	1.0000	0	0.00	6,620	0	1.0000	0	0.00
Jun-14	4,826	0	1.0000	0	0.00	6,594	0	1.0000	0	0.00
Jul-14	4,811	0	1.0000	0	0.00	6,596	0	1.0000	0	0.00
Aug-14	4,764	0	1.0000	0	0.00	6,598	0	1.0000	0	0.00
Sep-14	4,663	0	1.0000	0	0.00	6,467	0	1.0000	0	0.00
Oct-14	4,552	0	1.0000	0	0.00	6,341	0	1.0000	0	0.00
FY2014	58,234	0		0	0.00	79,599	0		0	0.00
11/13-10/14	57,659	0		0	0.00	78,898	0		0	0.00

Estimated Incurred Claims - Acute Care Inpatient

	El Paso					Harris				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	61	21,268	1.0000	21,268	348.65	1,004	520,910	1.0000	520,910	518.83
Oct-12	63	15,937	1.0000	15,937	252.96	1,002	554,347	1.0000	554,347	553.24
Nov-12	60	10,451	1.0000	10,451	174.19	994	442,210	1.0000	442,210	444.88
Dec-12	62	62,915	1.0000	62,915	1,014.75	1,016	590,725	1.0000	590,725	581.42
Jan-13	64	42,730	1.0000	42,730	667.66	1,006	389,337	1.0000	389,337	387.01
Feb-13	59	12,232	0.9988	12,246	207.56	996	419,998	0.9988	420,486	422.17
Mar-13	60	25,622	0.9986	25,657	427.62	986	447,738	0.9986	448,363	454.73
Apr-13	61	17,647	0.9983	17,678	289.80	998	488,464	0.9983	489,312	490.29
May-13	62	6,200	0.9979	6,213	100.21	1,005	526,352	0.9979	527,459	524.83
Jun-13	60	12,580	0.9962	12,629	210.48	1,015	469,114	0.9962	470,918	463.96
Jul-13	58	0	0.9954	0	0.00	1,004	502,239	0.9954	504,546	502.54
Aug-13	63	13,898	0.9898	14,041	222.88	985	371,308	0.9898	375,135	380.85
Sep-13	57	10,968	0.9846	11,140	195.43	962	384,710	0.9846	390,728	406.16
Oct-13	57	14,521	0.9777	14,853	260.58	941	460,156	0.9777	470,666	500.18
FY2014	733	241,479		241,764	329.83	12,011	5,722,741		5,733,747	477.37
11/13-10/14	723	229,764		230,553	318.88	11,908	5,492,351		5,519,885	463.54
Dual Eligible										
Sep-12	971	0	1.0000	0	0.00	8,316	0	1.0000	0	0.00
Oct-12	971	0	1.0000	0	0.00	8,362	0	1.0000	0	0.00
Nov-12	971	0	1.0000	0	0.00	8,362	0	1.0000	0	0.00
Dec-12	980	0	1.0000	0	0.00	8,343	0	1.0000	0	0.00
Jan-13	984	0	1.0000	0	0.00	8,343	0	1.0000	0	0.00
Feb-13	974	0	1.0000	0	0.00	8,320	0	1.0000	0	0.00
Mar-13	986	0	1.0000	0	0.00	8,367	0	1.0000	0	0.00
Apr-13	981	0	1.0000	0	0.00	8,329	0	1.0000	0	0.00
May-13	995	0	1.0000	0	0.00	8,398	0	1.0000	0	0.00
Jun-13	999	0	1.0000	0	0.00	8,363	0	1.0000	0	0.00
Jul-13	1,003	0	1.0000	0	0.00	8,386	0	1.0000	0	0.00
Aug-13	999	0	1.0000	0	0.00	8,273	0	1.0000	0	0.00
Sep-13	983	0	1.0000	0	0.00	8,053	0	1.0000	0	0.00
Oct-13	956	0	1.0000	0	0.00	7,899	0	1.0000	0	0.00
FY2014	11,814	0		0	0.00	100,162	0		0	0.00
11/13-10/14	11,811	0		0	0.00	99,436	0		0	0.00

Estimated Incurred Claims - Acute Care Inpatient

	Hidalgo					Jefferson				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	260	198,056	1.0000	198,056	761.75	250	146,680	1.0000	146,680	586.72
Oct-12	250	138,148	1.0000	138,148	552.59	248	226,924	1.0000	226,924	915.01
Nov-12	244	123,539	1.0000	123,539	506.31	245	98,392	1.0000	98,392	401.60
Dec-12	237	64,184	1.0000	64,184	270.82	251	252,912	1.0000	252,912	1,007.62
Jan-13	241	87,642	1.0000	87,642	363.66	250	179,174	1.0000	179,174	716.69
Feb-13	246	171,885	0.9988	172,084	699.53	245	131,167	0.9988	131,320	536.00
Mar-13	241	32,288	0.9986	32,333	134.16	248	88,752	0.9986	88,876	358.37
Apr-13	244	69,284	0.9983	69,405	284.45	256	139,556	0.9983	139,798	546.09
May-13	246	64,464	0.9979	64,600	262.60	260	140,800	0.9979	141,096	542.68
Jun-13	236	122,306	0.9962	122,776	520.24	258	207,091	0.9962	207,888	805.77
Jul-13	239	199,526	0.9954	200,443	838.67	249	170,430	0.9954	171,213	687.60
Aug-13	241	105,836	0.9898	106,926	443.68	245	74,058	0.9898	74,821	305.39
Sep-13	242	99,467	0.9846	101,023	417.45	248	116,021	0.9846	117,836	475.15
Oct-13	228	76,460	0.9777	78,206	343.01	248	25,147	0.9777	25,721	103.71
FY2014	2,925	1,377,158		1,380,136	471.84	3,005	1,855,935		1,859,092	618.67
11/13-10/14	2,885	1,216,881		1,223,162	423.97	3,003	1,623,500		1,629,047	542.47
Dual Eligible										
Sep-12	3,194	0	1.0000	0	0.00	2,294	0	1.0000	0	0.00
Oct-12	3,196	0	1.0000	0	0.00	2,286	0	1.0000	0	0.00
Nov-12	3,187	0	1.0000	0	0.00	2,286	0	1.0000	0	0.00
Dec-12	3,189	0	1.0000	0	0.00	2,282	0	1.0000	0	0.00
Jan-13	3,177	0	1.0000	0	0.00	2,280	0	1.0000	0	0.00
Feb-13	3,127	0	1.0000	0	0.00	2,248	0	1.0000	0	0.00
Mar-13	3,151	0	1.0000	0	0.00	2,269	0	1.0000	0	0.00
Apr-13	3,151	0	1.0000	0	0.00	2,259	0	1.0000	0	0.00
May-13	3,169	0	1.0000	0	0.00	2,239	0	1.0000	0	0.00
Jun-13	3,156	0	1.0000	0	0.00	2,243	0	1.0000	0	0.00
Jul-13	3,171	0	1.0000	0	0.00	2,236	0	1.0000	0	0.00
Aug-13	3,161	0	1.0000	0	0.00	2,215	0	1.0000	0	0.00
Sep-13	3,099	0	1.0000	0	0.00	2,181	0	1.0000	0	0.00
Oct-13	3,058	0	1.0000	0	0.00	2,151	0	1.0000	0	0.00
FY2014	38,029	0		0	0.00	27,137	0		0	0.00
11/13-10/14	37,796	0		0	0.00	26,889	0		0	0.00

Estimated Incurred Claims - Acute Care Inpatient

	Lubbock					Nueces				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	262	96,083	1.0000	96,083	366.73	216	65,834	1.0000	65,834	304.79
Oct-12	266	227,999	1.0000	227,999	857.14	218	33,130	1.0000	33,130	151.97
Nov-12	265	139,850	1.0000	139,850	527.74	223	142,845	1.0000	142,845	640.56
Dec-12	262	267,075	1.0000	267,075	1,019.37	225	96,917	1.0000	96,917	430.74
Jan-13	254	267,439	1.0000	267,439	1,052.91	224	102,021	1.0000	102,021	455.45
Feb-13	256	231,244	0.9988	231,512	904.34	220	72,605	0.9988	72,689	330.41
Mar-13	250	142,849	0.9986	143,049	572.19	218	107,089	0.9986	107,238	491.92
Apr-13	259	152,870	0.9983	153,135	591.26	227	71,478	0.9983	71,602	315.43
May-13	249	136,613	0.9979	136,900	549.80	221	62,643	0.9979	62,775	284.05
Jun-13	249	156,356	0.9962	156,957	630.35	217	66,349	0.9962	66,604	306.93
Jul-13	239	94,043	0.9954	94,475	395.29	215	83,740	0.9954	84,125	391.28
Aug-13	235	71,760	0.9898	72,500	308.51	223	44,596	0.9898	45,056	202.04
Sep-13	232	61,004	0.9846	61,958	267.06	217	31,348	0.9846	31,839	146.72
Oct-13	221	66,659	0.9777	68,181	308.51	209	49,476	0.9777	50,606	242.13
FY2014	3,046	1,984,182		1,986,976	652.32	2,647	949,248		950,838	359.21
11/13-10/14	2,971	1,787,762		1,793,032	603.51	2,639	931,108		934,317	354.04
Dual Eligible										
Sep-12	1,912	0	1.0000	0	0.00	2,337	0	1.0000	0	0.00
Oct-12	1,910	0	1.0000	0	0.00	2,331	0	1.0000	0	0.00
Nov-12	1,901	0	1.0000	0	0.00	2,319	0	1.0000	0	0.00
Dec-12	1,861	0	1.0000	0	0.00	2,298	0	1.0000	0	0.00
Jan-13	1,870	0	1.0000	0	0.00	2,341	0	1.0000	0	0.00
Feb-13	1,861	0	1.0000	0	0.00	2,301	0	1.0000	0	0.00
Mar-13	1,873	0	1.0000	0	0.00	2,313	0	1.0000	0	0.00
Apr-13	1,882	0	1.0000	0	0.00	2,307	0	1.0000	0	0.00
May-13	1,859	0	1.0000	0	0.00	2,310	0	1.0000	0	0.00
Jun-13	1,887	0	1.0000	0	0.00	2,268	0	1.0000	0	0.00
Jul-13	1,894	0	1.0000	0	0.00	2,271	0	1.0000	0	0.00
Aug-13	1,848	0	1.0000	0	0.00	2,264	0	1.0000	0	0.00
Sep-13	1,821	0	1.0000	0	0.00	2,205	0	1.0000	0	0.00
Oct-13	1,776	0	1.0000	0	0.00	2,188	0	1.0000	0	0.00
FY2014	22,558	0		0	0.00	27,660	0		0	0.00
11/13-10/14	22,333	0		0	0.00	27,385	0		0	0.00

Estimated Incurred Claims - Acute Care Inpatient

	Tarrant					Travis				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	714	385,373	1.0000	385,373	539.74	377	164,197	1.0000	164,197	435.53
Oct-12	746	514,879	1.0000	514,879	690.19	375	177,173	1.0000	177,173	472.46
Nov-12	740	266,770	1.0000	266,770	360.50	381	117,358	1.0000	117,358	308.03
Dec-12	722	447,946	1.0000	447,946	620.42	376	142,322	1.0000	142,322	378.52
Jan-13	713	277,342	1.0000	277,342	388.98	377	95,933	1.0000	95,933	254.47
Feb-13	714	375,971	0.9988	376,407	527.18	382	89,139	0.9988	89,242	233.62
Mar-13	723	409,765	0.9986	410,336	567.55	378	106,783	0.9986	106,932	282.89
Apr-13	742	169,536	0.9983	169,830	228.88	372	299,538	0.9983	300,058	806.61
May-13	727	141,933	0.9979	142,232	195.64	373	193,072	0.9979	193,478	518.71
Jun-13	726	325,605	0.9962	326,858	450.22	365	126,793	0.9962	127,281	348.72
Jul-13	741	247,507	0.9954	248,644	335.55	361	100,913	0.9954	101,377	280.82
Aug-13	724	254,216	0.9898	256,836	354.75	358	238,768	0.9898	241,229	673.82
Sep-13	701	172,992	0.9846	175,698	250.64	349	46,727	0.9846	47,458	135.98
Oct-13	687	193,644	0.9777	198,067	288.31	346	136,863	0.9777	139,989	404.59
FY2014	8,732	3,816,842		3,823,453	437.87	4,475	1,851,990		1,856,581	414.88
11/13-10/14	8,660	3,283,227		3,296,966	380.71	4,418	1,694,210		1,702,658	385.39
Dual Eligible										
Sep-12	5,807	0	1.0000	0	0.00	3,498	0	1.0000	0	0.00
Oct-12	5,794	0	1.0000	0	0.00	3,493	0	1.0000	0	0.00
Nov-12	5,762	0	1.0000	0	0.00	3,477	0	1.0000	0	0.00
Dec-12	5,778	0	1.0000	0	0.00	3,475	0	1.0000	0	0.00
Jan-13	5,820	0	1.0000	0	0.00	3,444	0	1.0000	0	0.00
Feb-13	5,824	0	1.0000	0	0.00	3,411	0	1.0000	0	0.00
Mar-13	5,796	0	1.0000	0	0.00	3,406	0	1.0000	0	0.00
Apr-13	5,786	0	1.0000	0	0.00	3,409	0	1.0000	0	0.00
May-13	5,801	0	1.0000	0	0.00	3,430	0	1.0000	0	0.00
Jun-13	5,785	0	1.0000	0	0.00	3,433	0	1.0000	0	0.00
Jul-13	5,772	0	1.0000	0	0.00	3,426	0	1.0000	0	0.00
Aug-13	5,760	0	1.0000	0	0.00	3,387	0	1.0000	0	0.00
Sep-13	5,636	0	1.0000	0	0.00	3,379	0	1.0000	0	0.00
Oct-13	5,530	0	1.0000	0	0.00	3,311	0	1.0000	0	0.00
FY2014	69,485	0		0	0.00	41,289	0		0	0.00
11/13-10/14	69,050	0		0	0.00	40,988	0		0	0.00

Estimated Incurred Claims - Acute Care Inpatient

	MRSA Central					MRSA Northeast				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	502	183,257	1.0000	183,257	365.05	820	498,123	1.0000	498,123	607.47
Oct-12	508	94,606	1.0000	94,606	186.23	800	313,292	1.0000	313,292	391.61
Nov-12	518	218,402	1.0000	218,402	421.63	781	334,944	1.0000	334,944	428.87
Dec-12	513	268,385	1.0000	268,385	523.17	780	456,304	1.0000	456,304	585.00
Jan-13	497	154,775	1.0000	154,775	311.42	789	476,627	1.0000	476,627	604.09
Feb-13	487	123,131	0.9988	123,274	253.13	796	393,405	0.9988	393,861	494.80
Mar-13	497	272,226	0.9986	272,605	548.50	794	429,947	0.9986	430,547	542.25
Apr-13	496	129,055	0.9983	129,279	260.64	812	276,561	0.9983	277,042	341.18
May-13	491	253,495	0.9979	254,028	517.37	810	430,402	0.9979	431,308	532.48
Jun-13	497	135,383	0.9962	135,904	273.45	802	489,008	0.9962	490,888	612.08
Jul-13	478	148,096	0.9954	148,776	311.25	798	307,680	0.9954	309,093	387.34
Aug-13	488	131,939	0.9898	133,298	273.15	803	639,419	0.9898	646,008	804.49
Sep-13	476	106,349	0.9846	108,013	226.92	795	511,459	0.9846	519,460	653.41
Oct-13	448	182,461	0.9777	186,628	416.58	795	731,935	0.9777	748,652	941.70
FY2014	5,972	2,112,748		2,116,589	354.42	9,585	5,045,710		5,058,037	527.70
11/13-10/14	5,886	2,123,695		2,133,367	362.45	9,555	5,477,691		5,514,735	577.16
Dual Eligible										
Sep-12	5,189	0	1.0000	0	0.00	7,091	0	1.0000	0	0.00
Oct-12	5,193	0	1.0000	0	0.00	7,101	0	1.0000	0	0.00
Nov-12	5,164	0	1.0000	0	0.00	7,023	0	1.0000	0	0.00
Dec-12	5,159	0	1.0000	0	0.00	7,037	0	1.0000	0	0.00
Jan-13	5,189	0	1.0000	0	0.00	7,087	0	1.0000	0	0.00
Feb-13	5,134	0	1.0000	0	0.00	6,993	0	1.0000	0	0.00
Mar-13	5,079	0	1.0000	0	0.00	6,985	0	1.0000	0	0.00
Apr-13	5,021	0	1.0000	0	0.00	6,928	0	1.0000	0	0.00
May-13	4,993	0	1.0000	0	0.00	6,924	0	1.0000	0	0.00
Jun-13	4,961	0	1.0000	0	0.00	6,862	0	1.0000	0	0.00
Jul-13	4,907	0	1.0000	0	0.00	6,896	0	1.0000	0	0.00
Aug-13	4,890	0	1.0000	0	0.00	6,812	0	1.0000	0	0.00
Sep-13	4,780	0	1.0000	0	0.00	6,771	0	1.0000	0	0.00
Oct-13	4,633	0	1.0000	0	0.00	6,662	0	1.0000	0	0.00
FY2014	60,879	0		0	0.00	83,739	0		0	0.00
11/13-10/14	59,910	0		0	0.00	82,980	0		0	0.00

Estimated Incurred Claims - Acute Care Inpatient

	MRSA West					Total				
	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm	Members	Inc & Pd Claims	Compl Factor	Est Inc Claims	Est Inc pmpm
Medicaid Only										
Sep-12	505	94,925	1.0000	94,925	187.97	6,520	3,104,660	1.0000	3,104,660	476.17
Oct-12	507	197,807	1.0000	197,807	390.15	6,496	3,273,792	1.0000	3,273,792	503.97
Nov-12	507	123,645	1.0000	123,645	243.88	6,493	2,970,513	1.0000	2,970,513	457.49
Dec-12	511	227,514	1.0000	227,514	445.23	6,476	3,740,486	1.0000	3,740,486	577.59
Jan-13	523	289,135	1.0000	289,135	552.84	6,482	3,220,447	1.0000	3,220,447	496.83
Feb-13	511	198,308	0.9988	198,538	388.53	6,421	2,931,313	0.9988	2,934,715	457.05
Mar-13	495	288,813	0.9986	289,216	584.28	6,398	3,049,490	0.9986	3,053,743	477.30
Apr-13	508	129,967	0.9983	130,192	256.28	6,504	2,632,428	0.9983	2,637,000	405.44
May-13	508	175,554	0.9979	175,923	346.31	6,487	2,800,527	0.9979	2,806,418	432.62
Jun-13	509	201,702	0.9962	202,478	397.80	6,453	3,121,562	0.9962	3,133,568	485.60
Jul-13	506	171,064	0.9954	171,851	339.63	6,375	2,909,846	0.9954	2,923,218	458.54
Aug-13	499	286,745	0.9898	289,700	580.56	6,331	2,731,087	0.9898	2,759,233	435.83
Sep-13	484	133,846	0.9846	135,939	280.87	6,215	2,100,354	0.9846	2,133,211	343.24
Oct-13	488	163,502	0.9777	167,236	342.70	6,058	2,453,061	0.9777	2,509,088	414.18
FY2014	6,089	2,385,180		2,390,925	392.66	77,436	36,486,151		36,557,792	472.10
11/13-10/14	6,049	2,389,795		2,401,368	396.99	76,693	34,661,114		34,821,639	454.04
Dual Eligible										
Sep-12	5,335	0	1.0000	0	0.00	57,588	0	1.0000	0	0.00
Oct-12	5,352	0	1.0000	0	0.00	57,644	0	1.0000	0	0.00
Nov-12	5,324	0	1.0000	0	0.00	57,303	0	1.0000	0	0.00
Dec-12	5,286	0	1.0000	0	0.00	57,118	0	1.0000	0	0.00
Jan-13	5,295	0	1.0000	0	0.00	57,413	0	1.0000	0	0.00
Feb-13	5,241	0	1.0000	0	0.00	56,904	0	1.0000	0	0.00
Mar-13	5,267	0	1.0000	0	0.00	56,951	0	1.0000	0	0.00
Apr-13	5,226	0	1.0000	0	0.00	56,709	0	1.0000	0	0.00
May-13	5,227	0	1.0000	0	0.00	56,791	0	1.0000	0	0.00
Jun-13	5,197	0	1.0000	0	0.00	56,574	0	1.0000	0	0.00
Jul-13	5,192	0	1.0000	0	0.00	56,561	0	1.0000	0	0.00
Aug-13	5,138	0	1.0000	0	0.00	56,109	0	1.0000	0	0.00
Sep-13	5,005	0	1.0000	0	0.00	55,043	0	1.0000	0	0.00
Oct-13	4,914	0	1.0000	0	0.00	53,971	0	1.0000	0	0.00
FY2014	63,080	0		0	0.00	683,665	0		0	0.00
11/13-10/14	62,312	0		0	0.00	677,447	0		0	0.00

Attachment 3

Community Experience Analysis

The following exhibits present a summary of the experience analysis performed for each managed care service area. HHSC utilizes a community rating methodology in setting the STAR+PLUS Nursing Facility premium rates. The community rates vary by risk group and service area but are the same for each health plan in a service area.

Below is a brief description of the exhibits contained in this attachment. The exhibits present the derivation of the FY2016 STAR+PLUS Nursing Facility community rates for the following service areas:

- Exhibit A – Bexar Service Area
- Exhibit B – Dallas Services Area
- Exhibit C – El Paso Services Area
- Exhibit D – Harris Service Area
- Exhibit E – Hidalgo Service Area
- Exhibit F – Jefferson Service Area
- Exhibit G – Lubbock Service Area
- Exhibit H – Nueces Service Area
- Exhibit I – Tarrant Service Area
- Exhibit J – Travis Service Area
- Exhibit K – MRSA Central Service Area
- Exhibit L – MRSA Northeast Service Area
- Exhibit M – MRSA West Service Area

The top portion of the exhibit shows summary base period (November 1, 2013 through October 31, 2014) experience for claims paid under the Fee-For-Service program (FFS). The base period experience is provided separately for acute care and nursing facility care services. This data includes all claims paid for members residing in a nursing facility during this time period with the exception of the acute care claims for STAR+PLUS members as discussed in Attachment 8.

Projected FY2016 incurred claims are developed separately for acute care and nursing facility care based on the adjustment factors discussed throughout the report. Managed care efficiency factors, which vary by type of service, are intended to reflect the anticipated cost savings resulting from transitioning from FFS to the STAR+PLUS program.

The premium rates include provisions for care coordination expenses (\$17.14 pmpm) and administrative expenses (\$139 pmpm). Additional provisions are also included for premium tax (1.75% of premium), maintenance tax (\$0.07 pmpm) and risk margin (2.0% of premium).

The bottom of the exhibit shows a summary of the projected FY2016 cost based on these assumptions prior to the inclusion of the Minimum Payment for Qualified Nursing Facilities Add-On. Cost projections are presented separately by type of service. The Minimum Payment for Qualified Nursing Facilities Add-On is presented separately and represents the increased cost associated with the enhanced reimbursement to be paid to eligible facilities. This add-on includes separate provisions for premium tax (1.75%) and risk margin (5.0%).

FY2016 STAR+PLUS Nursing Facility Rating Summary
Bexar SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period Member Months	7,197		57,659		64,856	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	28,931,242	4,019.90	186,151,914	3,228.50	215,083,156	3,316.32
Acute Care (Non-Inpatient)	2,663,158	370.04	0	0.00	2,663,158	41.06
Acute Care (Inpatient)	3,143,672	436.80	0	0.00	3,143,672	48.47
Total	34,738,072	4,826.74	186,151,914	3,228.50	220,889,986	3,405.85
Projected FY2016 Member Months	7,197		57,659		64,856	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0324		1.0325			
Excluded Facility & Seasonality Adjustment	0.9988		0.9988			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0007		1.0000			
Other Adjustments - Acute Care Data Completion	1.4450		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0674		1.0000			
Other Adjustments - Acute Care Data Completion	1.5582		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	31,494,050	4,376.00	202,661,387	3,514.83	234,155,438	3,610.39
Acute Care (Non-Inpatient)	3,799,317	527.90	0	0.00	3,799,317	58.58
Acute Care (Inpatient)	4,550,374	632.26	0	0.00	4,550,374	70.16
Total	39,843,742	5,536.16	202,661,387	3,514.83	242,505,129	3,739.13
Service Coordination Expense	123,357	17.14	988,275	17.14	1,111,632	17.14
Administrative Expenses						
Fixed Amount	1,000,383	139.00	8,014,601	139.00	9,014,984	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	1,000,383	139.00	8,014,601	139.00	9,014,984	139.00
Risk Margin	851,283	2.00%	4,398,302	2.00%	5,249,585	2.00%
Premium Tax	744,872	1.75%	3,848,515	1.75%	4,593,387	1.75%
Maintenance Tax	504	0.07	4,036	0.07	4,540	0.07
Projected Total Cost						
Nursing Facility	33,671,218	4,678.51	219,915,117	3,814.06	253,586,334	3,909.99
Acute Care (Non-Inpatient)	4,046,501	562.25	0	0.00	4,046,501	62.39
Acute Care (Inpatient)	4,846,422	673.39	0	0.00	4,846,422	74.73
Total	42,564,141	5,914.15	219,915,117	3,814.06	262,479,257	4,047.11
Minimum Payment for Qualified Nursing Facilities Reimbursement Adjustment	1.2087		1.2087			
Add-On PMPM	7,048,588	979.38	45,357,031	786.64	52,405,619	808.03

FY2016 STAR+PLUS Nursing Facility Rating Summary
Dallas SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period Member Months	10,799		78,898		89,697	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	42,307,740	3,917.75	254,662,432	3,227.74	296,970,172	3,310.81
Acute Care (Non-Inpatient)	4,444,574	411.57	0	0.00	4,444,574	49.55
Acute Care (Inpatient)	5,298,877	490.68	0	0.00	5,298,877	59.08
Total	52,051,191	4,820.00	254,662,432	3,227.74	306,713,622	3,419.44
Projected FY2016 Member Months	10,799		78,898		89,697	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0322		1.0323			
Excluded Facility & Seasonality Adjustment	0.9990		0.9990			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	0.9998		1.0000			
Other Adjustments - Acute Care Data Completion	1.5025		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0889		1.0000			
Other Adjustments - Acute Care Data Completion	1.6552		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	46,055,774	4,264.82	277,249,779	3,514.03	323,305,553	3,604.42
Acute Care (Non-Inpatient)	6,587,106	609.97	0	0.00	6,587,106	73.44
Acute Care (Inpatient)	8,311,546	769.66	0	0.00	8,311,546	92.66
Total	60,954,425	5,644.45	277,249,779	3,514.03	338,204,204	3,770.52
Service Coordination Expense	185,095	17.14	1,352,312	17.14	1,537,407	17.14
Administrative Expenses						
Fixed Amount	1,501,061	139.00	10,966,822	139.00	12,467,883	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	1,501,061	139.00	10,966,822	139.00	12,467,883	139.00
Risk Margin	1,301,638	2.00%	6,017,131	2.00%	7,318,769	2.00%
Premium Tax	1,138,933	1.75%	5,264,990	1.75%	6,403,923	1.75%
Maintenance Tax	756	0.07	5,523	0.07	6,279	0.07
Projected Total Cost						
Nursing Facility	49,221,410	4,557.96	300,856,557	3,813.23	350,077,967	3,902.89
Acute Care (Non-Inpatient)	7,012,365	649.35	0	0.00	7,012,365	78.18
Acute Care (Inpatient)	8,848,133	819.35	0	0.00	8,848,133	98.64
Total	65,081,908	6,026.66	300,856,557	3,813.23	365,938,465	4,079.72
Minimum Payment for Qualified Nursing Facilities Reimbursement Adjustment	1,2478		1,2478			
Add-On PMPM	12,238,735	1,133.32	73,675,598	933.81	85,914,334	957.83

FY2016 STAR+PLUS Nursing Facility Rating Summary
El Paso SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	723		11,811		12,534	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	3,268,969	4,521.40	41,134,492	3,482.73	44,403,461	3,542.64
Acute Care (Non-Inpatient)	229,460	317.37	0	0.00	229,460	18.31
Acute Care (Inpatient)	230,553	318.88	0	0.00	230,553	18.39
Total	3,728,982	5,157.65	41,134,492	3,482.73	44,863,474	3,579.34
Projected FY2016 Member Months	723		11,811		12,534	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0314		1.0325			
Excluded Facility & Seasonality Adjustment	1.0019		1.0019			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	0.9991		1.0000			
Other Adjustments - Acute Care Data Completion	1.5156		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.1304		1.0000			
Other Adjustments - Acute Care Data Completion	1.7365		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	3,566,130	4,932.41	44,921,628	3,803.37	48,487,759	3,868.50
Acute Care (Non-Inpatient)	342,797	474.13	0	0.00	342,797	27.35
Acute Care (Inpatient)	393,855	544.75	0	0.00	393,855	31.42
Total	4,302,783	5,951.29	44,921,628	3,803.37	49,224,411	3,927.27
Service Coordination Expense	12,392	17.14	202,441	17.14	214,833	17.14
Administrative Expenses						
Fixed Amount	100,497	139.00	1,641,729	139.00	1,742,226	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	100,497	139.00	1,641,729	139.00	1,742,226	139.00
Risk Margin	91,755	2.00%	971,774	2.00%	1,063,529	2.00%
Premium Tax	80,286	1.75%	850,302	1.75%	930,588	1.75%
Maintenance Tax	51	0.07	827	0.07	877	0.07
Projected Total Cost						
Nursing Facility	3,804,526	5,262.14	48,588,701	4,113.85	52,393,227	4,180.09
Acute Care (Non-Inpatient)	364,476	504.12	0	0.00	364,476	29.08
Acute Care (Inpatient)	418,763	579.20	0	0.00	418,763	33.41
Total	4,587,764	6,345.45	48,588,701	4,113.85	53,176,465	4,242.58
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1.0000		1.0000			
Add-On PMPM	0	0.00	0	0.00	0	0.00

FY2016 STAR+PLUS Nursing Facility Rating Summary
Harris SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	11,908		99,436		111,344	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	48,215,302	4,048.98	311,973,737	3,137.43	360,189,038	3,234.92
Acute Care (Non-Inpatient)	5,602,652	470.49	0	0.00	5,602,652	50.32
Acute Care (Inpatient)	5,519,885	463.54	0	0.00	5,519,885	49.58
Total	59,337,838	4,983.02	311,973,737	3,137.43	371,311,575	3,334.81
Projected FY2016 Member Months	11,908		99,436		111,344	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0322		1.0325			
Excluded Facility & Seasonality Adjustment	0.9990		0.9990			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	0.9997		1.0000			
Other Adjustments - Acute Care Data Completion	1.3464		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0490		1.0000			
Other Adjustments - Acute Care Data Completion	1.5080		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	52,486,685	4,407.68	339,710,128	3,416.37	392,196,813	3,522.39
Acute Care (Non-Inpatient)	7,440,024	624.79	0	0.00	7,440,024	66.82
Acute Care (Inpatient)	7,599,173	638.16	0	0.00	7,599,173	68.25
Total	67,525,882	5,670.63	339,710,128	3,416.37	407,236,010	3,657.46
Service Coordination Expense	204,103	17.14	1,704,333	17.14	1,908,436	17.14
Administrative Expenses						
Fixed Amount	1,655,212	139.00	13,821,604	139.00	15,476,816	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	1,655,212	139.00	13,821,604	139.00	15,476,816	139.00
Risk Margin	1,441,788	2.00%	7,381,673	2.00%	8,823,461	2.00%
Premium Tax	1,261,564	1.75%	6,458,964	1.75%	7,720,528	1.75%
Maintenance Tax	834	0.07	6,961	0.07	7,794	0.07
Projected Total Cost						
Nursing Facility	56,081,042	4,709.53	369,083,663	3,711.77	425,164,705	3,818.48
Acute Care (Non-Inpatient)	7,919,468	665.05	0	0.00	7,919,468	71.13
Acute Care (Inpatient)	8,088,872	679.28	0	0.00	8,088,872	72.65
Total	72,089,383	6,053.86	369,083,663	3,711.77	441,173,046	3,962.25
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1.1842		1.1842			
Add-On PMPM	10,367,879	870.67	67,104,135	674.85	77,472,014	695.79

FY2016 STAR+PLUS Nursing Facility Rating Summary
Hidalgo SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period Member Months	2,885		37,796		40,681	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	13,222,868	4,583.32	136,370,385	3,608.06	149,593,253	3,677.23
Acute Care (Non-Inpatient)	1,471,446	510.03	0	0.00	1,471,446	36.17
Acute Care (Inpatient)	1,223,162	423.97	0	0.00	1,223,162	30.07
Total	15,917,476	5,517.32	136,370,385	3,608.06	152,287,861	3,743.46
Projected FY2016 Member Months	2,885		37,796		40,681	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0318		1.0324			
Excluded Facility & Seasonality Adjustment	0.9995		0.9995			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0029		1.0000			
Other Adjustments - Acute Care Data Completion	1.6187		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0751		1.0000			
Other Adjustments - Acute Care Data Completion	1.9108		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	14,395,902	4,989.91	148,554,487	3,930.43	162,950,389	4,005.56
Acute Care (Non-Inpatient)	2,356,705	816.88	0	0.00	2,356,705	57.93
Acute Care (Inpatient)	2,186,792	757.99	0	0.00	2,186,792	53.75
Total	18,939,400	6,564.78	148,554,487	3,930.43	167,493,887	4,117.25
Service Coordination Expense	49,449	17.14	647,823	17.14	697,272	17.14
Administrative Expenses						
Fixed Amount	401,015	139.00	5,253,644	139.00	5,654,659	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	401,015	139.00	5,253,644	139.00	5,654,659	139.00
Risk Margin	402,910	2.00%	3,209,529	2.00%	3,612,440	2.00%
Premium Tax	352,547	1.75%	2,808,338	1.75%	3,160,885	1.75%
Maintenance Tax	202	0.07	2,646	0.07	2,848	0.07
Projected Total Cost						
Nursing Facility	15,325,005	5,311.96	160,476,468	4,245.86	175,801,473	4,321.46
Acute Care (Non-Inpatient)	2,500,395	866.69	0	0.00	2,500,395	61.46
Acute Care (Inpatient)	2,320,122	804.20	0	0.00	2,320,122	57.03
Total	20,145,523	6,982.85	160,476,468	4,245.86	180,621,990	4,439.96
Minimum Payment for Qualified Nursing Facilities Reimbursement Adjustment	1,1727		1,1727			
Add-On PMPM	2,666,137	924.14	27,512,450	727.92	30,178,587	741.83

FY2016 STAR+PLUS Nursing Facility Rating Summary
Jefferson SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	3,003		26,889		29,892	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	12,126,905	4,038.26	80,583,453	2,996.89	92,710,358	3,101.51
Acute Care (Non-Inpatient)	1,186,749	395.19	0	0.00	1,186,749	39.70
Acute Care (Inpatient)	1,629,047	542.47	0	0.00	1,629,047	54.50
Total	14,942,700	4,975.92	80,583,453	2,996.89	95,526,153	3,195.71
Projected FY2016 Member Months	3,003		26,889		29,892	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0323		1.0325			
Excluded Facility & Seasonality Adjustment	0.9990		0.9990			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0074		1.0000			
Other Adjustments - Acute Care Data Completion	1.3530		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0383		1.0000			
Other Adjustments - Acute Care Data Completion	1.3061		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	13,202,503	4,396.44	87,747,820	3,263.34	100,950,323	3,377.17
Acute Care (Non-Inpatient)	1,595,863	531.42	0	0.00	1,595,863	53.39
Acute Care (Inpatient)	1,922,615	640.23	0	0.00	1,922,615	64.32
Total	16,720,981	5,568.09	87,747,820	3,263.34	104,468,800	3,494.87
Service Coordination Expense	51,471	17.14	460,877	17.14	512,349	17.14
Administrative Expenses						
Fixed Amount	417,417	139.00	3,737,571	139.00	4,154,988	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	417,417	139.00	3,737,571	139.00	4,154,988	139.00
Risk Margin	357,196	2.00%	1,910,611	2.00%	2,267,807	2.00%
Premium Tax	312,547	1.75%	1,671,785	1.75%	1,984,331	1.75%
Maintenance Tax	210	0.07	1,882	0.07	2,092	0.07
Projected Total Cost						
Nursing Facility	14,112,960	4,699.62	95,530,546	3,552.77	109,643,505	3,667.99
Acute Care (Non-Inpatient)	1,699,451	565.92	0	0.00	1,699,451	56.85
Acute Care (Inpatient)	2,047,412	681.79	0	0.00	2,047,412	68.49
Total	17,859,823	5,947.33	95,530,546	3,552.77	113,390,368	3,793.33
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1.2053		1.2053			
Add-On PMPM	2,906,674	967.92	19,318,635	718.46	22,225,310	743.52

FY2016 STAR+PLUS Nursing Facility Rating Summary
Lubbock SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period Member Months	2,971		22,333		25,304	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	11,733,732	3,949.42	67,158,173	3,007.13	78,891,905	3,117.76
Acute Care (Non-Inpatient)	1,086,139	365.58	0	0.00	1,086,139	42.92
Acute Care (Inpatient)	1,793,032	603.51	0	0.00	1,793,032	70.86
Total	14,612,903	4,918.51	67,158,173	3,007.13	81,771,076	3,231.55
Projected FY2016 Member Months	2,971		22,333		25,304	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0327		1.0324			
Excluded Facility & Seasonality Adjustment	0.9984		0.9984			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0032		1.0000			
Other Adjustments - Acute Care Data Completion	1.3751		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.1138		1.0000			
Other Adjustments - Acute Care Data Completion	1.3354		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	12,771,733	4,298.80	73,077,949	3,272.20	85,849,682	3,392.73
Acute Care (Non-Inpatient)	1,478,237	497.56	0	0.00	1,478,237	58.42
Acute Care (Inpatient)	2,320,952	781.20	0	0.00	2,320,952	91.72
Total	16,570,922	5,577.56	73,077,949	3,272.20	89,648,871	3,542.87
Service Coordination Expense	50,923	17.14	382,788	17.14	433,711	17.14
Administrative Expenses						
Fixed Amount	412,969	139.00	3,104,287	139.00	3,517,256	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	412,969	139.00	3,104,287	139.00	3,517,256	139.00
Risk Margin	353,974	2.00%	1,590,994	2.00%	1,944,969	2.00%
Premium Tax	309,728	1.75%	1,392,120	1.75%	1,701,847	1.75%
Maintenance Tax	208	0.07	1,563	0.07	1,771	0.07
Projected Total Cost						
Nursing Facility	13,653,095	4,595.45	79,549,701	3,561.98	93,202,796	3,683.32
Acute Care (Non-Inpatient)	1,574,125	529.83	0	0.00	1,574,125	62.21
Acute Care (Inpatient)	2,471,504	831.88	0	0.00	2,471,504	97.67
Total	17,698,724	5,957.16	79,549,701	3,561.98	97,248,425	3,843.20
Minimum Payment for Qualified Nursing Facilities Reimbursement Adjustment	1.4206		1.4206			
Add-On PMPM	5,760,633	1,938.95	32,961,486	1,475.91	38,722,119	1,530.28

FY2016 STAR+PLUS Nursing Facility Rating Summary
Nueces SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	2,639		27,385		30,024	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	10,167,728	3,852.87	87,234,068	3,185.47	97,401,796	3,244.13
Acute Care (Non-Inpatient)	770,261	291.88	0	0.00	770,261	25.65
Acute Care (Inpatient)	934,317	354.04	0	0.00	934,317	31.12
Total	11,872,307	4,498.79	87,234,068	3,185.47	99,106,375	3,300.91
Projected FY2016 Member Months	2,639		27,385		30,024	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0322		1.0324			
Excluded Facility & Seasonality Adjustment	0.9990		0.9990			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0071		1.0000			
Other Adjustments - Acute Care Data Completion	1.5444		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0990		1.0000			
Other Adjustments - Acute Care Data Completion	1.8935		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	11,068,485	4,194.20	94,980,515	3,468.34	106,049,000	3,532.14
Acute Care (Non-Inpatient)	1,181,973	447.89	0	0.00	1,181,973	39.37
Acute Care (Inpatient)	1,692,065	641.18	0	0.00	1,692,065	56.36
Total	13,942,522	5,283.26	94,980,515	3,468.34	108,923,038	3,627.87
Service Coordination Expense	45,232	17.14	469,379	17.14	514,611	17.14
Administrative Expenses						
Fixed Amount	366,821	139.00	3,806,515	139.00	4,173,336	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	366,821	139.00	3,806,515	139.00	4,173,336	139.00
Risk Margin	298,281	2.00%	2,062,511	2.00%	2,360,791	2.00%
Premium Tax	260,996	1.75%	1,804,697	1.75%	2,065,692	1.75%
Maintenance Tax	185	0.07	1,917	0.07	2,102	0.07
Projected Total Cost						
Nursing Facility	11,849,424	4,490.12	103,125,534	3,765.77	114,974,958	3,829.44
Acute Care (Non-Inpatient)	1,260,348	477.59	0	0.00	1,260,348	41.98
Acute Care (Inpatient)	1,804,264	683.69	0	0.00	1,804,264	60.09
Total	14,914,037	5,651.40	103,125,534	3,765.77	118,039,570	3,931.51
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1.3352		1.3352			
Add-On PMPM	3,978,720	1,507.66	34,142,058	1,246.74	38,120,777	1,269.68

FY2016 STAR+PLUS Nursing Facility Rating Summary
Tarrant SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	8,660		69,050		77,710	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	34,144,639	3,942.80	213,344,176	3,089.71	247,488,815	3,184.77
Acute Care (Non-Inpatient)	3,062,151	353.60	0	0.00	3,062,151	39.40
Acute Care (Inpatient)	3,296,966	380.71	0	0.00	3,296,966	42.43
Total	40,503,757	4,677.11	213,344,176	3,089.71	253,847,933	3,266.61
Projected FY2016 Member Months	8,660		69,050		77,710	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0323		1.0324			
Excluded Facility & Seasonality Adjustment	0.9990		0.9990			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0005		1.0000			
Other Adjustments - Acute Care Data Completion	1.3523		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0877		1.0000			
Other Adjustments - Acute Care Data Completion	1.5012		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	37,173,107	4,292.51	232,289,291	3,364.07	269,462,397	3,467.54
Acute Care (Non-Inpatient)	4,087,462	471.99	0	0.00	4,087,462	52.60
Acute Care (Inpatient)	4,685,130	541.01	0	0.00	4,685,130	60.29
Total	45,945,698	5,305.51	232,289,291	3,364.07	278,234,989	3,580.43
Service Coordination Expense	148,432	17.14	1,183,517	17.14	1,331,949	17.14
Administrative Expenses						
Fixed Amount	1,203,740	139.00	9,597,950	139.00	10,801,690	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	1,203,740	139.00	9,597,950	139.00	10,801,690	139.00
Risk Margin	982,825	2.00%	5,050,921	2.00%	6,033,747	2.00%
Premium Tax	859,972	1.75%	4,419,556	1.75%	5,279,529	1.75%
Maintenance Tax	606	0.07	4,834	0.07	5,440	0.07
Projected Total Cost						
Nursing Facility	39,787,984	4,594.46	252,546,069	3,657.44	292,334,053	3,761.86
Acute Care (Non-Inpatient)	4,358,030	503.24	0	0.00	4,358,030	56.08
Acute Care (Inpatient)	4,995,260	576.82	0	0.00	4,995,260	64.28
Total	49,141,275	5,674.51	252,546,069	3,657.44	301,687,343	3,882.22
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1.2091		1.2091			
Add-On PMPM	8,335,546	962.53	52,087,604	754.35	60,423,150	777.55

FY2016 STAR+PLUS Nursing Facility Rating Summary
Travis SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	4,418		40,988		45,406	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	17,228,555	3,899.63	129,293,132	3,154.41	146,521,686	3,226.92
Acute Care (Non-Inpatient)	1,637,467	370.64	0	0.00	1,637,467	36.06
Acute Care (Inpatient)	1,702,658	385.39	0	0.00	1,702,658	37.50
Total	20,568,680	4,655.65	129,293,132	3,154.41	149,861,811	3,300.48
Projected FY2016 Member Months	4,418		40,988		45,406	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0323		1.0324			
Excluded Facility & Seasonality Adjustment	0.9990		0.9990			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0011		1.0000			
Other Adjustments - Acute Care Data Completion	1.3727		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0744		1.0000			
Other Adjustments - Acute Care Data Completion	1.3090		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	18,756,646	4,245.51	140,774,454	3,434.53	159,531,099	3,513.44
Acute Care (Non-Inpatient)	2,220,050	502.50	0	0.00	2,220,050	48.89
Acute Care (Inpatient)	2,083,975	471.70	0	0.00	2,083,975	45.90
Total	23,060,670	5,219.71	140,774,454	3,434.53	163,835,124	3,608.23
Service Coordination Expense	75,725	17.14	702,534	17.14	778,259	17.14
Administrative Expenses						
Fixed Amount	614,102	139.00	5,697,332	139.00	6,311,434	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	614,102	139.00	5,697,332	139.00	6,311,434	139.00
Risk Margin	493,523	2.00%	3,058,227	2.00%	3,551,751	2.00%
Premium Tax	431,833	1.75%	2,675,949	1.75%	3,107,782	1.75%
Maintenance Tax	309	0.07	2,869	0.07	3,178	0.07
Projected Total Cost						
Nursing Facility	20,085,307	4,546.24	152,911,366	3,730.64	172,996,673	3,810.00
Acute Care (Non-Inpatient)	2,367,999	535.99	0	0.00	2,367,999	52.15
Acute Care (Inpatient)	2,222,856	503.14	0	0.00	2,222,856	48.96
Total	24,676,162	5,585.37	152,911,366	3,730.64	177,587,527	3,911.10
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1,2344		1,2344			
Add-On PMPM	4,714,807	1,067.18	35,386,093	863.33	40,100,900	883.16

FY2016 STAR+PLUS Nursing Facility Rating Summary
MRSA Central SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	5,886		59,910		65,796	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	22,392,394	3,804.35	180,225,796	3,008.28	202,618,190	3,079.49
Acute Care (Non-Inpatient)	1,772,273	301.10	0	0.00	1,772,273	26.94
Acute Care (Inpatient)	2,133,367	362.45	0	0.00	2,133,367	32.42
Total	26,298,035	4,467.90	180,225,796	3,008.28	206,523,830	3,138.85
Projected FY2016 Member Months	5,886		59,910		65,796	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0319		1.0327			
Excluded Facility & Seasonality Adjustment	0.9990		0.9990			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0012		1.0000			
Other Adjustments - Acute Care Data Completion	1.4202		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0703		1.0000			
Other Adjustments - Acute Care Data Completion	1.5405		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	24,369,047	4,140.17	196,286,996	3,276.36	220,656,043	3,353.64
Acute Care (Non-Inpatient)	2,486,210	422.39	0	0.00	2,486,210	37.79
Acute Care (Inpatient)	3,061,205	520.08	0	0.00	3,061,205	46.53
Total	29,916,462	5,082.65	196,286,996	3,276.36	226,203,458	3,437.95
Service Coordination Expense	100,886	17.14	1,026,857	17.14	1,127,743	17.14
Administrative Expenses						
Fixed Amount	818,154	139.00	8,327,490	139.00	9,145,644	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	818,154	139.00	8,327,490	139.00	9,145,644	139.00
Risk Margin	640,746	2.00%	4,273,154	2.00%	4,913,900	2.00%
Premium Tax	560,653	1.75%	3,739,010	1.75%	4,299,663	1.75%
Maintenance Tax	412	0.07	4,194	0.07	4,606	0.07
Projected Total Cost						
Nursing Facility	26,116,065	4,436.98	213,657,701	3,566.31	239,773,766	3,644.20
Acute Care (Non-Inpatient)	2,653,753	450.86	0	0.00	2,653,753	40.33
Acute Care (Inpatient)	3,267,496	555.13	0	0.00	3,267,496	49.66
Total	32,037,314	5,442.97	213,657,701	3,566.31	245,695,014	3,734.19
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1,2934		1,2934			
Add-On PMPM	7,667,430	1,302.66	61,759,362	1,030.87	69,426,791	1,055.18

FY2016 STAR+PLUS Nursing Facility Rating Summary
MRSA Northeast SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	9,555		82,980		92,535	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	41,110,045	4,302.46	260,034,363	3,133.70	301,144,407	3,254.38
Acute Care (Non-Inpatient)	3,347,491	350.34	0	0.00	3,347,491	36.18
Acute Care (Inpatient)	5,514,735	577.16	0	0.00	5,514,735	59.60
Total	49,972,271	5,229.96	260,034,363	3,133.70	310,006,634	3,350.16
Projected FY2016 Member Months	9,555		82,980		92,535	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0320		1.0325			
Excluded Facility & Seasonality Adjustment	0.9142		0.9960			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0012		1.0000			
Other Adjustments - Acute Care Data Completion	1.4202		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0703		1.0000			
Other Adjustments - Acute Care Data Completion	1.5405		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	40,945,273	4,285.22	282,302,714	3,402.06	323,247,987	3,493.25
Acute Care (Non-Inpatient)	4,695,985	491.47	0	0.00	4,695,985	50.75
Acute Care (Inpatient)	7,913,186	828.17	0	0.00	7,913,186	85.52
Total	53,554,444	5,604.86	282,302,714	3,402.06	335,857,158	3,629.51
Service Coordination Expense	163,773	17.14	1,422,277	17.14	1,586,050	17.14
Administrative Expenses						
Fixed Amount	1,328,145	139.00	11,534,220	139.00	12,862,365	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	1,328,145	139.00	11,534,220	139.00	12,862,365	139.00
Risk Margin	1,143,834	2.00%	6,135,377	2.00%	7,279,211	2.00%
Premium Tax	1,000,855	1.75%	5,368,455	1.75%	6,369,310	1.75%
Maintenance Tax	669	0.07	5,809	0.07	6,477	0.07
Projected Total Cost						
Nursing Facility	43,766,230	4,580.45	306,768,852	3,696.90	350,535,081	3,788.14
Acute Care (Non-Inpatient)	5,000,004	523.29	0	0.00	5,000,004	54.03
Acute Care (Inpatient)	8,425,487	881.79	0	0.00	8,425,487	91.05
Total	57,191,720	5,985.53	306,768,852	3,696.90	363,960,572	3,933.22
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1.1342		1.1342			
Add-On PMPM	5,892,607	616.70	40,627,372	489.60	46,519,978	502.73

FY2016 STAR+PLUS Nursing Facility Rating Summary
MRSA West SDA

	Medicaid Only		Dual Eligible		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm
11/2013-10/2014 Experience Period						
Member Months	6,049		62,312		68,361	
11/2013-10/2014 Estimated Incurred Claims						
Nursing Facility	24,435,281	4,039.56	188,438,254	3,024.11	212,873,535	3,113.96
Acute Care (Non-Inpatient)	1,715,010	283.52	0	0.00	1,715,010	25.09
Acute Care (Inpatient)	2,401,368	396.99	0	0.00	2,401,368	35.13
Total	28,551,659	4,720.06	188,438,254	3,024.11	216,989,913	3,174.18
Projected FY2016 Member Months	6,049		62,312		68,361	
Annual Cost Trend Assumptions						
Nursing Facility	3.0 %		3.0 %			
Acute Care (Non-Inpatient)	1.1 %		1.1 %			
Acute Care (Inpatient)	1.1 %		1.1 %			
Adjustment Factors - Nursing Facility						
Provider Reimbursement Increase	1.0321		1.0325			
Excluded Facility & Seasonality Adjustment	0.9992		0.9992			
Managed Care Savings Adjustment	1.0000		1.0000			
Adjustment Factors - Acute Care (Non-Inpatient)						
Provider Reimbursement Adjustment	1.0012		1.0000			
Other Adjustments - Acute Care Data Completion	1.4202		1.0000			
Managed Care Savings Adjustment	0.9670		0.9670			
Adjustment Factors - Acute Care (Inpatient)						
Provider Reimbursement Adjustment	1.0703		1.0000			
Other Adjustments - Acute Care Data Completion	1.5405		1.0000			
Managed Care Savings Adjustment	0.8530		0.8530			
Projected Incurred Claims						
Nursing Facility	26,602,745	4,397.87	205,232,657	3,293.63	231,835,403	3,391.34
Acute Care (Non-Inpatient)	2,405,880	397.73	0	0.00	2,405,880	35.19
Acute Care (Inpatient)	3,445,764	569.64	0	0.00	3,445,764	50.41
Total	32,454,389	5,365.25	205,232,657	3,293.63	237,687,046	3,476.94
Service Coordination Expense	103,680	17.14	1,068,028	17.14	1,171,708	17.14
Administrative Expenses						
Fixed Amount	840,811	139.00	8,661,368	139.00	9,502,179	139.00
Percentage of Premium	0	0.00%	0	0.00%	0	0.00%
Total	840,811	139.00	8,661,368	139.00	9,502,179	139.00
Risk Margin	694,011	2.00%	4,466,835	2.00%	5,160,846	2.00%
Premium Tax	607,260	1.75%	3,908,480	1.75%	4,515,740	1.75%
Maintenance Tax	423	0.07	4,362	0.07	4,785	0.07
Projected Total Cost						
Nursing Facility	28,463,358	4,705.47	223,341,730	3,584.25	251,805,088	3,683.46
Acute Care (Non-Inpatient)	2,564,407	423.94	0	0.00	2,564,407	37.51
Acute Care (Inpatient)	3,672,810	607.18	0	0.00	3,672,810	53.73
Total	34,700,575	5,736.58	223,341,730	3,584.25	258,042,304	3,774.70
Minimum Payment for Qualified Nursing Facilities						
Reimbursement Adjustment	1.3708		1.3708			
Add-On PMPM	10,578,336	1,748.77	81,608,868	1,309.68	92,187,204	1,348.54

Attachment 4

Trend Analysis

The rating methodology uses assumed trend factors to adjust the base period claims cost to the projection period. The cost trend factors used in this analysis are a combination of utilization and inflation components. Separate trend factors were developed by type of service –acute care nursing facility care. The projected acute trend rate assumptions were developed by the actuary based on an analysis of recent experience under the existing STAR+PLUS populations. The nursing facility trend rate assumption was developed based on an analysis of recent fee-for-service claims experience. A single trend assumption applied to all service areas.

The acute care trend assumptions are the same as those trend assumptions used in the FY2016 STAR+PLUS rate setting project for the existing STAR+PLUS areas and populations. The average FY2016 trend assumption for the OCC and HCBS risk groups was combined to develop a single trend assumption. Additional information regarding the assumed acute care trends is available in Attachment 5 from the report titled “State of Texas Medicaid Managed Care STAR+PLUS Program Rate Setting State Fiscal Year 2016”.

The nursing facility care trend assumption was developed from an analysis of nursing facility claims previously paid by the fee-for-service program. Nursing facility claims were reviewed for claims incurred during the period September 1, 2010 through December 31, 2014 and paid through February 28, 2015. Trends for FY2012, FY2013, FY2014 and FY2015 were developed based on a comparison of the average nursing facility claims per member per month incurred during each fiscal year. The FY2015 trend was estimated as the average trend during the first four months of the fiscal year compared to the same time period in the prior fiscal year. The impact of provider reimbursement changes were accounted for and removed from the trend analysis. The attached exhibit provides a summary of the average adjusted trends net of reimbursement changes by service area during these four fiscal years. The nursing facility trend assumption is defined as the average trend during the most recent four fiscal years, with equal weighting applied to each.

The chart below presents the assumed annual trend rates.

Acute Care (non-inpatient)	1.1%
Acute Care (inpatient)	1.1%
Nursing Facility	3.0%

FY2016 STAR+PLUS Nursing Facility Rating Summary
 Analysis of Cost Trend Factors

	<u>FY2012</u>	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>
Adjusted Trend - Net of Reimbursement Changes				
Bexar	0.8%	3.8%	2.9%	4.7%
Dallas	-2.5%	8.0%	1.2%	4.5%
El Paso	-4.7%	13.3%	0.8%	1.8%
Harris	-2.7%	9.0%	2.3%	4.8%
Hidalgo	-4.6%	11.4%	0.6%	3.1%
Jefferson	-0.1%	8.2%	2.1%	2.5%
Lubbock	2.1%	6.0%	2.1%	3.9%
MRSA Central	1.1%	5.1%	2.2%	2.3%
MRSA Northeast	1.0%	4.9%	2.9%	3.2%
MRSA West	-0.4%	8.1%	2.9%	5.2%
Nueces	-1.1%	7.3%	1.9%	3.4%
Tarrant	-1.6%	6.5%	1.9%	2.5%
Travis	-0.6%	5.0%	1.7%	3.0%
Total	-0.9%	7.0%	2.1%	3.7%
Trend Assumption (1)				3.0%

Footnotes:

(1) Average of the FY2012-FY2015 statewide trend factors.

Attachment 5

Nursing Facility Provider Reimbursement and Programmatic Revisions Effective During FY2014, FY2015 and FY2016

This attachment presents information regarding rating adjustments for the various provider reimbursement and programmatic revisions that became effective (or will become effective) after the beginning of the base period used in rate setting (November 1, 2013 through October 31, 2014) and before the end of FY2016.

Effective September 1, 2013 HHSC implemented a 2% reimbursement increase for all nursing facilities. Effective September 1, 2014 HHSC implemented an additional increase such that nursing facility reimbursement was 6% greater than the reimbursement effective prior to the initial increase on September 1, 2013. This reimbursement change on September 1, 2014 equaled 3.92% (1.06 divided by 1.02). These increases were applied across the board and did not vary by service or resource utilization group (RUG). Exhibit A presents a summary of the derivation of the rating adjustment factors. The adjustments were calculated by increasing base period nursing facility claims from the period October 1, 2013 through August 31, 2014 by 3.92%. No adjustment was needed for claims from the period September 1, 2014 through October 31 2014.

Several nursing facilities and their residents have been excluded from the managed care expansion. Individuals residing in a State Veterans Home or the Truman Smith Children's Care Center, who are determined eligible for Medicaid, and who meet STAR+PLUS criteria will be excluded. Exhibits B and C present a summary of the derivation of the rating adjustment factors for these exclusions. The adjustment factors were calculated by comparing the service area average nursing facility cost per member per month (pmpm) including all residents and the pmpm excluding those residents in these facilities.

Previously, all nursing facility claims were reviewed to ensure reimbursement was made for each individual associated with the correct RUG level. Any claim found to be paid at the incorrect level is recouped and returned to HHSC. This recoupment process lags well behind the initial claim payment process and does not occur until the completion of each fiscal year. Since this process has not yet occurred for our base period claims, the data used in our rate development is slightly overstated. In order to correct for this overstatement we have studied historical recoupment patterns and have applied the necessary adjustment factors to account for claims yet to be recouped. Exhibit D presents a summary of this rating adjustment factor.

FY2016 will include 366 days due to leap year. As a result the base period data has been adjusted for the expected seasonal difference in nursing facility claims. Exhibit E presents a summary of this rating adjustment factor.

For ease of presentation purposes, the adjustment factors included in exhibits B-E have been combined into a single adjustment factor on Attachment 3 under the heading "Excluded Facility & Seasonality Adjustment".

FY2016 STAR+PLUS Nursing Facility Rating Summary
 Provider Reimbursement Increase

	<u>Bexar</u>	<u>Dallas</u>	<u>El Paso</u>	<u>Harris</u>	<u>Hidalgo</u>	<u>Jefferson</u>	<u>Lubbock</u>	<u>Nueces</u>	<u>Tarrant</u>	<u>Travis</u>
Impact of Reimbursement Increase (1)										
Medicaid Only	938,134	1,362,899	102,585	1,553,042	420,278	391,987	383,885	327,177	1,103,237	556,971
Dual Eligible	6,045,130	8,234,146	1,336,922	10,133,581	4,420,464	2,616,296	2,177,376	2,826,029	6,921,484	4,188,545
Total	6,983,264	9,597,045	1,439,507	11,686,623	4,840,742	3,008,283	2,561,262	3,153,205	8,024,721	4,745,516
Total Nursing Facility Claims Paid (2)										
Medicaid Only	28,931,242	42,307,740	3,268,969	48,215,302	13,222,868	12,126,905	11,733,732	10,167,728	34,144,639	17,228,555
Dual Eligible	186,151,914	254,662,432	41,134,492	311,973,737	136,370,385	80,583,453	67,158,173	87,234,068	213,344,176	129,293,132
Total	215,083,156	296,970,172	44,403,461	360,189,038	149,593,253	92,710,358	78,891,905	97,401,796	247,488,815	146,521,686
Rate Adjustment (3)										
Medicaid Only	1.0324	1.0322	1.0314	1.0322	1.0318	1.0323	1.0327	1.0322	1.0323	1.0323
Dual Eligible	1.0325	1.0323	1.0325	1.0325	1.0324	1.0325	1.0324	1.0324	1.0324	1.0324
Total	1.0325	1.0323	1.0324	1.0324	1.0324	1.0324	1.0325	1.0324	1.0324	1.0324

Footnotes

(1) Equals the increase in cost from application of the 3.92% increase effective 9/1/2014.

(2) Equals 11/2013-10/2014 nursing facility claims.

(3) Equals Cost Impact divided by Total Nursing Facility Claims.

FY2016 STAR+PLUS Nursing Facility Rating Summary

Provider Reimbursement Increase

	<u>MRSA Central</u>	<u>MRSA Northeast</u>	<u>MRSA West</u>	<u>Total</u>
Impact of Reimbursement Increase (1)				
Medicaid Only	714,423	1,315,827	784,692	9,955,139
Dual Eligible	5,888,083	8,442,801	6,128,669	69,359,527
Total	6,602,507	9,758,629	6,913,361	79,314,665
Total Nursing Facility Claims Paid (2)				
Medicaid Only	22,392,394	41,110,045	24,435,281	309,285,399
Dual Eligible	180,225,796	260,034,363	188,438,254	2,136,604,374
Total	202,618,190	301,144,407	212,873,535	2,445,889,773
Rate Adjustment (3)				
Medicaid Only	1.0319	1.0320	1.0321	1.0322
Dual Eligible	1.0327	1.0325	1.0325	1.0325
Total	1.0326	1.0324	1.0325	1.0324

Footnotes

(1) Equals the increase in cost from application of the 3.92% increase effective 9/1/2014.

(2) Equals 11/2013-10/2014 nursing facility claims.

(3) Equals Cost Impact divided by Total Nursing Facility Claims.

FY2016 STAR+PLUS Nursing Facility Rating Summary

Truman Smith Facility Exclusion

	<u>Bexar</u>	<u>Dallas</u>	<u>El Paso</u>	<u>Harris</u>	<u>Hidalgo</u>	<u>Jefferson</u>	<u>Lubbock</u>	<u>Nueces</u>	<u>Tarrant</u>	<u>Travis</u>
Total PMPM (1)										
Medicaid Only	4,020	3,918	4,521	4,049	4,583	4,038	3,949	3,853	3,943	3,900
Dual Eligible	3,228	3,228	3,483	3,137	3,608	2,997	3,007	3,185	3,090	3,154
Total	3,316	3,311	3,543	3,235	3,677	3,102	3,118	3,244	3,185	3,227
PMPM Excluding Truman Smith Facility (2)										
Medicaid Only	4,020	3,918	4,521	4,049	4,583	4,038	3,949	3,853	3,943	3,900
Dual Eligible	3,228	3,228	3,483	3,137	3,608	2,997	3,007	3,185	3,090	3,154
Total	3,316	3,311	3,543	3,235	3,677	3,102	3,118	3,244	3,185	3,227
Rate Adjustment (3)										
Medicaid Only	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
Dual Eligible	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
Total	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000

Footnotes

(1) Equals the average nursing facility cost per member per month including all nursing facility claims.

(2) Equals the average nursing facility cost per member per month excluding Truman Smith enrollment and claims.

(3) Equals (2) divided by (1).

FY2016 STAR+PLUS Nursing Facility Rating Summary

Truman Smith Facility Exclusion

	<u>MRSA Central</u>	<u>MRSA Northeast</u>	<u>MRSA West</u>	<u>Total</u>
Total PMPM (1)				
Medicaid Only	3,804	4,302	4,040	4,033
Dual Eligible	3,008	3,134	3,024	3,154
Total	3,079	3,254	3,114	3,243
PMPM Excluding Truman Smith Facility (2)				
Medicaid Only	3,804	3,949	4,040	3,989
Dual Eligible	3,008	3,134	3,024	3,154
Total	3,079	3,209	3,114	3,238
Rate Adjustment (3)				
Medicaid Only	1.0000	0.9179	1.0000	0.9892
Dual Eligible	1.0000	1.0000	1.0000	1.0000
Total	1.0000	0.9862	1.0000	0.9983

Footnotes

(1) Equals the average nursing facility cost per member per month including all nursing facility claims.

(2) Equals the average nursing facility cost per member per month excluding Truman Smith enrollment and claims.

(3) Equals (2) divided by (1).

FY2016 STAR+PLUS Nursing Facility Rating Summary
 Veteran's Homes Facility Exclusion

	<u>Bexar</u>	<u>Dallas</u>	<u>El Paso</u>	<u>Harris</u>	<u>Hidalgo</u>	<u>Jefferson</u>	<u>Lubbock</u>	<u>Nueces</u>	<u>Tarrant</u>	<u>Travis</u>
Total PMPM (1)										
Medicaid Only	4,020	3,918	4,521	4,049	4,583	4,038	3,949	3,853	3,943	3,900
Dual Eligible	3,228	3,228	3,483	3,137	3,608	2,997	3,007	3,185	3,090	3,154
Total	3,316	3,311	3,543	3,235	3,677	3,102	3,118	3,244	3,185	3,227
PMPM Excluding Veteran's Homes (2)										
Medicaid Only	4,019	3,918	4,535	4,049	4,586	4,038	3,947	3,853	3,943	3,900
Dual Eligible	3,228	3,228	3,493	3,137	3,610	2,997	3,005	3,185	3,090	3,154
Total	3,316	3,311	3,553	3,235	3,679	3,102	3,116	3,244	3,185	3,227
Rate Adjustment (3)										
Medicaid Only	0.9998	1.0000	1.0029	1.0000	1.0005	1.0000	0.9994	1.0000	1.0000	1.0000
Dual Eligible	0.9998	1.0000	1.0029	1.0000	1.0005	1.0000	0.9994	1.0000	1.0000	1.0000
Total	0.9998	1.0000	1.0029	1.0000	1.0005	1.0000	0.9994	1.0000	1.0000	1.0000

Footnotes

(1) Equals the average nursing facility cost per member per month including all nursing facility claims.

(2) Equals the average nursing facility cost per member per month excluding Veteran's Homes enrollment and claims.

(3) Equals (2) divided by (1).

FY2016 STAR+PLUS Nursing Facility Rating Summary
 Veteran's Homes Facility Exclusion

	<u>MRSA Central</u>	<u>MRSA Northeast</u>	<u>MRSA West</u>	<u>Total</u>
Total PMPM (1)				
Medicaid Only	3,804	4,302	4,040	4,033
Dual Eligible	3,008	3,134	3,024	3,154
Total	3,079	3,254	3,114	3,243
PMPM Excluding Veteran's Homes (2)				
Medicaid Only	3,804	4,290	4,040	4,031
Dual Eligible	3,008	3,124	3,025	3,153
Total	3,079	3,245	3,115	3,242
Rate Adjustment (3)				
Medicaid Only	1.0000	0.9970	1.0002	0.9996
Dual Eligible	1.0000	0.9970	1.0002	0.9996
Total	1.0000	0.9970	1.0002	0.9996

Footnotes

(1) Equals the average nursing facility cost per member per month including all nursing facility claims.

(2) Equals the average nursing facility cost per member per month excluding Veteran's Homes enrollment and claims.

(3) Equals (2) divided by (1).

FY2016 STAR+PLUS Nursing Facility Rating Summary
Claim Recoupments

	<u>Total Paid (1)</u>	<u>Recoupment (2)</u>	<u>Adjustment Factor</u>
FY2011	2,277,539,201	6,327,952	99.72%
FY2012	2,366,713,958	10,665,841	99.55%
Total	4,644,253,158	16,993,793	99.63%

- (1) Total Nursing Facility Claims Paid.
- (2) Amounts recouped from nursing facility.
- (3) Recoupment Information not yet available for FY2013 and FY2014.

FY2016 STAR+PLUS Nursing Facility Rating Summary
Seasonality Adjustment Factor

	<u>FY2014</u>	<u>FY2016 (1)</u>	<u>Seasonality (2)</u>
Number of Days	365	366	1.0027

Footnotes:

- (1) FY2016 will be a leap year.
- (2) Ratio of FY2016 to FY2014.

Attachment 6

Minimum Payment to Qualified Nursing Facility Reimbursement Adjustments

Effective March 1, 2015, HHSC established a minimum payment level for certain non-state government owned nursing facilities. For these 249 facilities approved by the state, the participating health plans will be required to reimburse these facilities at or above the Medicare payment level. The impact of this increased reimbursement was calculated by repricing the base period claims data at the enhanced reimbursement level for each eligible nursing facility. The attached exhibit presents a summary of the derivation of this adjustment factor.

The applicable premium rate per member per month attributable to the Minimum Payment to Qualified Nursing Facilities is calculated using the following formula

$$\text{Premium PMPM} = \frac{\text{FY2016 Projected Nursing Facility Cost (Adjustment Factor - 1)}}{(1-.05-.0175)}$$

The .05 and .0175 included in the denominator above reflect the addition of risk margin and premium tax respectively. An enhanced risk margin of 5% has been included due to the significant case mix risk the health plans will experience due to this enhanced reimbursement and the variation by nursing facility. The most significant risk the health plans will experience is the risk that they enroll a disproportionately higher percentage of the nursing facility residents currently eligible for the enhanced level of reimbursement.

FY2016 STAR+PLUS Nursing Facility Rating Summary
 Minimum Payment to Qualified Nursing Facilities

	<u>Reimbursement Increase (1)</u>	<u>Total Nursing Facility Claims (2)</u>	<u>Rate Adjustment (3)</u>
Bexar	44,898,368	215,083,156	1.2087
Dallas	73,602,326	296,970,172	1.2478
El Paso	-	44,403,461	1.0000
Harris	66,342,203	360,189,038	1.1842
Hidalgo	25,837,148	149,593,253	1.1727
Jefferson	19,029,801	92,710,358	1.2053
Lubbock	33,184,030	78,891,905	1.4206
Nueces	32,644,943	97,401,796	1.3352
Tarrant	51,761,660	247,488,815	1.2091
Travis	34,351,984	146,521,686	1.2344
MRSA Central	59,454,002	202,618,190	1.2934
MRSA Northeast	40,416,062	301,144,407	1.1342
MRSA West	78,923,402	212,873,535	1.3708
 Total	 560,445,927	 2,445,889,773	 1.2291

Footnotes

(1) Increased reimbursement to eligible facilities to reach Medicare level.

(2) Equals 11/2013-10/2014 nursing facility claims.

(3) Equals Reimbursement Increase divided by Total Nursing Facility Claims.

Attachment 7

Acute Care Provider Reimbursement and Programmatic Revisions Effective During FY2014, FY2015 and FY2016

This attachment presents information regarding rating adjustments for the various provider reimbursement and benefit revisions that became effective (or will become effective) after the beginning of the base period used in rate setting (November 1, 2013 through October 30, 2014) and before the end of FY2016.

Effective September 1, 2014 and again on September 1, 2015 HHSC revised the standard dollar amounts applied to the inpatient reimbursement for certain Children's Hospitals, safety net and trauma hospitals.

Effective May 1, 2013 HHSC implemented revisions to hospital reimbursement to account for Potentially Preventable Readmissions (PPR). The reimbursement reductions amount to 1-2% depending on a hospital's performance during the evaluation time period. This change has been deemed immaterial to the nursing facility population and no further adjustment has been made.

Effective March 1, 2014 HHSC implemented revisions to hospital reimbursement to account for Potentially Preventable Complications (PPC). The reimbursement reductions amount to 2-2.5% depending on a hospital's performance during the evaluation time period. This change has been deemed immaterial to the nursing facility population and no further adjustment has been made.

Effective September 1, 2015 HHSC will implement revisions to outpatient rural hospital reimbursement.

Effective September 1, 2015 HHSC will implement revisions to the reimbursement for therapy services.

The adjustment factors for each of these revisions is based on the adjustment factors derived in the report titled "State Of Texas Medicaid Managed Care STAR+PLUS Program Rate Setting State Fiscal Year 2016" for the HCBS populations. This population most closely resembles the nursing facility population because all HCBS members must meet an institutional level of care criteria. These adjustment factors were developed by repricing the managed care encounter data during FY2014 using the revised reimbursement structure. Because STAR+PLUS did not exist in the MRSA service areas during FY2014 the statewide average adjustment factors have been applied to the MRSA nursing facility populations.

At the bottom of the exhibit, the adjustment factors have been categorized into non-inpatient and inpatient and aggregated for inclusion in the community rating analysis.

FY2016 STAR+PLUS Nursing Facility Rating Summary
Acute Care Provider Reimbursement Adjustments (1)

	Effective Date	Bexar	Dallas	El Paso	Harris	Hidalgo	Jefferson
Therapy Rate Reductions	9/1/2015	-0.0010	-0.0004	-0.0009	-0.0009	-0.0020	-0.0010
Outpatient Rural Hospital (exlcuding imaging)	9/1/2015	0.0016	0.0002	0.0000	0.0006	0.0047	0.0079
Outpatient Rural Hospital Imaging	9/1/2015	0.0001	0.0000	0.0000	0.0000	0.0002	0.0005
Inpatient Hospital Standard Dollar Amount Changes	9/1/2015	0.0674	0.0889	0.1304	0.0490	0.0751	0.0383
Non Inpatient Adjustment Factor	Non IP	1.0007	0.9998	0.9991	0.9997	1.0029	1.0074
Inpatient Adjustment Factor	IP	1.0674	1.0889	1.1304	1.0490	1.0751	1.0383

Footnotes:

- (1) Based on STAR+PLUS HCBS adjustment factors calculated in report titled "State of Texas Medicaid Managed Care STAR+PLUS Program Rate Setting State Fiscal Year 2016".
- (2) Statwide average adjustment factors.

FY2016 STAR+PLUS Nursing Facility Rating Summary
Acute Care Provider Reimbursement Adjustments (1)

	<u>Lubbock</u>	<u>Nueces</u>	<u>Tarrant</u>	<u>Travis</u>	<u>MRSA Central (2)</u>	<u>MRSA Northeast (2)</u>	<u>MRSA West (2)</u>
Therapy Rate Reductions	-0.0005	-0.0009	-0.0008	-0.0003	-0.0009	-0.0009	-0.0009
Outpatient Rural Hospital (exlcuding imaging)	0.0034	0.0075	0.0011	0.0013	0.0020	0.0020	0.0020
Outpatient Rural Hospital Imaging	0.0003	0.0005	0.0002	0.0001	0.0001	0.0001	0.0001
Inpatient Hospital Standard Dollar Amount Changes	0.1138	0.0990	0.0877	0.0744	0.0703	0.0703	0.0703
Non Inpatient Adjustment Factor	1.0032	1.0071	1.0005	1.0011	1.0012	1.0012	1.0012
Inpatient Adjustment Factor	1.1138	1.0990	1.0877	1.0744	1.0703	1.0703	1.0703

Footnotes:

- (1) Based on STAR+PLUS HCBS adjustment factors calculated in report titled "State of Texas Medicaid Managed Care STAR+PLUS Program Rate Setting State Fiscal Year 2016".
- (2) Statwide average adjustment factors.

Attachment 8

Acute Care Data Completion Adjustment

This attachment presents information regarding the rating adjustment necessary to gross up the base period fee-for-service data to account for managed care members who temporarily reside in a nursing facility and whose acute care claims are not included in our fee-for-service base data.

The enrollment information collected for the base period includes all individuals residing in a nursing facility. All nursing facility claims paid for these individuals were paid by the Fee-For-Service (FFS) program; however, some of the acute care claims were paid by STAR+PLUS managed care plans. A STAR+PLUS member who enters a nursing facility is not disenrolled from managed care until they have resided in the nursing facility for four months. During this first four months of nursing facility residency their acute care claims are paid by the STAR+PLUS health. The base period claims used in the rate development do not include these managed care claims and require adjustment.

The adjustment factor was calculated by reviewing the ratio of acute care managed care claims to acute care fee-for-service claims during the period September 1, 2013 through August 31, 2014 (FY2014), the most recent twelve month period for which managed care data is available. Acute care claims for STAR+PLUS members residing in a nursing facility during their managed care eligibility are separately identified through a risk group identification marker. These claims were collected from the FY2014 managed care encounter database for all service areas with exception of the three MRSA areas. During FY2014 the only managed care program operating in the MRSA was STAR which does not include the nursing facility risk group identification. The average adjustment factor across the other ten service areas has been applied to the three MRSA service areas.

FY2016 STAR+PLUS Nursing Facility Rating Summary
Acute Care Data Completion Adjustment

	<u>Non Inpatient</u>	<u>Inpatient</u>
FY2014 Managed Care Claims (1)		
Bexar	1,229,915	1,925,595
Dallas	2,180,433	3,741,238
El Paso	130,406	178,049
Harris	1,962,523	2,912,574
Hidalgo	911,248	1,256,980
Jefferson	421,306	569,106
Lubbock	435,581	666,358
Nueces	431,398	849,609
Tarrant	1,105,744	1,916,409
Travis	610,890	573,688
Total	9,419,444	14,589,605
FY2014 Fee For Service Claims (2)		
Bexar	2,763,631	3,449,472
Dallas	4,339,164	5,710,182
El Paso	252,915	241,764
Harris	5,665,745	5,733,747
Hidalgo	1,472,731	1,380,136
Jefferson	1,193,381	1,859,092
Lubbock	1,161,334	1,986,976
Nueces	792,488	950,838
Tarrant	3,138,394	3,823,453
Travis	1,639,220	1,856,581
Total	22,419,005	26,992,241
Adjustment Factor (3)		
Bexar	1.4450	1.5582
Dallas	1.5025	1.6552
El Paso	1.5156	1.7365
Harris	1.3464	1.5080
Hidalgo	1.6187	1.9108
Jefferson	1.3530	1.3061
Lubbock	1.3751	1.3354
Nueces	1.5444	1.8935
Tarrant	1.3523	1.5012
Travis	1.3727	1.3090
Total	1.4202	1.5405

Footnotes

- (1) Acute care claims paid by managed care plans for members in a nursing facility.
(2) Acute care claims paid by FFS for members in a nursing facility.
(3) Managed care claims plus FFS claims divided by FFS claims.

Attachment 9

Managed Care Efficiency Adjustment

Our rating analysis includes an explicit assumption regarding the anticipated reduction in claims cost resulting from the implementation of managed care. In deriving the managed care efficiency factor, we relied upon experience from previous STAR+PLUS expansions. The underlying assumptions are a 22% reduction in unmanaged inpatient costs, a breakeven reduction on unmanaged non inpatient acute care costs and no reduction on nursing facility costs.

The 22% inpatient savings assumption was derived from historical experience with the expansion of STAR+PLUS across the state over the past decade. The non inpatient savings assumption was derived by solving for the managed care discount necessary to offset the increased administrative expense and risk margin associated with transitioning the nursing facility population to managed care. From Attachment 2, the statewide average non inpatient acute care cost is \$377.99 during our base period. Allocating \$10.80 of the administrative cost to non inpatient acute care the savings assumption is determined by solving the following equation:

$$\frac{\$377.99}{1-.02} = \frac{\$377.99 * (1-X) + \$10.80}{1-.02}$$

Where X is the managed care savings assumption

The necessary breakeven managed care discount for non inpatient acute care is 4.9%.

As discussed in Attachment 8 a portion of the acute care data used in the rate development is currently managed under the STAR+PLUS program. It is assumed that there will be no further managed care savings on this population. In FY2014 approximately 67% of the acute care for nursing facility residents was paid on a fee-for-service basis. Applying this 67% to the managed care discounts discussed above results in the following savings assumptions which were applied in the rate development:

Acute Care (non-inpatient)	3.3%
Acute Care (inpatient)	14.7%
Nursing Facility	0.0%

No managed care savings are assumed for nursing facility claims because participating health plans are required to contract with all nursing facilities at or above the current Medicaid fee-for-service reimbursement levels. Any savings associated with nursing facility are due to health plans transitioning nursing facility residents out of a facility and into a community setting. With this transition these members will be moved into a different, lower cost risk group, STAR+PLUS HCBS.