

**STATE OF TEXAS
CHILDREN'S HEALTH INSURANCE
PROGRAM
CHIP RATE SETTING
STATE FISCAL YEAR 2019**

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 2019 (FY2019, September 1, 2018 through August 31, 2019) premium rates for health plans participating in the Texas Children's Health Insurance Program (CHIP). This report presents the rating methodology and assumptions used in developing the premium rates.

Rudd and Wisdom has provided actuarial services to the Texas Medicaid program for over 30 years. We have participated in the state's Medicaid managed care rating process since its inception in 1993 and in developing premium rates for CHIP plans since that program's inception in 2000. This year, as in previous years, we have worked closely with HHSC in developing the FY2019 CHIP premium rates.

Rudd and Wisdom has relied on the following data sources as provided by HHSC, the participating health plans and the agency's External Quality Review Organization (EQRO):

- Monthly enrollment by age group for each health plan. This includes historical enrollment since September 2014 and a projection of future enrollment through August 2019. These projections were prepared by HHSC.
- Detailed MCO medical and pharmacy encounter data. Medical encounter data includes detail medical claim information for every claim incurred during FY2017 and paid through November 30, 2017. Pharmacy encounter data includes detail pharmacy claim information for every claim incurred for the period March 1, 2012 through March 31, 2018. The dataset includes but is not limited to (1) individual member information – date of birth, risk group, health plan; (2) provider information – type of provider, NPI, bill type, taxonomy code, NABP; (3) procedure information – diagnosis, procedure code, claim modifier, NDC; and (4) payment information – paid amount, billed amount. This information is used to identify the providers and services which will receive or have received reimbursement changes in order to determine the cost impact of such changes.
- Claim lag reports by age group for each health plan for the period September 2014 through February 2018. These reports were provided by the health plans and include monthly paid claims by month of service.
- Financial Statistical Reports (FSR) for each participating health plan for FY2016, FY2017 and the first six months of FY2018. The FSR contains detailed information regarding monthly enrollment, revenue, incurred claims and administrative expenses, as reported by the health plan. The FSR is audited by an external auditor.
- Reports from the EQRO summarizing their analysis of the health plan's encounter data.
- Reports from the health plans providing information on high volume claimants during the experience period.
- Current (FY2018) premium rates for each health plan.
- The number of maternity deliveries by health plan and risk group for the period September 2014 through February 2018.

- Information from both HHSC and the health plans regarding recent changes in covered services and provider reimbursement under the State Medicaid and CHIP programs.
- Information from the health plans regarding current and projected payment rates for certain capitated services, such as mental health and vision.
- FY2017 acuity risk adjustment analysis prepared by the EQRO for each participating health plan.
- Information from the health plans regarding current and projected reinsurance premium rates.
- Information provided by HHSC regarding FY2017 CHIP health plan claims cost by type of service for certain services. This information was obtained from the encounter database.
- Information from HHSC regarding FY2018 and proposed FY2019 Medicaid provider reimbursement rates.

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 claim lag reports provided by the MCOs, (ii) the claim amounts reported in the FSRs and (iii) the claim amounts in the encounter data files. The three data sources are compared to ensure consistent results such that the three are considered interchangeable in aggregate. Although interchangeable in total, each data source has a unique role in the analysis. FSR data provides high level summary information of claims data, subcapitated expenses, reinsurance expenses and administrative costs. In some cases, this information is available at the risk group level while for others it is only provided at an aggregated level. MCO summary reports provide HHSC-specified data points at a more granular level such as subcapitated expenses by service, claim lag data by service, other medical expenses and large claimant information. The detail encounter data provides claim data at the most granular level including information for individual claims such as provider, procedure code, diagnostic information, etc. The use of these multiple data sources allows for a dynamic, flexible rating model that is not constrained to the data limitation of a single source.

All data requested by the actuary was provided by HHSC and the participating MCOs. Although the above data was reviewed for reasonableness, Rudd and Wisdom did not audit the data.

In addition, HHSC employs the Institute for Child Health Policy (ICHP) as an External Quality Review Organization. ICHP reviews the encounter data and provides certification of the data quality. Below is an excerpt from the data certification report for the detail encounter period September 1, 2016 through August 31, 2017 (FY2017).

Based on an administrative review, the EQRO considers the required data elements for all MCO/RSA combination in CHIP to be accurate and complete, meeting the following components of Texas Government Code § 533.0131 for data certification purposes:

1. *The encounter data for the most recent measurement year are complete, accurate, and reliable.*

2. *No statistically significant variability in the encounter data is attributable to incompleteness, inaccuracy, or other deficiency as compared to equivalent data for similar populations and when evaluated against professionally accepted standards.*

Based on the review of the data by the EQRO, HHSC and Rudd and Wisdom, we have concluded that all data sources are consistent, complete and accurate. It is our opinion that the data collected for the rate development is high quality and we have no concerns over the availability or applicability to the FY2019 rate development. The accumulation of data sources noted above have been assigned full credibility.

Given the history of managed care data available for the CHIP program, the rate development is based exclusively on managed care data.

II. Overview of the Rate Setting Methodology

This report details the development of the medical and prescription drug components of the CHIP premium rate. Information regarding the CHIP Dental program can be found in the report titled “State of Texas Medicaid and CHIP Managed Care Dental Rate Setting FY2019”.

The actuarial model used to derive the FY2019 CHIP premium rates relies primarily on historical health plan experience. The historical claims experience for the program was analyzed and estimates for the base period were developed. Due to the significant differences between claim run out patterns, different base periods were selected for medical and prescription drug. The base period for the medical component was defined as FY2017 (September 1, 2016 through August 31, 2017) while the base period for the prescription drug component was defined as CY2017 (January 1, 2017 through December 31, 2017). The primary reason for varying the base periods between medical and prescription is that prescription drug claims complete much faster and therefore require minimal estimation of incurred but unpaid claims (IBNR). Estimates of the base period include an estimate of IBNR using claims paid through February 28, 2018 and represents the following percentage of incurred claims by type of service:

- Medical – 0.13%
- Prescription Drug – 0.0%

These estimates were then projected forward to FY2019 using assumed trend rates. Other plan expenditures such as capitated amounts, reinsurance costs and administrative expenses were added to the claims component in order to project the total FY2019 cost under the health plan. These projected total cost rates were determined separately for each risk group for each health plan in each service area. The results of this analysis were then combined for all health plans in a service area in order to develop a set of community rates for each service area.

The health plans under review are located in the following service areas:

- Bexar County Service Area (San Antonio)
- Dallas County Service Area (Dallas)
- El Paso County Service Area (El Paso)
- Harris County Service Area (Houston)
- Jefferson County Service Area (Jefferson)
- Lubbock County Service Area (Lubbock)
- Nueces County Service Area (Corpus Christi)
- Tarrant County Service Area (Fort Worth)
- Travis County Service Area (Austin)
- Rural County Service Area (All other Texas regions)

Premium rates were determined for the following age groups:

- Children Under Age One Year
- Children Ages 1 to 5 Years
- Children Ages 6 to 14 Years

- Children Ages 15 to 18 Years
- Perinate Newborn 198%-202%
- Perinate Mother <198%
- Perinate Mother 198%-202%

The services used in the analysis include the following:

- Inpatient Hospital
- Outpatient Hospital
- Physician Services
- Other Professional Services
- Lab, X-ray and Radiology Services
- Medical Supplies
- Behavioral Health Services
- EPSDT Medical Services
- Family Planning and Genetics Services
- Hearing Services
- Home Health Services
- Emergency Room Services
- Ambulance Services
- Vision Services
- Prescription Drugs

Services specifically excluded from the analysis include:

- Dental and Orthodontia Services
- High Cost Carve-out Drugs

We projected the FY2019 cost for each individual health plan by estimating their base period average claims cost and then applying trend and other adjustment factors. (These adjustment factors are described in more detail in Section III.) We added capitation expenses for services capitated by the health plan (such as vision and behavioral health), a net cost of reinsurance, a reasonable provision for administrative expenses and a risk margin. Attachment 2 presents a description and an example of the experience analysis for a sample health plan. This type of analysis was conducted on the experience of each participating CHIP health plan.

The analysis of base period claims experience for each health plan 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 and it was determined that no such adjustments were necessary.

HHSC utilized the combination of two rating methodologies in setting the FY2019 CHIP premium rates – individual plan experience rating and community rating. The individual plan experience rating method is described above and documented in Attachment 2. The community rates are developed by a weighted average of the projected FY2019 cost for each health plan in the service area (from the individual plan experience rating method). The weights used in this formula are the projected FY2019 number of members enrolled in each health plan by age group. Attachment 3 presents the summary community rating

exhibit for each service area along with a description of the analysis.

The projected FY2019 average total per-capita cost in a service area is called the unadjusted premium rate. This rate includes provision for all health care and administrative services to be provided by the health plan. This rate is then separated into two components – (i) non-maternity related expenses and (ii) maternity expenses. The premium rate for non-maternity expenses is called the adjusted premium rate. These are the monthly rates paid to the health plan. The amount paid for maternity expenses is called the Delivery Supplemental Payment (DSP). Additional information regarding DSP is included in Attachment 7.

The base community rate in each service area was adjusted to reflect the health status, or acuity, of the population enrolled in each health plan. The purpose of acuity risk adjustment is to recognize the anticipated cost differential between multiple health plans in a service area by analyzing the health status of their respective memberships. Additional information regarding risk adjustment is included in Section III below under Risk Adjustment and in Attachment 6.

The FY2019 CHIP non-Perinate health plan premium rates were then defined as the following: the minimum of (a) 108% of the rate developed using the individual experience of the plan and (b) community rate with risk adjustment. The enrollment for children under age one is so small that credible rates could not be set by area. As a result, the rate for this risk group was determined on a statewide basis.

The FY2019 CHIP Perinate health plan premium rates were defined as the following: statewide rate for the Perinate Newborn 198%-202% and Perinate Mother 198%-202% risk groups and community rate with risk adjustment for the Perinate Mother <198% risk group. The enrollment for the Perinate Newborn 198%-202% and Perinate Mother 198%-202% risk groups were so small that credible rates could not be set by area. As a result, the rates for these risk groups were calculated on a statewide basis.

III. Adjustment Factors

This section contains a description of the adjustment factors used in the FY2019 CHIP rate setting process.

Trend Factors - Medical

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. The projected trend rate assumptions were developed by the actuary based on an analysis of recent experience under the CHIP program. A single trend assumption applies to all service areas but varies by CHIP Perinate versus CHIP non-Perinate programs and by projection year (FY2018 and FY2019).

The trend analysis resulted in an annual trend assumption of 4.3% for FY2018 and FY2019 for the CHIP non-Perinate program and 3.4% for FY2018 and 3.2% for FY2019 for the CHIP Perinate program.

Attachment 4 – Exhibit A presents the derivation of the medical trend assumption.

Trend Factors - Pharmacy

The rating methodology uses assumed pharmacy trend factors to adjust the base period (CY2017) claims cost to the rating period (FY2019). The trend rate assumptions were developed by the actuary based on an analysis of recent pharmacy claims experience under the CHIP program and the actuary's professional judgment regarding anticipated future cost changes. The trend rate assumption is the same for all CHIP risk groups and service areas.

The trend analysis resulted in an annual trend assumption of 5.6%.

Attachment 4 – Exhibit B presents the derivation of the pharmacy trend assumption.

Provider Reimbursement and Benefit Revision Adjustment

There were several significant revisions to the Texas Medicaid fee schedule which were included in the CHIP rating analysis. Provider reimbursement and benefit changes were recognized for the following services:

- Therapy Reimbursement Change
- Therapy Policy Change
- Radiology Reimbursement Change
- Anesthesiology Reimbursement Change
- Ambulance Reimbursement Change
- Remove Invalid Clinician Administered Drugs
- Medical Cost Share Increase
- FQHC Wrap Payment Removal

- Subrogation Recoveries Policy Change
- Potentially Preventable Readmissions Reduction
- Hospital Reimbursement Changes
- Limit Related Party Reimbursement to 100% of Medicaid
- Pharmacy Cost Share Increase
- Hurricane Harvey Pharmacy Cost Share Reimbursement
- Pharmacy Carve-in

The rating adjustments for these provider reimbursement changes were calculated by applying actual health plan encounter data to the old and new reimbursement basis and the resulting impact determined. Attachment 5 presents a summary of the derivation of these adjustment factors.

Risk Adjustment

Several risk adjustment techniques are employed in the rate setting methodology. Premium rates are established separately by area and age group in order to recognize the inherent geographical and demographical variation in the cost of delivering care. In an attempt to treat the health plans more equitably regarding maternity expenses, the methodology includes a separate payment for maternity services. The rating methodology also includes a health status adjustment.

The base community rate in each service area was adjusted to reflect the health status, or acuity, of the population enrolled in each health plan. The purpose of acuity risk adjustment is to recognize the anticipated cost differential between multiple health plans in a service area by analyzing the health status of their respective members. The risk analysis was performed by the University of Florida's Institute for Child Health Policy (ICHP). The methodology used to incorporate the acuity risk adjustment is the Chronic Illness and Disability Payment System (CDPS). Additional information regarding risk adjustment is included in Attachment 6.

Although the results of the risk adjustment analysis were reviewed for reasonableness, Rudd and Wisdom did not audit the risk adjustment data or the results of ICHP's analysis.

IV. Administrative Fees, Taxes and Risk Margin

The rating methodology includes an explicit provision for health plan administrative services. The amount allocated for medical administrative expenses is \$7.50 per member per month (pmpm) for the CHIP non-Perinate program and \$12.50 pmpm for the CHIP Perinate program plus 5.75% of gross premium. The amount allocated for pharmacy administrative expenses is \$1.80 pmpm. This amount is intended to provide for all administrative-related services performed by the HMO.

The premium rates also include an amount for premium tax (1.75% of premium), maintenance tax (\$0.06 pmpm) and a risk margin (1.50% of premium).

The capitation rates included in this document do not include provision for the Affordable Care Act (ACA) Health Insurance Providers Fee. HHSC has developed a procedure for reimbursing the MCOs 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, if necessary or applicable. HHSC has included the Health Insurance Providers Fee in the managed care capitation rates for each of 2014, 2015 and 2016 through amendments to the initially certified rates for these time periods.

V. CHIP Dental

This report details the development of the medical and prescription drug component of the premium. Further information regarding the dental premium rate can be found in the report titled “State of Texas Medicaid and CHIP Managed Care Dental Rate Setting FY2019.”

VI. Summary

The chart below presents the results of the FY2019 CHIP rating analysis and includes all components of the premium – medical and prescription drug.

Health Plan	CHIP - Medical & Prescription Drug Rates				
	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	DSP
FY2019 CHIP Premium Rates pmpm					
Aetna - Bexar	509.18	133.45	103.04	148.66	3,100.00
Amerigroup - Bexar	509.18	97.93	101.65	53.67	3,100.00
CFHP - Bexar	509.18	128.03	120.12	135.39	3,100.00
Superior - Bexar	509.18	115.96	111.87	125.24	3,100.00
Amerigroup - Dallas	509.18	142.59	133.81	161.42	3,100.00
Molina - Dallas	509.18	109.67	116.04	119.97	3,100.00
Parkland - Dallas	509.18	158.96	125.07	168.14	3,100.00
El Paso Health - El Paso	509.18	143.11	103.24	112.96	3,100.00
Superior - El Paso	509.18	111.29	86.24	117.07	3,100.00
Amerigroup - Harris	509.18	145.04	114.58	181.16	3,100.00
CHC - Harris	509.18	159.24	128.34	165.65	3,100.00
Molina - Harris	509.18	102.29	116.15	98.06	3,100.00
TCHP - Harris	509.18	180.25	158.72	203.32	3,100.00
United - Harris	509.18	139.96	128.23	166.43	3,100.00
Amerigroup - Jefferson	509.18	185.44	138.67	153.78	3,100.00
CHC - Jefferson	509.18	131.01	104.99	363.79	3,100.00
Molina - Jefferson	509.18	110.81	136.58	108.81	3,100.00
TCHP - Jefferson	509.18	147.54	179.25	243.56	3,100.00
United - Jefferson	509.18	152.66	184.51	148.45	3,100.00
Firstcare - Lubbock	509.18	130.31	104.71	140.93	3,100.00
Superior - Lubbock	509.18	119.28	102.86	105.62	3,100.00
United - Nueces	509.18	153.35	129.99	139.30	3,100.00
Driscoll - Nueces	509.18	180.80	164.59	194.74	3,100.00
Superior - Nueces	509.18	146.08	142.82	233.79	3,100.00
Aetna - Tarrant	509.18	100.06	96.76	139.91	3,100.00
Amerigroup - Tarrant	509.18	115.82	117.30	148.40	3,100.00
Cook - Tarrant	509.18	149.43	131.32	158.93	3,100.00
BCBS - Travis	509.18	136.07	101.12	113.66	3,100.00
DCHP - Travis	509.18	143.09	128.79	116.94	3,100.00
Superior - Travis	509.18	153.04	109.80	124.89	3,100.00
Molina - RSA	509.18	104.72	102.22	122.41	3,100.00
Superior - RSA	509.18	120.91	109.94	137.32	3,100.00

CHIP Perinate - Medical & Prescription Drug Rates				
Health Plan	Newborns	Perinate	Perinate	DSP
	198%-202%	<198%	198%-202%	
FY2019 CHIP Perinate Premium Rates pmpm				
Aetna - Bexar	521.10	363.25	561.90	3,100.00
Amerigroup - Bexar	521.10	351.59	561.90	3,100.00
CFHP - Bexar	521.10	412.37	561.90	3,100.00
Superior - Bexar	521.10	423.58	561.90	3,100.00
Amerigroup - Dallas	521.10	389.99	561.90	3,100.00
Molina - Dallas	521.10	354.90	561.90	3,100.00
Parkland - Dallas	521.10	411.63	561.90	3,100.00
El Paso Health - El Paso	521.10	399.90	561.90	3,100.00
Superior - El Paso	521.10	398.33	561.90	3,100.00
Amerigroup - Harris	521.10	561.45	561.90	3,100.00
CHC - Harris	521.10	601.26	561.90	3,100.00
Molina - Harris	521.10	511.16	561.90	3,100.00
TCHP - Harris	521.10	600.13	561.90	3,100.00
United - Harris	521.10	587.78	561.90	3,100.00
Amerigroup - Jefferson	521.10	669.69	561.90	3,100.00
CHC - Jefferson	521.10	589.56	561.90	3,100.00
Molina - Jefferson	521.10	550.85	561.90	3,100.00
TCHP - Jefferson	521.10	603.64	561.90	3,100.00
United - Jefferson	521.10	602.10	561.90	3,100.00
Firstcare - Lubbock	521.10	451.55	561.90	3,100.00
Superior - Lubbock	521.10	416.92	561.90	3,100.00
United - Nueces	521.10	494.99	561.90	3,100.00
Driscoll - Nueces	521.10	572.92	561.90	3,100.00
Superior - Nueces	521.10	541.73	561.90	3,100.00
Aetna - Tarrant	521.10	426.10	561.90	3,100.00
Amerigroup - Tarrant	521.10	455.00	561.90	3,100.00
Cook - Tarrant	521.10	429.70	561.90	3,100.00
BCBS - Travis	521.10	464.69	561.90	3,100.00
DCHP - Travis	521.10	453.03	561.90	3,100.00
Superior - Travis	521.10	450.94	561.90	3,100.00
Molina - RSA	521.10	433.85	561.90	3,100.00
Superior - RSA	521.10	456.48	561.90	3,100.00

Health Plan	CHIP Dental Rates			
	Under	Ages	Ages	Ages
	Age 1	1-5	6-14	15-18
FY2019 Premium Rates pmpm	3.08	17.90	26.25	24.79

Attachment 1 presents additional information regarding the FY2019 CHIP medical and pharmacy rates including a comparison to current (FY2018) rates. This report details the development of the medical and prescription drug component of the premium. Further

information regarding the dental premium rate can be found in the report titled “State of Texas Medicaid and CHIP Managed Care Dental Rate Setting FY2019”.

Attachment 9 presents the required rating index summarizing the applicable sections from the 2018-2019 Medicaid Managed Care Rate Development Guide.

VII. Actuarial Certification of FY2019 CHIP HMO Premium Rates

We, Evan L. Dial, Khiem D. Ngo and David G. Wilkes are principals with the firm of Rudd and Wisdom, Inc., Consulting Actuaries (Rudd and Wisdom). We are Fellows of the Society of Actuaries and members of the American Academy of Actuaries. We 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 the CHIP premium rate for the period September 1, 2018 through August 31, 2019 and to provide the actuarial certification required under Centers for Medicare and Medicaid Services (CMS) requirements 42 CFR 438.4.

We certify that the CHIP premium rate developed by HHSC and Rudd and Wisdom satisfies the following:

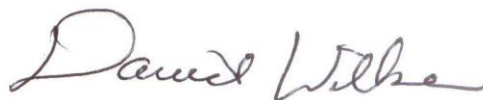
- (a) The premium rate has been developed in accordance with generally accepted actuarial principals and practices;
- (b) The premium rate is appropriate for the populations and services covered under the managed care contract; and
- (c) The premium rate is actuarially sound as defined in the regulations.

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.

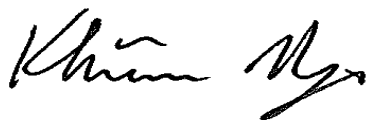
Please note that actual health plan contractor experience will differ from these projections. Rudd and Wisdom has developed these rates on behalf of the State to demonstrate compliance with the CMS requirements under 42 CFR 438.3(c), 438.3(e), 438.4, 438.5, 438.6 and 438.7. Any health plan contracting with the State should analyze its own projected premium needs before deciding whether to contract with the State.



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VIII. Attachments

Attachment 1 – Summary of FY2019 CHIP Medical and Pharmacy Rating Analysis

Attachment 2 – Individual Health Plan Experience Analysis

Attachment 3 – Community Experience Analysis

Attachment 4 – Trend Analysis

Attachment 5 – Provider Reimbursement and Benefit Adjustment Factors

Attachment 6 – Acuity Risk Adjustment

Attachment 7 – Delivery Supplemental Payment

Attachment 8 – Pay-for-Quality (P4Q) Program

Attachment 9 – Index for 2018-2019 Medicaid Managed Care Rate Development Guide

Attachment 1

Summary of FY2019 CHIP Medical and Pharmacy Rating Analysis

Exhibit A presents summary information regarding the FY2019 CHIP health plan rates. Included on the exhibit are current (FY2018) premium rates, split between medical, prescription drug, and delivery supplemental payment (DSP) components; FY2019 premium rates, split between medical, prescription drug and DSP components; and a comparison of FY2018 and FY2019 premium rates.

Exhibit B presents a comparison of the projected expenditures under the current (FY2018) premium rates and the FY2019 premium rates. The projection is split by medical (includes DSP) and pharmacy.

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
Current (9/1/17-8/31/18) Medical Premium Rates pmpm								
Aetna - Bexar	175.17	114.27	55.53	68.48	301.72	359.49	496.58	3,100.00
Amerigroup - Bexar	175.17	78.21	42.61	52.66	301.72	359.49	496.58	3,100.00
CFHP - Bexar	175.17	119.15	80.68	95.70	301.72	359.49	496.58	3,100.00
Superior - Bexar	175.17	124.42	84.10	97.68	301.72	359.49	496.58	3,100.00
Amerigroup - Dallas	175.17	127.62	80.61	95.70	301.72	382.74	496.58	3,100.00
Molina - Dallas	175.17	122.10	60.59	75.16	301.72	382.74	496.58	3,100.00
Parkland - Dallas	175.17	132.60	75.78	95.29	301.72	382.74	496.58	3,100.00
El Paso Health - El Paso	175.17	98.12	68.32	77.95	301.72	314.54	496.58	3,100.00
Superior - El Paso	175.17	98.48	62.63	76.63	301.72	314.54	496.58	3,100.00
Amerigroup - Harris	175.17	111.92	83.92	90.03	301.72	508.09	496.58	3,100.00
CHC - Harris	175.17	143.77	95.01	119.66	301.72	508.09	496.58	3,100.00
Molina - Harris	175.17	115.32	83.02	64.14	301.72	508.09	496.58	3,100.00
TCHP - Harris	175.17	156.15	113.23	148.68	301.72	508.09	496.58	3,100.00
United - Harris	175.17	107.18	81.27	125.19	301.72	508.09	496.58	3,100.00
Amerigroup - Jefferson	175.17	99.96	68.47	149.20	301.72	541.96	496.58	3,100.00
CHC - Jefferson	175.17	131.98	66.17	110.86	301.72	541.96	496.58	3,100.00
Molina - Jefferson	175.17	57.73	120.43	82.07	301.72	541.96	496.58	3,100.00
TCHP - Jefferson	175.17	169.24	90.57	150.10	301.72	541.96	496.58	3,100.00
United - Jefferson	175.17	120.35	84.51	107.11	301.72	541.96	496.58	3,100.00
Firstcare - Lubbock	175.17	113.36	76.58	89.09	301.72	360.78	496.58	3,100.00
Superior - Lubbock	175.17	101.10	68.02	85.32	301.72	360.78	496.58	3,100.00
United - Nueces	175.17	138.24	88.65	117.28	301.72	466.66	496.58	3,100.00
Driscoll - Nueces	175.17	165.61	140.70	166.69	301.72	466.66	496.58	3,100.00
Superior - Nueces	175.17	138.50	102.01	102.00	301.72	466.66	496.58	3,100.00
Aetna - Tarrant	175.17	108.62	69.59	85.72	301.72	356.26	496.58	3,100.00
Amerigroup - Tarrant	175.17	122.22	79.64	104.42	301.72	356.26	496.58	3,100.00
Cook - Tarrant	175.17	140.72	89.57	102.76	301.72	356.26	496.58	3,100.00
BCBS - Travis	175.17	155.67	71.28	132.19	301.72	530.31	496.58	3,100.00
DCHP - Travis	175.17	133.18	96.30	150.06	301.72	530.31	496.58	3,100.00
Superior - Travis	175.17	152.58	76.47	138.95	301.72	530.31	496.58	3,100.00
Molina - RSA	175.17	89.29	60.96	79.19	301.72	380.00	496.58	3,100.00
Superior - RSA	175.17	100.46	67.78	103.61	301.72	380.00	496.58	3,100.00

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
Current (9/1/17-8/31/18) Prescription Drug Premium Rates pmpm								
Aetna - Bexar	9.01	15.91	29.47	29.57	7.60	51.54	91.72	
Amerigroup - Bexar	9.01	8.97	41.93	13.76	7.60	51.54	91.72	
CFHP - Bexar	9.01	15.61	30.85	31.38	7.60	51.54	91.72	
Superior - Bexar	9.01	16.30	32.16	32.04	7.60	51.54	91.72	
Amerigroup - Dallas	9.01	16.46	30.81	33.88	7.60	26.93	91.72	
Molina - Dallas	9.01	15.74	23.16	26.60	7.60	26.93	91.72	
Parkland - Dallas	9.01	17.10	28.97	33.73	7.60	26.93	91.72	
El Paso Health - El Paso	9.01	15.30	27.37	25.44	7.60	68.05	91.72	
Superior - El Paso	9.01	15.36	25.09	25.01	7.60	68.05	91.72	
Amerigroup - Harris	9.01	15.77	38.19	50.89	7.60	75.55	91.72	
CHC - Harris	9.01	14.91	27.22	30.66	7.60	75.55	91.72	
Molina - Harris	9.01	11.96	23.78	16.44	7.60	75.55	91.72	
TCHP - Harris	9.01	16.20	32.44	38.10	7.60	75.55	91.72	
United - Harris	9.01	14.63	27.42	46.53	7.60	75.55	91.72	
Amerigroup - Jefferson	9.01	13.71	36.43	54.48	7.60	84.29	91.72	
CHC - Jefferson	9.01	19.03	34.86	58.55	7.60	84.29	91.72	
Molina - Jefferson	9.01	17.86	29.99	50.02	7.60	84.29	91.72	
TCHP - Jefferson	9.01	23.22	48.18	54.81	7.60	84.29	91.72	
United - Jefferson	9.01	18.68	61.20	34.77	7.60	84.29	91.72	
Firstcare - Lubbock	9.01	15.31	33.83	34.12	7.60	69.38	91.72	
Superior - Lubbock	9.01	13.65	30.05	32.68	7.60	69.38	91.72	
United - Nueces	9.01	14.52	26.27	24.71	7.60	93.68	91.72	
Driscoll - Nueces	9.01	17.39	41.70	35.12	7.60	93.68	91.72	
Superior - Nueces	9.01	29.80	43.59	45.69	7.60	93.68	91.72	
Aetna - Tarrant	9.01	11.27	24.36	31.54	7.60	87.34	91.72	
Amerigroup - Tarrant	9.01	12.68	27.87	38.42	7.60	87.34	91.72	
Cook - Tarrant	9.01	14.60	31.35	37.81	7.60	87.34	91.72	
BCBS - Travis	9.01	16.95	26.53	26.71	7.60	36.66	91.72	
DCHP - Travis	9.01	14.50	35.85	30.32	7.60	36.66	91.72	
Superior - Travis	9.01	16.61	28.46	28.08	7.60	36.66	91.72	
Molina - RSA	9.01	16.02	31.32	34.17	7.60	67.01	91.72	
Superior - RSA	9.01	18.03	34.82	44.70	7.60	67.01	91.72	

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
Current Total Premium Rates pmpm								
Aetna - Bexar	184.18	130.18	85.00	98.05	309.32	411.03	588.30	3,100.00
Amerigroup - Bexar	184.18	87.18	84.54	66.42	309.32	411.03	588.30	3,100.00
CFHP - Bexar	184.18	134.76	111.53	127.08	309.32	411.03	588.30	3,100.00
Superior - Bexar	184.18	140.72	116.26	129.72	309.32	411.03	588.30	3,100.00
Amerigroup - Dallas	184.18	144.08	111.42	129.58	309.32	409.67	588.30	3,100.00
Molina - Dallas	184.18	137.84	83.75	101.76	309.32	409.67	588.30	3,100.00
Parkland - Dallas	184.18	149.70	104.75	129.02	309.32	409.67	588.30	3,100.00
El Paso Health - El Paso	184.18	113.42	95.69	103.39	309.32	382.59	588.30	3,100.00
Superior - El Paso	184.18	113.84	87.72	101.64	309.32	382.59	588.30	3,100.00
Amerigroup - Harris	184.18	127.69	122.11	140.92	309.32	583.64	588.30	3,100.00
CHC - Harris	184.18	158.68	122.23	150.32	309.32	583.64	588.30	3,100.00
Molina - Harris	184.18	127.28	106.80	80.58	309.32	583.64	588.30	3,100.00
TCHP - Harris	184.18	172.35	145.67	186.78	309.32	583.64	588.30	3,100.00
United - Harris	184.18	121.81	108.69	171.72	309.32	583.64	588.30	3,100.00
Amerigroup - Jefferson	184.18	113.67	104.90	203.68	309.32	626.25	588.30	3,100.00
CHC - Jefferson	184.18	151.01	101.03	169.41	309.32	626.25	588.30	3,100.00
Molina - Jefferson	184.18	75.59	150.42	132.09	309.32	626.25	588.30	3,100.00
TCHP - Jefferson	184.18	192.46	138.75	204.91	309.32	626.25	588.30	3,100.00
United - Jefferson	184.18	139.03	145.71	141.88	309.32	626.25	588.30	3,100.00
Firstcare - Lubbock	184.18	128.67	110.41	123.21	309.32	430.16	588.30	3,100.00
Superior - Lubbock	184.18	114.75	98.07	118.00	309.32	430.16	588.30	3,100.00
United - Nueces	184.18	152.76	114.92	141.99	309.32	560.34	588.30	3,100.00
Driscoll - Nueces	184.18	183.00	182.40	201.81	309.32	560.34	588.30	3,100.00
Superior - Nueces	184.18	168.30	145.60	147.69	309.32	560.34	588.30	3,100.00
Aetna - Tarrant	184.18	119.89	93.95	117.26	309.32	443.60	588.30	3,100.00
Amerigroup - Tarrant	184.18	134.90	107.51	142.84	309.32	443.60	588.30	3,100.00
Cook - Tarrant	184.18	155.32	120.92	140.57	309.32	443.60	588.30	3,100.00
BCBS - Travis	184.18	172.62	97.81	158.90	309.32	566.97	588.30	3,100.00
DCHP - Travis	184.18	147.68	132.15	180.38	309.32	566.97	588.30	3,100.00
Superior - Travis	184.18	169.19	104.93	167.03	309.32	566.97	588.30	3,100.00
Molina - RSA	184.18	105.31	92.28	113.36	309.32	447.01	588.30	3,100.00
Superior - RSA	184.18	118.49	102.60	148.31	309.32	447.01	588.30	3,100.00

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
FY2019 Medical Premium Rates pmpm								
Aetna - Bexar	494.21	116.22	72.70	103.02	514.95	312.47	466.47	3,100.00
Amerigroup - Bexar	494.21	83.74	66.69	38.37	514.95	302.44	466.47	3,100.00
CFHP - Bexar	494.21	111.50	84.75	93.83	514.95	354.72	466.47	3,100.00
Superior - Bexar	494.21	101.38	77.17	89.78	514.95	364.36	466.47	3,100.00
Amerigroup - Dallas	494.21	125.09	100.31	126.28	514.95	361.66	466.47	3,100.00
Molina - Dallas	494.21	96.21	86.99	93.85	514.95	329.12	466.47	3,100.00
Parkland - Dallas	494.21	139.46	93.76	131.54	514.95	381.72	466.47	3,100.00
El Paso Health - El Paso	494.21	106.56	77.44	84.49	514.95	333.83	466.47	3,100.00
Superior - El Paso	494.21	82.87	64.69	87.56	514.95	332.52	466.47	3,100.00
Amerigroup - Harris	494.21	128.92	77.64	136.42	514.95	479.72	466.47	3,100.00
CHC - Harris	494.21	145.04	100.90	133.65	514.95	513.73	466.47	3,100.00
Molina - Harris	494.21	90.62	80.14	64.19	514.95	436.75	466.47	3,100.00
TCHP - Harris	494.21	164.18	124.78	164.04	514.95	512.77	466.47	3,100.00
United - Harris	494.21	124.41	95.82	135.03	514.95	502.21	466.47	3,100.00
Amerigroup - Jefferson	494.21	162.35	66.26	122.55	514.95	579.43	466.47	3,100.00
CHC - Jefferson	494.21	112.45	79.34	329.47	514.95	510.10	466.47	3,100.00
Molina - Jefferson	494.21	90.37	107.11	77.27	514.95	476.61	466.47	3,100.00
TCHP - Jefferson	494.21	129.92	123.63	192.42	514.95	522.28	466.47	3,100.00
United - Jefferson	494.21	135.72	91.89	92.27	514.95	520.95	466.47	3,100.00
Firstcare - Lubbock	494.21	117.01	71.45	97.82	514.95	385.25	466.47	3,100.00
Superior - Lubbock	494.21	107.10	70.19	73.31	514.95	355.70	466.47	3,100.00
United - Nueces	494.21	138.45	94.78	114.19	514.95	398.45	466.47	3,100.00
Driscoll - Nueces	494.21	163.23	120.01	159.64	514.95	461.18	466.47	3,100.00
Superior - Nueces	494.21	125.80	98.94	184.71	514.95	436.07	466.47	3,100.00
Aetna - Tarrant	494.21	86.33	70.54	108.03	514.95	324.55	466.47	3,100.00
Amerigroup - Tarrant	494.21	104.30	86.79	107.41	514.95	346.56	466.47	3,100.00
Cook - Tarrant	494.21	134.56	97.16	115.03	514.95	327.29	466.47	3,100.00
BCBS - Travis	494.21	121.60	69.19	84.09	514.95	425.43	466.47	3,100.00
DCHP - Travis	494.21	127.87	88.12	86.52	514.95	414.76	466.47	3,100.00
Superior - Travis	494.21	136.76	75.13	92.40	514.95	412.84	466.47	3,100.00
Molina - RSA	494.21	87.84	66.73	88.48	514.95	361.77	466.47	3,100.00
Superior - RSA	494.21	101.42	71.77	99.26	514.95	380.64	466.47	3,100.00

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
FY2019 Prescription Drug Premium Rates pmpm								
Aetna - Bexar	14.97	17.23	30.34	45.64	6.15	50.78	95.43	
Amerigroup - Bexar	14.97	14.19	34.96	15.30	6.15	49.15	95.43	
CFHP - Bexar	14.97	16.53	35.37	41.56	6.15	57.65	95.43	
Superior - Bexar	14.97	14.58	34.70	35.46	6.15	59.22	95.43	
Amerigroup - Dallas	14.97	17.50	33.50	35.14	6.15	28.33	95.43	
Molina - Dallas	14.97	13.46	29.05	26.12	6.15	25.78	95.43	
Parkland - Dallas	14.97	19.50	31.31	36.60	6.15	29.91	95.43	
El Paso Health - El Paso	14.97	36.55	25.80	28.47	6.15	66.07	95.43	
Superior - El Paso	14.97	28.42	21.55	29.51	6.15	65.81	95.43	
Amerigroup - Harris	14.97	16.12	36.94	44.74	6.15	81.73	95.43	
CHC - Harris	14.97	14.20	27.44	32.00	6.15	87.53	95.43	
Molina - Harris	14.97	11.67	36.01	33.87	6.15	74.41	95.43	
TCHP - Harris	14.97	16.07	33.94	39.28	6.15	87.36	95.43	
United - Harris	14.97	15.55	32.41	31.40	6.15	85.57	95.43	
Amerigroup - Jefferson	14.97	23.09	72.41	31.23	6.15	90.26	95.43	
CHC - Jefferson	14.97	18.56	25.65	34.32	6.15	79.46	95.43	
Molina - Jefferson	14.97	20.44	29.47	31.54	6.15	74.24	95.43	
TCHP - Jefferson	14.97	17.62	55.62	51.14	6.15	81.36	95.43	
United - Jefferson	14.97	16.94	92.62	56.18	6.15	81.15	95.43	
Firstcare - Lubbock	14.97	13.30	33.26	43.11	6.15	66.30	95.43	
Superior - Lubbock	14.97	12.18	32.67	32.31	6.15	61.22	95.43	
United - Nueces	14.97	14.90	35.21	25.11	6.15	96.54	95.43	
Driscoll - Nueces	14.97	17.57	44.58	35.10	6.15	111.74	95.43	
Superior - Nueces	14.97	20.28	43.88	49.08	6.15	105.66	95.43	
Aetna - Tarrant	14.97	13.73	26.22	31.88	6.15	101.55	95.43	
Amerigroup - Tarrant	14.97	11.52	30.51	40.99	6.15	108.44	95.43	
Cook - Tarrant	14.97	14.87	34.16	43.90	6.15	102.41	95.43	
BCBS - Travis	14.97	14.47	31.93	29.57	6.15	39.26	95.43	
DCHP - Travis	14.97	15.22	40.67	30.42	6.15	38.27	95.43	
Superior - Travis	14.97	16.28	34.67	32.49	6.15	38.10	95.43	
Molina - RSA	14.97	16.88	35.49	33.93	6.15	72.08	95.43	
Superior - RSA	14.97	19.49	38.17	38.06	6.15	75.84	95.43	

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
FY2019 Total Premium Rates pmpm								
Aetna - Bexar	509.18	133.45	103.04	148.66	521.10	363.25	561.90	3,100.00
Amerigroup - Bexar	509.18	97.93	101.65	53.67	521.10	351.59	561.90	3,100.00
CFHP - Bexar	509.18	128.03	120.12	135.39	521.10	412.37	561.90	3,100.00
Superior - Bexar	509.18	115.96	111.87	125.24	521.10	423.58	561.90	3,100.00
Amerigroup - Dallas	509.18	142.59	133.81	161.42	521.10	389.99	561.90	3,100.00
Molina - Dallas	509.18	109.67	116.04	119.97	521.10	354.90	561.90	3,100.00
Parkland - Dallas	509.18	158.96	125.07	168.14	521.10	411.63	561.90	3,100.00
El Paso Health - El Paso	509.18	143.11	103.24	112.96	521.10	399.90	561.90	3,100.00
Superior - El Paso	509.18	111.29	86.24	117.07	521.10	398.33	561.90	3,100.00
Amerigroup - Harris	509.18	145.04	114.58	181.16	521.10	561.45	561.90	3,100.00
CHC - Harris	509.18	159.24	128.34	165.65	521.10	601.26	561.90	3,100.00
Molina - Harris	509.18	102.29	116.15	98.06	521.10	511.16	561.90	3,100.00
TCHP - Harris	509.18	180.25	158.72	203.32	521.10	600.13	561.90	3,100.00
United - Harris	509.18	139.96	128.23	166.43	521.10	587.78	561.90	3,100.00
Amerigroup - Jefferson	509.18	185.44	138.67	153.78	521.10	669.69	561.90	3,100.00
CHC - Jefferson	509.18	131.01	104.99	363.79	521.10	589.56	561.90	3,100.00
Molina - Jefferson	509.18	110.81	136.58	108.81	521.10	550.85	561.90	3,100.00
TCHP - Jefferson	509.18	147.54	179.25	243.56	521.10	603.64	561.90	3,100.00
United - Jefferson	509.18	152.66	184.51	148.45	521.10	602.10	561.90	3,100.00
Firstcare - Lubbock	509.18	130.31	104.71	140.93	521.10	451.55	561.90	3,100.00
Superior - Lubbock	509.18	119.28	102.86	105.62	521.10	416.92	561.90	3,100.00
United - Nueces	509.18	153.35	129.99	139.30	521.10	494.99	561.90	3,100.00
Driscoll - Nueces	509.18	180.80	164.59	194.74	521.10	572.92	561.90	3,100.00
Superior - Nueces	509.18	146.08	142.82	233.79	521.10	541.73	561.90	3,100.00
Aetna - Tarrant	509.18	100.06	96.76	139.91	521.10	426.10	561.90	3,100.00
Amerigroup - Tarrant	509.18	115.82	117.30	148.40	521.10	455.00	561.90	3,100.00
Cook - Tarrant	509.18	149.43	131.32	158.93	521.10	429.70	561.90	3,100.00
BCBS - Travis	509.18	136.07	101.12	113.66	521.10	464.69	561.90	3,100.00
DCHP - Travis	509.18	143.09	128.79	116.94	521.10	453.03	561.90	3,100.00
Superior - Travis	509.18	153.04	109.80	124.89	521.10	450.94	561.90	3,100.00
Molina - RSA	509.18	104.72	102.22	122.41	521.10	433.85	561.90	3,100.00
Superior - RSA	509.18	120.91	109.94	137.32	521.10	456.48	561.90	3,100.00

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
FY2019 Medical Premium Rate Change								
Aetna - Bexar	182.1%	1.7%	30.9%	50.4%	70.7%	-13.1%	-6.1%	0.0%
Amerigroup - Bexar	182.1%	7.1%	56.5%	-27.1%	70.7%	-15.9%	-6.1%	0.0%
CFHP - Bexar	182.1%	-6.4%	5.0%	-2.0%	70.7%	-1.3%	-6.1%	0.0%
Superior - Bexar	182.1%	-18.5%	-8.2%	-8.1%	70.7%	1.4%	-6.1%	0.0%
Amerigroup - Dallas	182.1%	-2.0%	24.4%	32.0%	70.7%	-5.5%	-6.1%	0.0%
Molina - Dallas	182.1%	-21.2%	43.6%	24.9%	70.7%	-14.0%	-6.1%	0.0%
Parkland - Dallas	182.1%	5.2%	23.7%	38.0%	70.7%	-0.3%	-6.1%	0.0%
El Paso Health - El Paso	182.1%	8.6%	13.3%	8.4%	70.7%	6.1%	-6.1%	0.0%
Superior - El Paso	182.1%	-15.9%	3.3%	14.3%	70.7%	5.7%	-6.1%	0.0%
Amerigroup - Harris	182.1%	15.2%	-7.5%	51.5%	70.7%	-5.6%	-6.1%	0.0%
CHC - Harris	182.1%	0.9%	6.2%	11.7%	70.7%	1.1%	-6.1%	0.0%
Molina - Harris	182.1%	-21.4%	-3.5%	0.1%	70.7%	-14.0%	-6.1%	0.0%
TCHP - Harris	182.1%	5.1%	10.2%	10.3%	70.7%	0.9%	-6.1%	0.0%
United - Harris	182.1%	16.1%	17.9%	7.9%	70.7%	-1.2%	-6.1%	0.0%
Amerigroup - Jefferson	182.1%	62.4%	-3.2%	-17.9%	70.7%	6.9%	-6.1%	0.0%
CHC - Jefferson	182.1%	-14.8%	19.9%	197.2%	70.7%	-5.9%	-6.1%	0.0%
Molina - Jefferson	182.1%	56.5%	-11.1%	-5.8%	70.7%	-12.1%	-6.1%	0.0%
TCHP - Jefferson	182.1%	-23.2%	36.5%	28.2%	70.7%	-3.6%	-6.1%	0.0%
United - Jefferson	182.1%	12.8%	8.7%	-13.9%	70.7%	-3.9%	-6.1%	0.0%
Firstcare - Lubbock	182.1%	3.2%	-6.7%	9.8%	70.7%	6.8%	-6.1%	0.0%
Superior - Lubbock	182.1%	5.9%	3.2%	-14.1%	70.7%	-1.4%	-6.1%	0.0%
United - Nueces	182.1%	0.2%	6.9%	-2.6%	70.7%	-14.6%	-6.1%	0.0%
Driscoll - Nueces	182.1%	-1.4%	-14.7%	-4.2%	70.7%	-1.2%	-6.1%	0.0%
Superior - Nueces	182.1%	-9.2%	-3.0%	81.1%	70.7%	-6.6%	-6.1%	0.0%
Aetna - Tarrant	182.1%	-20.5%	1.4%	26.0%	70.7%	-8.9%	-6.1%	0.0%
Amerigroup - Tarrant	182.1%	-14.7%	9.0%	2.9%	70.7%	-2.7%	-6.1%	0.0%
Cook - Tarrant	182.1%	-4.4%	8.5%	11.9%	70.7%	-8.1%	-6.1%	0.0%
BCBS - Travis	182.1%	-21.9%	-2.9%	-36.4%	70.7%	-19.8%	-6.1%	0.0%
DCHP - Travis	182.1%	-4.0%	-8.5%	-42.3%	70.7%	-21.8%	-6.1%	0.0%
Superior - Travis	182.1%	-10.4%	-1.8%	-33.5%	70.7%	-22.2%	-6.1%	0.0%
Molina - RSA	182.1%	-1.6%	9.5%	11.7%	70.7%	-4.8%	-6.1%	0.0%
Superior - RSA	182.1%	1.0%	5.9%	-4.2%	70.7%	0.2%	-6.1%	0.0%

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
FY2019 Prescription Drug Premium Rate Change								
Aetna - Bexar	66.1%	8.3%	3.0%	54.3%	-19.1%	-1.5%	4.0%	
Amerigroup - Bexar	66.1%	58.2%	-16.6%	11.2%	-19.1%	-4.6%	4.0%	
CFHP - Bexar	66.1%	5.9%	14.7%	32.4%	-19.1%	11.9%	4.0%	
Superior - Bexar	66.1%	-10.6%	7.9%	10.7%	-19.1%	14.9%	4.0%	
Amerigroup - Dallas	66.1%	6.3%	8.7%	3.7%	-19.1%	5.2%	4.0%	
Molina - Dallas	66.1%	-14.5%	25.4%	-1.8%	-19.1%	-4.3%	4.0%	
Parkland - Dallas	66.1%	14.0%	8.1%	8.5%	-19.1%	11.1%	4.0%	
El Paso Health - El Paso	66.1%	138.9%	-5.7%	11.9%	-19.1%	-2.9%	4.0%	
Superior - El Paso	66.1%	85.0%	-14.1%	18.0%	-19.1%	-3.3%	4.0%	
Amerigroup - Harris	66.1%	2.2%	-3.3%	-12.1%	-19.1%	8.2%	4.0%	
CHC - Harris	66.1%	-4.8%	0.8%	4.4%	-19.1%	15.9%	4.0%	
Molina - Harris	66.1%	-2.4%	51.4%	106.0%	-19.1%	-1.5%	4.0%	
TCHP - Harris	66.1%	-0.8%	4.6%	3.1%	-19.1%	15.6%	4.0%	
United - Harris	66.1%	6.3%	18.2%	-32.5%	-19.1%	13.3%	4.0%	
Amerigroup - Jefferson	66.1%	68.4%	98.8%	-42.7%	-19.1%	7.1%	4.0%	
CHC - Jefferson	66.1%	-2.5%	-26.4%	-41.4%	-19.1%	-5.7%	4.0%	
Molina - Jefferson	66.1%	14.4%	-1.7%	-36.9%	-19.1%	-11.9%	4.0%	
TCHP - Jefferson	66.1%	-24.1%	15.4%	-6.7%	-19.1%	-3.5%	4.0%	
United - Jefferson	66.1%	-9.3%	51.3%	61.6%	-19.1%	-3.7%	4.0%	
Firstcare - Lubbock	66.1%	-13.1%	-1.7%	26.3%	-19.1%	-4.4%	4.0%	
Superior - Lubbock	66.1%	-10.8%	8.7%	-1.1%	-19.1%	-11.8%	4.0%	
United - Nueces	66.1%	2.6%	34.0%	1.6%	-19.1%	3.1%	4.0%	
Driscoll - Nueces	66.1%	1.0%	6.9%	-0.1%	-19.1%	19.3%	4.0%	
Superior - Nueces	66.1%	-31.9%	0.7%	7.4%	-19.1%	12.8%	4.0%	
Aetna - Tarrant	66.1%	21.8%	7.6%	1.1%	-19.1%	16.3%	4.0%	
Amerigroup - Tarrant	66.1%	-9.1%	9.5%	6.7%	-19.1%	24.2%	4.0%	
Cook - Tarrant	66.1%	1.8%	9.0%	16.1%	-19.1%	17.3%	4.0%	
BCBS - Travis	66.1%	-14.6%	20.4%	10.7%	-19.1%	7.1%	4.0%	
DCHP - Travis	66.1%	5.0%	13.4%	0.3%	-19.1%	4.4%	4.0%	
Superior - Travis	66.1%	-2.0%	21.8%	15.7%	-19.1%	3.9%	4.0%	
Molina - RSA	66.1%	5.4%	13.3%	-0.7%	-19.1%	7.6%	4.0%	
Superior - RSA	66.1%	8.1%	9.6%	-14.9%	-19.1%	13.2%	4.0%	

FY2019 CHIP Rating Summary

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborns 198%-202%	Perinate <198%	Perinate 198%-202%	DSP
FY2019 Total Premium Rate Change								
Aetna - Bexar	176.5%	2.5%	21.2%	51.6%	68.5%	-11.6%	-4.5%	0.0%
Amerigroup - Bexar	176.5%	12.3%	20.2%	-19.2%	68.5%	-14.5%	-4.5%	0.0%
CFHP - Bexar	176.5%	-5.0%	7.7%	6.5%	68.5%	0.3%	-4.5%	0.0%
Superior - Bexar	176.5%	-17.6%	-3.8%	-3.5%	68.5%	3.1%	-4.5%	0.0%
Amerigroup - Dallas	176.5%	-1.0%	20.1%	24.6%	68.5%	-4.8%	-4.5%	0.0%
Molina - Dallas	176.5%	-20.4%	38.6%	17.9%	68.5%	-13.4%	-4.5%	0.0%
Parkland - Dallas	176.5%	6.2%	19.4%	30.3%	68.5%	0.5%	-4.5%	0.0%
El Paso Health - El Paso	176.5%	26.2%	7.9%	9.3%	68.5%	4.5%	-4.5%	0.0%
Superior - El Paso	176.5%	-2.2%	-1.7%	15.2%	68.5%	4.1%	-4.5%	0.0%
Amerigroup - Harris	176.5%	13.6%	-6.2%	28.6%	68.5%	-3.8%	-4.5%	0.0%
CHC - Harris	176.5%	0.4%	5.0%	10.2%	68.5%	3.0%	-4.5%	0.0%
Molina - Harris	176.5%	-19.6%	8.8%	21.7%	68.5%	-12.4%	-4.5%	0.0%
TCHP - Harris	176.5%	4.6%	9.0%	8.9%	68.5%	2.8%	-4.5%	0.0%
United - Harris	176.5%	14.9%	18.0%	-3.1%	68.5%	0.7%	-4.5%	0.0%
Amerigroup - Jefferson	176.5%	63.1%	32.2%	-24.5%	68.5%	6.9%	-4.5%	0.0%
CHC - Jefferson	176.5%	-13.2%	3.9%	114.7%	68.5%	-5.9%	-4.5%	0.0%
Molina - Jefferson	176.5%	46.6%	-9.2%	-17.6%	68.5%	-12.0%	-4.5%	0.0%
TCHP - Jefferson	176.5%	-23.3%	29.2%	18.9%	68.5%	-3.6%	-4.5%	0.0%
United - Jefferson	176.5%	9.8%	26.6%	4.6%	68.5%	-3.9%	-4.5%	0.0%
Firstcare - Lubbock	176.5%	1.3%	-5.2%	14.4%	68.5%	5.0%	-4.5%	0.0%
Superior - Lubbock	176.5%	3.9%	4.9%	-10.5%	68.5%	-3.1%	-4.5%	0.0%
United - Nueces	176.5%	0.4%	13.1%	-1.9%	68.5%	-11.7%	-4.5%	0.0%
Driscoll - Nueces	176.5%	-1.2%	-9.8%	-3.5%	68.5%	2.2%	-4.5%	0.0%
Superior - Nueces	176.5%	-13.2%	-1.9%	58.3%	68.5%	-3.3%	-4.5%	0.0%
Aetna - Tarrant	176.5%	-16.5%	3.0%	19.3%	68.5%	-3.9%	-4.5%	0.0%
Amerigroup - Tarrant	176.5%	-14.1%	9.1%	3.9%	68.5%	2.6%	-4.5%	0.0%
Cook - Tarrant	176.5%	-3.8%	8.6%	13.1%	68.5%	-3.1%	-4.5%	0.0%
BCBS - Travis	176.5%	-21.2%	3.4%	-28.5%	68.5%	-18.0%	-4.5%	0.0%
DCHP - Travis	176.5%	-3.1%	-2.5%	-35.2%	68.5%	-20.1%	-4.5%	0.0%
Superior - Travis	176.5%	-9.5%	4.6%	-25.2%	68.5%	-20.5%	-4.5%	0.0%
Molina - RSA	176.5%	-0.6%	10.8%	8.0%	68.5%	-2.9%	-4.5%	0.0%
Superior - RSA	176.5%	2.0%	7.2%	-7.4%	68.5%	2.1%	-4.5%	0.0%

FY2019 CHIP Rating Summary
 Projected Expenditures

	Projected PMPM		Projected FY2019 Premium		% Rate Change
	<u>FY2018 Rates</u>	<u>FY2019 Rates</u>	<u>FY2018 Rates</u>	<u>FY2019 Rates</u>	
CHIP					
Medical (1)	98.11	103.70	529,813,614	559,975,783	5.7%
Pharmacy	29.18	31.03	157,599,675	167,545,100	6.3%
Total	127.30	134.72	687,413,289	727,520,883	5.8%
CHIP Perinate					
Medical (1)	433.55	418.16	168,380,122	162,404,156	-3.5%
Pharmacy	61.99	69.19	24,075,198	26,872,751	11.6%
Total	495.54	487.35	192,455,319	189,276,907	-1.7%
CHIP Dental	24.77	24.07	133,821,208	130,046,999	-2.8%

Notes:

(1) Includes Delivery Supplemental Payments.

Attachment 2

Individual Health Plan Experience Analysis

The following exhibits present a summary of the experience analysis performed for each participating health plan. These exhibits use hypothetical experience data from a sample health plan. The actual analysis is based on experience data provided by each plan. This data was checked for reasonableness by comparing to other data sources provided by HHSC, the EQRO and the health plan. Below is a brief description of each of the exhibits contained in this attachment.

Exhibit A. This exhibit shows monthly enrollment and earned premium by age group for the period September 2014 through February 2018. This information was provided by HHSC.

Exhibit B. This exhibit shows a sample of a claim lag report. This report includes claim amounts by payment month and month of service. We analyzed claims experience for each plan by age group for the period September 2014 through February 2018.

Exhibit C. This exhibit shows the calculation of estimated monthly incurred claims. The exhibit includes the following information: (i) monthly enrollment, (ii) claim amounts incurred in that month and paid through February 28, 2018, (iii) estimated proportion of that month's incurred claims paid through February 28, 2018 (completion factor), (iv) estimated incurred claims, (v) estimated incurred claims pmpm and (vi) the ratio of this month's incurred claims pmpm to the same statistic from one year ago (trend factor). The assumed completion factors and estimated incurred claims were derived based on the actual historical claims payment pattern of the health plan.

Exhibit D. This exhibit is a summary of the sample health plan's projected FY2019 cost based on the plan's actual experience. The top of the exhibit shows summary base period (FY2017) enrollment, premium and claims experience. Trend assumptions for FY2018 and FY2019 are used to project the average base period claims cost to FY2019. Following that are several adjustments for benefit and provider reimbursement changes.

In addition to incurred claims, provision is also made for services that are capitated by the health plan, such as vision and behavioral health services. The cost of reinsurance is also considered. In developing the cost of reinsurance, an assumption is made regarding how much the plan is expected to receive in reinsurance recoveries (reimbursements from the reinsurance company for large claims). We have assumed that the net cost of reinsurance (reinsurance premium less reinsurance recoveries) is the minimum of (a) the actual reinsurance premium rate and (b) \$0.50 pmpm.

The rating methodology includes an explicit provision for administrative expenses. The amount allocated for administrative expenses is \$7.50 per member per month (pmpm) for the CHIP non-Perinate program and \$12.50 pmpm for the CHIP Perinate program plus 5.75% of gross premium. Provisions are also included for risk margin (1.50% of gross premium), premium tax (1.75%) and maintenance tax (\$.06 pmpm).

At the bottom of Exhibit D is a summary of the projected FY2019 cost based on the above assumptions.

Sample Health Plan
Enrollment and Premium Experience

Month	Number of Members				Total Members	Premium	Premium pmpm
	<1	1-5	6-14	15-18			
Sep-14	124	5,188	15,901	5,132	26,345	1,912,339	72.59
Oct-14	114	4,896	15,278	4,918	25,206	1,827,852	72.52
Nov-14	104	4,410	14,441	4,721	23,676	1,719,029	72.61
Dec-14	98	4,151	13,842	4,541	22,632	1,643,508	72.62
Jan-15	84	3,945	13,248	4,363	21,640	1,569,212	72.51
Feb-15	80	3,778	12,940	4,286	21,084	1,529,380	72.54
Mar-15	85	3,602	12,610	4,236	20,533	1,493,965	72.76
Apr-15	72	3,458	12,326	4,107	19,963	1,448,064	72.54
May-15	68	3,360	12,063	4,013	19,504	1,413,847	72.49
Jun-15	57	3,315	11,940	3,987	19,299	1,396,455	72.36
Jul-15	54	3,298	11,968	4,010	19,330	1,398,322	72.34
Aug-15	48	3,276	11,957	4,033	19,314	1,396,413	72.30
Sep-15	52	3,228	11,979	4,045	19,304	1,497,835	77.59
Oct-15	44	3,134	11,888	3,989	19,055	1,473,875	77.35
Nov-15	45	3,062	11,636	3,994	18,737	1,453,300	77.56
Dec-15	46	3,004	11,658	3,966	18,674	1,446,630	77.47
Jan-16	43	2,927	11,618	3,986	18,574	1,438,250	77.43
Feb-16	42	2,904	11,562	3,948	18,456	1,428,000	77.37
Mar-16	45	2,878	11,497	3,941	18,361	1,422,305	77.46
Apr-16	45	2,910	11,557	3,950	18,463	1,430,030	77.46
May-16	45	2,927	11,645	3,985	18,603	1,440,864	77.45
Jun-16	46	2,950	11,747	4,021	18,764	1,453,372	77.46
Jul-16	46	2,982	11,862	4,058	18,949	1,467,683	77.45
Aug-16	47	3,013	11,992	4,103	19,155	1,483,648	77.45
Sep-16	46	3,002	11,971	4,090	19,109	1,449,030	75.83
Oct-16	45	2,991	11,950	4,077	19,063	1,444,963	75.80
Nov-16	44	2,980	11,929	4,064	19,017	1,440,896	75.77
Dec-16	43	2,969	11,908	4,051	18,971	1,436,829	75.74
Jan-17	42	2,958	11,887	4,038	18,925	1,432,762	75.71
Feb-17	41	2,947	11,866	4,025	18,879	1,428,695	75.67
Mar-17	40	2,936	11,845	4,012	18,833	1,424,628	75.64
Apr-17	44	2,964	11,847	4,040	18,895	1,431,973	75.79
May-17	44	2,994	11,965	4,080	19,083	1,446,064	75.78
Jun-17	43	3,024	12,085	4,121	19,273	1,459,960	75.75
Jul-17	43	3,039	12,145	4,142	19,369	1,467,176	75.75
Aug-17	47	3,059	12,226	4,170	19,502	1,478,560	75.82
Sep-17	47	3,065	12,252	4,179	19,543	1,561,595	79.91
Oct-17	47	3,068	12,264	4,183	19,562	1,563,110	79.91
Nov-17	47	3,075	12,292	4,193	19,607	1,566,706	79.91
Dec-17	45	3,078	12,304	4,197	19,624	1,567,980	79.90
Jan-18	48	3,081	12,316	4,201	19,646	1,569,858	79.91
Feb-18	46	3,084	12,328	4,205	19,663	1,571,132	79.90
FY2015	988	46,677	158,514	52,347	258,526	18,748,386	72.52
FY2016	547	35,920	140,641	47,987	225,095	17,435,792	77.46
FY2017	520	35,865	143,623	48,913	228,922	17,341,535	75.75

Sample Health Plan
CHIP Incurred Claims Summary Lag Report

Month Incurred	Sep-14	Oct-14	Nov-14	Dec-14	Jan-15	Feb-15	Mar-15	Apr-15	May-15	Jun-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15
Ages 6-14															
Sep-14	98,844	301,670	120,017	19,287	3,265	6,474	1,850	2,341	1,704	316	1,347	807	306	0	160
Oct-14		86,099	328,120	197,976	18,651	12,689	-1,201	-254	838	990	146	7,384	0	0	1,735
Nov-14			17,351	367,907	68,405	39,292	5,651	3,370	7,579	1,947	657	-57	0	-43	32
Dec-14				79,890	251,389	123,262	19,456	6,304	2,806	2,392	107	-157	-1,160	66	-30
Jan-15					17,198	383,437	95,120	15,460	4,917	5,241	94	3	849	301	371
Feb-15						58,788	330,673	63,094	25,904	8,509	2,334	-1,095	466	0	0
Mar-15							37,050	375,045	87,951	25,614	3,633	1,463	902	-2,288	956
Apr-15								49,356	358,033	79,963	16,664	7,310	348	3,833	720
May-15									50,126	340,480	109,840	31,914	7,497	6,509	1,813
Jun-15										43,481	290,289	255,510	13,292	7,486	1,683
Jul-15											20,983	305,586	130,515	70,186	4,511
Aug-15												32,812	371,147	109,441	16,108
Sep-15													50,488	529,966	240,552
Oct-15														6,091	398,876
Nov-15															14,019

Sample Health Plan
 Estimated Claims Experience

Month	Ages 6-14						Ages 15-18					
	Members	Inc & Pd Claims	Compl Factor	Est. Inc. Claims	Est. Inc. pmpm	Trend Factor	Members	Inc & Pd Claims	Compl Factor	Est. Inc. Claims	Est. Inc. pmpm	Trend Factor
Sep-14	15,901	558,351	1.000	558,351	35.11		5,132	197,614	1.000	197,614	38.51	
Oct-14	15,278	654,945	1.000	654,945	42.87		4,918	219,280	1.000	219,280	44.59	
Nov-14	14,441	512,126	1.000	512,126	35.46		4,721	145,363	1.000	145,363	30.79	
Dec-14	13,842	481,758	1.000	481,758	34.80		4,541	173,388	1.000	173,388	38.18	
Jan-15	13,248	524,336	1.000	524,336	39.58		4,363	152,657	1.000	152,657	34.99	
Feb-15	12,940	488,266	1.000	488,266	37.73		4,286	162,354	1.000	162,354	37.88	
Mar-15	12,610	530,040	1.000	530,040	42.03		4,236	194,139	1.000	194,139	45.83	
Apr-15	12,326	517,116	1.000	517,116	41.95		4,107	157,314	1.000	157,314	38.30	
May-15	12,063	546,601	1.000	546,601	45.31		4,013	124,140	1.000	124,140	30.93	
Jun-15	11,940	626,076	1.000	626,076	52.44		3,987	109,522	1.000	109,522	27.47	
Jul-15	11,968	543,697	1.000	543,697	45.43		4,010	164,529	1.000	164,529	41.03	
Aug-15	11,957	545,204	1.000	545,204	45.60		4,033	148,171	1.000	148,171	36.74	
Sep-15	11,979	883,569	1.000	883,569	73.76	2.101	4,045	121,542	1.000	121,542	30.05	0.780
Oct-15	11,888	726,038	1.000	726,038	61.07	1.425	3,989	136,479	1.000	136,479	34.21	0.767
Nov-15	11,636	689,010	1.000	689,010	59.21	1.670	3,994	131,288	1.000	131,288	32.87	1.068
Dec-15	11,658	631,106	1.000	631,106	54.14	1.555	3,966	112,702	1.000	112,702	28.42	0.744
Jan-16	11,618	673,253	1.000	673,253	57.95	1.464	3,986	156,610	1.000	156,610	39.29	1.123
Feb-16	11,562	920,872	1.000	920,872	79.65	2.111	3,948	174,974	1.000	174,974	44.32	1.170
Mar-16	11,497	905,576	1.000	905,576	78.77	1.874	3,941	123,638	1.000	123,638	31.37	0.685
Apr-16	11,557	721,089	1.000	721,089	62.40	1.487	3,950	133,668	1.000	133,668	33.84	0.883
May-16	11,645	807,072	1.000	807,072	69.30	1.529	3,985	107,791	1.000	107,791	27.05	0.874
Jun-16	11,747	688,476	1.000	688,476	58.61	1.118	4,021	157,910	1.000	157,910	39.27	1.430
Jul-16	11,862	608,947	1.000	608,947	51.33	1.130	4,058	160,277	1.000	160,277	39.50	0.963
Aug-16	11,992	569,289	1.000	569,289	47.47	1.041	4,103	172,673	1.000	172,673	42.08	1.145
Sep-16	11,971	663,520	1.000	663,520	55.43	0.751	4,090	138,374	1.000	138,374	33.83	1.126
Oct-16	11,950	598,716	1.000	598,716	50.10	0.820	4,077	150,967	1.000	150,967	37.02	1.082
Nov-16	11,929	660,770	1.000	660,770	55.39	0.935	4,064	149,593	1.000	149,593	36.81	1.120
Dec-16	11,908	573,589	1.000	573,589	48.17	0.890	4,051	143,090	1.000	143,090	35.32	1.243
Jan-17	11,887	635,506	1.000	635,506	53.46	0.923	4,038	184,225	1.000	184,225	45.62	1.161
Feb-17	11,866	521,422	1.000	521,422	43.94	0.552	4,025	166,286	1.000	166,286	41.31	0.932
Mar-17	11,845	753,968	1.000	753,968	63.65	0.808	4,012	168,218	1.000	168,218	41.92	1.336
Apr-17	11,847	789,166	1.000	789,166	66.61	1.068	4,040	181,051	1.000	181,051	44.81	1.324
May-17	11,965	530,716	1.000	530,716	44.36	0.640	4,080	182,148	1.000	182,148	44.64	1.651
Jun-17	12,085	493,401	1.000	493,401	40.83	0.697	4,121	227,718	1.000	227,718	55.26	1.407
Jul-17	12,145	603,945	1.000	603,945	49.73	0.969	4,142	154,049	1.000	154,049	37.19	0.942
Aug-17	12,226	734,285	1.000	734,285	60.06	1.265	4,170	282,268	0.998	282,833	67.83	1.612
Sep-17	12,252	601,308	1.000	601,308	49.08	0.885	4,179	186,424	0.996	187,173	44.79	1.324
Oct-17	12,264	574,896	0.999	575,471	46.92	0.937	4,183	167,963	0.992	169,318	40.48	1.093

Sample Health Plan
 Estimated Claims Experience

Month	Ages 6-14						Ages 15-18					
	Members	Inc & Pd Claims	Compl Factor	Est. Inc. Claims	Est. Inc. pmpm	Trend Factor	Members	Inc & Pd Claims	Compl Factor	Est. Inc. Claims	Est. Inc. pmpm	Trend Factor
Nov-17	12,292	568,615	0.998	569,754	46.35	0.837	4,193	160,190	0.988	162,135	38.67	1.051
Dec-17	12,304	527,662	0.992	531,917	43.23	0.897	4,197	140,761	0.980	143,634	34.22	0.969
Jan-18	12,316	480,186	0.956	502,287	40.78	0.763	4,201	120,835	0.930	129,930	30.93	0.678
Feb-18	12,328	37,308	0.758	49,220	3.99	0.091	4,205	117,532	0.650	180,819	43.00	1.041
FY2015	158,514			6,528,516	41.19		52,347			1,948,470	37.22	
FY2016	140,641			8,824,296	62.74	1.523	47,987			1,689,551	35.21	0.946
FY2017	143,623			7,559,003	52.63	0.839	48,913			2,128,554	43.52	1.236

Sample Health Plan
 Experienced Based Renewal Rating
 Projection Period: FY2019 (9/1/2018 - 8/31/2019)

	<1		1-5		6-14		15-18		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience 9/1/2016 - 8/31/2017										
Member Months	520		35,865		143,623		48,913		228,922	
Premium Revenue	221,417	425.65	3,075,099	85.74	8,653,311	60.25	5,391,708	110.23	17,341,535	75.75
Adjusted Premium (Current Rates)	62,813	120.75	3,057,884	85.26	10,768,883	74.98	4,400,236	89.96	18,289,816	79.90
Estimated Incurred Claims	48,251	92.76	2,254,965	62.87	7,559,003	52.63	2,128,554	43.52	11,990,773	52.38
Projected FY2019 Member Months	335		27,561		119,625		44,598		192,119	
Projected FY2019 Premium Current Rates	40,451	120.75	2,349,851	85.26	8,969,483	74.98	4,012,036	89.96	15,371,821	80.01
Annual Trend Assumptions										
FY2018	4.3 %		4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Changes	0.9985		1.0012		0.9878		0.9998			
Other Reimbursement Changes	0.9798		0.9811		0.9811		0.9806			
Inpatient Reimbursement Changes	0.9891		0.9912		0.9844		0.9902			
Projected Incurred Claims	32,711	97.64	1,835,315	66.59	6,534,043	54.62	2,049,483	45.95	10,451,552	54.40
Capitation Expenses										
Vision		1.00		1.00		1.00		1.00		
Behavioral Health		2.50		2.50		2.50		2.50		
Other		0.50		0.50		0.50		0.50		
Total	1,340	4.00	110,244	4.00	478,500	4.00	178,392	4.00	768,476	4.00
Reinsurance Expenses										
Gross Premium		1.25		1.25		1.25		1.25		
Projected Reinsurance Recoveries		0.75		0.75		0.75		0.75		
Net Reinsurance Cost	168	0.50	13,781	0.50	59,813	0.50	22,299	0.50	96,060	0.50

Sample Health Plan
 Experienced Based Renewal Rating
 Projection Period: FY2019 (9/1/2018 - 8/31/2019)

	<1		1-5		6-14		15-18		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	2,513	7.50	206,708	7.50	897,188	7.50	334,485	7.50	1,440,893	7.50
Percentage of Premium	5.75 %	6.93	5.75 %	4.97	5.75 %	4.21	5.75 %	3.67	5.75 %	4.20
Risk Margin	1.50 %	1.81	1.50 %	1.30	1.50 %	1.10	1.50 %	0.96	1.50 %	1.10
Premium Tax	1.75 %	2.11	1.75 %	1.51	1.75 %	1.28	1.75 %	1.12	1.75 %	1.28
Maintenance Tax	20	0.060	1,654	0.060	7,178	0.060	2,676	0.060	11,527	0.060
Projected Total Cost	40,386	120.55	2,382,088	86.43	8,765,627	73.28	2,843,225	63.75	14,031,326	73.03
Experience Rate Increase		-0.2%		1.4%		-2.3%		-29.1%		-8.7%

Attachment 3

Community Experience Analysis - Medical

The following exhibits present a summary of the experience analysis performed for each service area. HHSC utilizes an adjusted community rating methodology in setting the CHIP premium rates. The base community rates by age group vary by service area but are the same for each health plan in a service area. The community rates are developed by a weighted average of the projected FY2019 cost for each health plan in the service area. The weights used in this formula are the projected number of FY2019 members enrolled in each health plan.

Below is a brief description of each of the exhibits contained in the attachment. The exhibits present the derivation of the FY2019 CHIP medical community premium rates for the following service areas:

- Exhibit A.1 – Bexar Area
- Exhibit B.1 – Dallas Area
- Exhibit C.1 – El Paso Area
- Exhibit D.1 – Harris Area
- Exhibit E.1 – Jefferson Area
- Exhibit F.1 – Lubbock Area
- Exhibit G.1 – Nueces Area
- Exhibit H.1 – Rural Service Area (RSA)
- Exhibit I.1 – Tarrant Area
- Exhibit J.1 – Travis Area
- Exhibit K.1 – Statewide

These exhibits show projected FY2019 experience for each of the service areas. These amounts were derived by summing amounts from each individual health plan in the service area. The experience analysis for individual HMOs is described in Attachment 2. The top of the exhibit shows summary base period (FY2017) enrollment, premium and claims experience. Trend assumptions for FY2018 and FY2019 are used to project the average base period claims cost to FY2019. Following that are several adjustments to the base period claims cost to account for benefit and provider reimbursement changes.

In addition to incurred claims, provision is also made for services that are capitated by the HMOs, such as vision and behavioral health services. The cost of reinsurance is also considered. In developing the cost of reinsurance we make an assumption regarding how much the HMO is expected to receive in reinsurance recoveries (reimbursements from the reinsurance company for large claims). We have assumed that the net cost of reinsurance (reinsurance premium less reinsurance recoveries) is the minimum of (a) the actual reinsurance premium rate and (b) \$0.50 pmpm.

The rating methodology includes an explicit provision for administrative expenses. The amount allocated for administrative expenses is \$7.50 per member per month (pmpm) for the CHIP non-Perinate program and \$12.50 pmpm for the CHIP Perinate program plus 5.75% of gross premium. Provisions are also included for risk margin (1.50% of gross premium), premium tax (1.75%) and maintenance tax (\$.06 pmpm).

At the bottom of the exhibit is a summary of the projected FY2019 cost based on these assumptions. Cost projections are presented both with and without the inclusion of maternity expenses.

Community Experience Analysis – Pharmacy

The following exhibits present a summary of the pharmacy experience analysis performed for each CHIP service area for pharmacy services. As with medical, HHSC utilizes a community rating methodology in setting the pharmacy capitation rates. The base community rates by risk group vary by 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 FY2019 CHIP pharmacy community capitation rates for the following service areas:

- Exhibit A.2 – Bexar Area
- Exhibit B.2 – Dallas Area
- Exhibit C.2 – El Paso Area
- Exhibit D.2 – Harris Area
- Exhibit E.2 – Jefferson Area
- Exhibit F.2 – Lubbock Area
- Exhibit G.2 – Nueces Area
- Exhibit H.2 – Rural Service Area (RSA)
- Exhibit I.2 – Tarrant Area
- Exhibit J.2 – Travis Area
- Exhibit K.2 – Statewide

These exhibits present projected FY2019 experience for each service area and risk group. These amounts were derived by summing amounts from each individual health plan in the service area. The experience analysis for individual health plans is described in Attachment 2. The top portion of the exhibit shows summary base period (CY2017) experience and projected FY2019 enrollment and incurred claims experience.

A provision for administrative expenses is included in the amount of \$1.80 pmpm. Additional provisions are also included for premium tax (1.75% of premium) and risk margin (1.50% of premium).

The bottom of the exhibit shows a summary of the projected FY2019 cost based on these assumptions.

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	73		86,567		213,289		78,333	
Estimated Incurred Claims								
Professional	4,753	65.10	3,869,527		5,479,023		1,930,049	
Emergency Room	106	1.46	589,383		946,247		665,600	
Outpatient Facility	688	9.43	1,094,687		2,310,297		905,959	
Inpatient Facility	0	0.00	1,117,392		1,792,675		725,894	
Others	206	2.82	977,992		2,428,455		1,067,451	
Total	5,753	78.81	7,648,981	88.36	12,956,697	60.75	5,294,953	67.60
Projected FY2019 Member Months	50		89,820		215,292		81,384	
Projected FY2019 Premiums								
Current Rates	8,759	175.17	10,691,470	119.03	16,870,149	78.36	7,546,529	92.73
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	1.0266		0.9608		0.9861		1.0005	
Other Reimbursement Change	0.9955		0.9981		0.9975		0.9987	
Inpatient Reimbursement Change	1.0000		1.0017		1.0012		1.0021	
Projected Incurred Claims	4,381	87.62	8,293,496	92.33	14,011,255	65.08	5,992,226	73.63
Capitation & Other Expenses/Refunds								
Total	19	0.38	96,783	1.08	305,245	1.42	111,862	1.37
Reinsurance Expenses								
Net Reinsurance Cost	4	0.08	14,072	0.16	36,857	0.17	14,141	0.17
Administrative Expenses								
Fixed Amount	375	7.50	673,650	7.50	1,614,690	7.50	610,380	7.50
Percentage of Premium	5.75 %	6.04	5.75 %	6.39	5.75 %	4.69	5.75 %	5.23
Risk Margin	1.50 %	1.58	1.50 %	1.67	1.50 %	1.22	1.50 %	1.36
Premium Tax	1.75 %	1.84	1.75 %	1.94	1.75 %	1.43	1.75 %	1.59
Maintenance Tax	3	0.060	5,389	0.060	12,918	0.060	4,883	0.060
Projected Total Cost	5,254	105.09	9,981,747	111.13	17,561,500	81.57	7,399,442	90.92
Adjusted Total Cost	5,254	105.09	9,981,747	111.13	17,561,500	81.57	7,399,442	90.92
Experience Rate Increase		-40.0 %		-6.6 %		4.1 %		-1.9 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	74		18,706		374		397,416	
Estimated Incurred Claims								
Professional	9,358		3,685,216		73,800			
Emergency Room	551		2,992		70			
Outpatient Facility	181		1,044,955		14,830			
Inpatient Facility	11,132		331,510		35,683			
Others	9		326,501		2,985			
Total	21,232	286.91	5,391,174	288.21	127,368	340.56	31,446,157	79.13
Projected FY2019 Member Months	145		16,584		348		403,623	
Projected FY2019 Premiums								
Current Rates	43,749	301.72	5,961,782	359.49	172,810	496.58	41,295,248	102.31
Current DSP Rates	0	0.00	0	0.00	65,003	186.79	65,003	0.16
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	1.0000		1.0200		1.0283			
Other Reimbursement Change	0.9094		0.9641		0.9819			
Inpatient Reimbursement Change	1.0090		1.0000		1.0064			
Projected Incurred Claims	40,735	280.93	5,015,500	302.43	128,506	369.27	33,486,099	82.96
Capitation & Other Expenses/Refunds								
Total	52	0.36	-17,710	-1.07	-1,226	-3.52	495,024	1.23
Reinsurance Expenses								
Net Reinsurance Cost	16	0.11	1,372	0.08	17	0.05	66,478	0.16
Administrative Expenses								
Fixed Amount	1,813	12.50	207,300	12.50	4,350	12.50	3,112,558	7.71
Percentage of Premium	5.75 %	18.57	5.75 %	19.84	5.75 %	23.91	5.75 %	5.82
Risk Margin	1.50 %	4.85	1.50 %	5.18	1.50 %	6.24	1.50 %	1.52
Premium Tax	1.75 %	5.65	1.75 %	6.04	1.75 %	7.28	1.75 %	1.77
Maintenance Tax	9	0.060	995	0.060	21	0.060	24,217	0.060
Projected Total Cost	46,839	323.03	5,722,480	345.06	144,690	415.78	40,861,952	101.24
Adjusted Total Cost	46,839	323.03	5,722,480	345.06	79,687	228.98	40,796,949	101.08
Experience Rate Increase		7.1 %		-4.0 %		-53.9 %		-1.2 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	129		172,625		434,748		146,036	
Estimated Incurred Claims								
Professional	19,096	148.03	6,491,682		9,109,790		2,976,476	
Emergency Room	14,271	110.63	3,383,560		6,498,672		2,145,845	
Outpatient Facility	11,706	90.74	4,820,586		10,122,420		4,857,435	
Inpatient Facility	55,640	431.32	1,458,230		4,844,585		3,310,521	
Others	305	2.37	1,558,914		1,658,661		1,174,118	
Total	101,018	783.08	17,712,972	102.61	32,234,128	74.14	14,464,396	99.05
Projected FY2019 Member Months	192		183,648		455,736		155,184	
Projected FY2019 Premiums								
Current Rates	33,633	175.17	23,743,594	129.29	35,458,945	77.81	14,658,862	94.46
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	0.9989		0.9812		0.9930		0.9953	
Other Reimbursement Change	0.9975		0.9985		0.9987		0.9981	
Inpatient Reimbursement Change	1.0091		0.9967		0.9987		0.9958	
Projected Incurred Claims	164,455	856.54	20,018,192	109.00	36,405,154	79.88	16,541,139	106.59
Capitation & Other Expenses/Refunds								
Total	191	0.99	181,288	0.99	432,432	0.95	151,706	0.98
Reinsurance Expenses								
Net Reinsurance Cost	6	0.03	4,230	0.02	10,323	0.02	3,644	0.02
Administrative Expenses								
Fixed Amount	1,440	7.50	1,377,360	7.50	3,418,020	7.50	1,163,880	7.50
Percentage of Premium	5.75 %	54.66	5.75 %	7.43	5.75 %	5.59	5.75 %	7.28
Risk Margin	1.50 %	14.26	1.50 %	1.94	1.50 %	1.46	1.50 %	1.90
Premium Tax	1.75 %	16.64	1.75 %	2.26	1.75 %	1.70	1.75 %	2.21
Maintenance Tax	12	0.060	11,019	0.060	27,344	0.060	9,311	0.060
Projected Total Cost	182,531	950.68	23,727,569	129.20	44,278,322	97.16	19,637,011	126.54
Adjusted Total Cost	182,531	950.68	23,727,569	129.20	44,278,322	97.16	19,637,011	126.54
Experience Rate Increase		442.7 %		-0.1 %		24.9 %		34.0 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	177		79,726		720		834,161	
Estimated Incurred Claims								
Professional	8,580		10,931,927		237,555			
Emergency Room	5,187		103,440		11,133			
Outpatient Facility	3,163		13,754,222		202,056			
Inpatient Facility	9,037		27,437		33,140			
Others	0		2,515,316		48			
Total	25,967	146.71	27,332,342	342.83	483,932	672.13	92,354,754	110.72
Projected FY2019 Member Months	204		67,392		672		863,028	
Projected FY2019 Premiums								
Current Rates	61,551	301.72	25,793,614	382.74	333,702	496.58	100,083,900	115.97
Current DSP Rates	0	0.00	0	0.00	167,839	249.76	167,839	0.19
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	0.9928		1.0229		1.0194			
Other Reimbursement Change	1.0008		0.9983		1.0008			
Inpatient Reimbursement Change	0.9951		0.8498		0.8798			
Projected Incurred Claims	31,577	154.79	21,393,814	317.45	432,593	643.74	94,986,923	110.06
Capitation & Other Expenses/Refunds								
Total	245	1.20	19,859	0.29	97	0.14	785,817	0.91
Reinsurance Expenses								
Net Reinsurance Cost	9	0.04	2,516	0.04	23	0.03	20,753	0.02
Administrative Expenses								
Fixed Amount	2,550	12.50	842,400	12.50	8,400	12.50	6,814,050	7.90
Percentage of Premium	5.75 %	10.65	5.75 %	20.87	5.75 %	41.48	5.75 %	7.52
Risk Margin	1.50 %	2.78	1.50 %	5.45	1.50 %	10.82	1.50 %	1.96
Premium Tax	1.75 %	3.24	1.75 %	6.35	1.75 %	12.62	1.75 %	2.29
Maintenance Tax	12	0.060	4,044	0.060	40	0.060	51,782	0.060
Projected Total Cost	37,794	185.27	24,464,432	363.02	484,784	721.41	112,812,445	130.72
Adjusted Total Cost	37,794	185.27	24,464,432	363.02	316,945	471.64	112,644,606	130.52
Experience Rate Increase		-38.6 %		-5.2 %		-5.0 %		12.6 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	25		35,413		97,998		42,081	
Estimated Incurred Claims								
Professional	1,262	50.46	1,592,160		2,917,427		1,329,444	
Emergency Room	0	0.00	137,571		305,456		144,779	
Outpatient Facility	0	0.00	462,903		718,822		457,487	
Inpatient Facility	0	0.00	207,609		449,903		340,065	
Others	51	2.03	126,303		417,252		165,505	
Total	1,312	52.50	2,526,546	71.35	4,808,860	49.07	2,437,279	57.92
Projected FY2019 Member Months	48		37,296		101,232		42,864	
Projected FY2019 Premiums								
Current Rates	8,408	175.17	3,663,600	98.23	6,731,746	66.50	3,322,716	77.52
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	1.0000		0.9754		0.9851		0.9926	
Other Reimbursement Change	0.9397		0.9983		0.9981		0.9985	
Inpatient Reimbursement Change	1.0000		1.0469		1.0587		1.0672	
Projected Incurred Claims	2,576	53.66	2,950,831	79.12	5,625,209	55.57	2,856,595	66.64
Capitation & Other Expenses/Refunds								
Total	169	3.52	123,878	3.32	331,371	3.27	139,188	3.25
Reinsurance Expenses								
Net Reinsurance Cost	18	0.39	13,387	0.36	35,706	0.35	14,974	0.35
Administrative Expenses								
Fixed Amount	360	7.50	279,720	7.50	759,240	7.50	321,480	7.50
Percentage of Premium	5.75 %	4.12	5.75 %	5.71	5.75 %	4.22	5.75 %	4.92
Risk Margin	1.50 %	1.07	1.50 %	1.49	1.50 %	1.10	1.50 %	1.28
Premium Tax	1.75 %	1.25	1.75 %	1.74	1.75 %	1.28	1.75 %	1.50
Maintenance Tax	3	0.060	2,238	0.060	6,074	0.060	2,572	0.060
Projected Total Cost	3,436	71.57	3,703,356	99.30	7,425,934	73.36	3,664,625	85.49
Adjusted Total Cost	3,436	71.57	3,703,356	99.30	7,425,934	73.36	3,664,625	85.49
Experience Rate Increase		-59.1 %		1.1 %		10.3 %		10.3 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	71		8,878		133		184,599	
Estimated Incurred Claims								
Professional	8,266		2,025,317		39,989			
Emergency Room	0		0		0			
Outpatient Facility	624		262,657		4,231			
Inpatient Facility	14,241		0		28,723			
Others	0		80,818		261			
Total	23,132	325.80	2,368,793	266.82	73,204	550.41	12,239,126	66.30
Projected FY2019 Member Months	24		7,080		120		188,664	
Projected FY2019 Premiums								
Current Rates	7,241	301.72	2,226,943	314.54	59,590	496.58	16,020,245	84.91
Current DSP Rates	0	0.00	0	0.00	36,077	300.64	36,077	0.19
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	1.0023		1.0214		1.0179			
Other Reimbursement Change	1.0006		0.9982		0.9996			
Inpatient Reimbursement Change	1.0116		0.9999		1.0097			
Projected Incurred Claims	8,465	352.71	2,055,017	290.26	72,408	603.40	13,571,101	71.93
Capitation & Other Expenses/Refunds								
Total	7	0.31	1,501	0.21	7	0.06	596,121	3.16
Reinsurance Expenses								
Net Reinsurance Cost	6	0.27	2,408	0.34	54	0.45	66,555	0.35
Administrative Expenses								
Fixed Amount	300	12.50	88,500	12.50	1,500	12.50	1,451,100	7.69
Percentage of Premium	5.75 %	23.12	5.75 %	19.17	5.75 %	38.95	5.75 %	5.26
Risk Margin	1.50 %	6.03	1.50 %	5.00	1.50 %	10.16	1.50 %	1.37
Premium Tax	1.75 %	7.04	1.75 %	5.83	1.75 %	11.86	1.75 %	1.60
Maintenance Tax	1	0.060	425	0.060	7	0.060	11,320	0.060
Projected Total Cost	9,649	402.03	2,360,275	333.37	81,294	677.45	17,248,568	91.42
Adjusted Total Cost	9,649	402.03	2,360,275	333.37	45,217	376.81	17,212,492	91.23
Experience Rate Increase		33.2 %		6.0 %		-24.1 %		7.4 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	246		275,650		684,898		240,937	
Estimated Incurred Claims								
Professional	63,674	258.84	12,820,768		18,762,932		7,099,464	
Emergency Room	5,056	20.55	4,394,386		8,227,241		4,820,245	
Outpatient Facility	21,310	86.63	7,860,476		19,145,388		8,710,233	
Inpatient Facility	13,638	55.44	6,597,843		11,096,545		6,253,663	
Others	7,528	30.60	2,491,988		3,682,256		1,723,750	
Total	111,206	452.06	34,165,461	123.95	60,914,361	88.94	28,607,355	118.73
Projected FY2019 Member Months	398		318,972		774,912		288,888	
Projected FY2019 Premiums								
Current Rates	69,718	175.17	46,295,770	145.14	79,760,184	102.93	37,988,778	131.50
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	1.0128		0.9822		0.9897		0.9917	
Other Reimbursement Change	1.0006		0.9983		0.9988		0.9972	
Inpatient Reimbursement Change	0.9823		0.9851		0.9755		0.9838	
Projected Incurred Claims	194,843	489.56	41,544,296	130.24	72,297,699	93.30	36,302,759	125.66
Capitation & Other Expenses/Refunds								
Total	756	1.90	826,300	2.59	1,903,304	2.46	685,557	2.37
Reinsurance Expenses								
Net Reinsurance Cost	102	0.26	82,222	0.26	191,504	0.25	68,345	0.24
Administrative Expenses								
Fixed Amount	2,985	7.50	2,392,290	7.50	5,811,840	7.50	2,166,660	7.50
Percentage of Premium	5.75 %	31.55	5.75 %	8.89	5.75 %	6.54	5.75 %	8.58
Risk Margin	1.50 %	8.23	1.50 %	2.32	1.50 %	1.71	1.50 %	2.24
Premium Tax	1.75 %	9.60	1.75 %	2.70	1.75 %	1.99	1.75 %	2.61
Maintenance Tax	24	0.060	19,138	0.060	46,495	0.060	17,333	0.060
Projected Total Cost	218,363	548.65	49,301,369	154.56	88,187,738	113.80	43,121,599	149.27
Adjusted Total Cost	218,363	548.65	49,301,369	154.56	88,187,738	113.80	43,121,599	149.27
Experience Rate Increase		213.2 %		6.5 %		10.6 %		13.5 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	365		138,024		1,420		1,341,540	
Estimated Incurred Claims								
Professional	33,451		41,199,234		513,678			
Emergency Room	817		540,922		4,459			
Outpatient Facility	1,628		13,428,294		186,422			
Inpatient Facility	22,212		454,109		613,735			
Others	0		2,867,721		2,186			
Total	58,108	159.20	58,490,280	423.77	1,320,480	929.92	183,667,251	136.91
Projected FY2019 Member Months	409		116,508		1,260		1,501,347	
Projected FY2019 Premiums								
Current Rates	123,403	301.72	59,196,550	508.09	625,691	496.58	224,060,094	149.24
Current DSP Rates	0	0.00	0	0.00	296,577	235.38	296,577	0.20
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	0.9970		1.0150		1.0094			
Other Reimbursement Change	0.9990		0.9622		0.9893			
Inpatient Reimbursement Change	0.9985		0.9983		1.0014			
Projected Incurred Claims	69,099	168.95	51,366,009	440.88	1,250,325	992.32	203,025,030	135.23
Capitation & Other Expenses/Refunds								
Total	432	1.06	112,140	0.96	1,210	0.96	3,529,700	2.35
Reinsurance Expenses								
Net Reinsurance Cost	145	0.35	9,032	0.08	87	0.07	351,438	0.23
Administrative Expenses								
Fixed Amount	5,113	12.50	1,456,350	12.50	15,750	12.50	11,850,988	7.89
Percentage of Premium	5.75 %	11.56	5.75 %	28.72	5.75 %	63.56	5.75 %	9.21
Risk Margin	1.50 %	3.02	1.50 %	7.49	1.50 %	16.58	1.50 %	2.40
Premium Tax	1.75 %	3.52	1.75 %	8.74	1.75 %	19.34	1.75 %	2.80
Maintenance Tax	25	0.060	6,990	0.060	76	0.060	90,081	0.060
Projected Total Cost	82,213	201.01	58,187,387	499.43	1,392,801	1,105.40	240,491,468	160.18
Adjusted Total Cost	82,213	201.01	58,187,387	499.43	1,096,224	870.02	240,194,891	159.99
Experience Rate Increase		-33.4 %		-1.7 %		75.2 %		7.2 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	26		22,387		54,040		18,284	
Estimated Incurred Claims								
Professional	2,726	104.84	992,568		1,580,834		594,243	
Emergency Room	157	6.02	237,963		405,886		209,444	
Outpatient Facility	4,276	164.48	464,878		909,861		484,655	
Inpatient Facility	0	0.00	211,784		763,496		1,071,613	
Others	917	35.27	88,372		232,680		113,147	
Total	8,076	310.61	1,995,565	89.14	3,892,757	72.03	2,473,101	135.26
Projected FY2019 Member Months	5		26,184		61,380		22,068	
Projected FY2019 Premiums								
Current Rates	876	175.17	3,663,722	139.92	5,131,284	83.60	2,814,014	127.52
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	0.8699		0.9937		0.9910		0.9953	
Other Reimbursement Change	0.9984		0.9975		0.9977		0.9991	
Inpatient Reimbursement Change	1.0000		0.9928		0.9885		0.9973	
Projected Incurred Claims	1,467	293.47	2,498,761	95.43	4,701,041	76.59	3,220,207	145.92
Capitation & Other Expenses/Refunds								
Total	5	0.93	41,830	1.60	90,969	1.48	32,751	1.48
Reinsurance Expenses								
Net Reinsurance Cost	1	0.17	5,743	0.22	12,695	0.21	4,343	0.20
Administrative Expenses								
Fixed Amount	38	7.50	196,380	7.50	460,350	7.50	165,510	7.50
Percentage of Premium	5.75 %	19.09	5.75 %	6.62	5.75 %	5.42	5.75 %	9.80
Risk Margin	1.50 %	4.98	1.50 %	1.73	1.50 %	1.41	1.50 %	2.56
Premium Tax	1.75 %	5.81	1.75 %	2.02	1.75 %	1.65	1.75 %	2.98
Maintenance Tax	0	0.060	1,571	0.060	3,683	0.060	1,324	0.060
Projected Total Cost	1,660	332.01	3,015,698	115.17	5,789,822	94.33	3,762,786	170.51
Adjusted Total Cost	1,660	332.01	3,015,698	115.17	5,789,822	94.33	3,762,786	170.51
Experience Rate Increase		89.5 %		-17.7 %		12.8 %		33.7 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	23		5,692		109		100,561	
Estimated Incurred Claims								
Professional	378		1,215,021		50,571			
Emergency Room	0		33,351		132			
Outpatient Facility	75		977,451		32,349			
Inpatient Facility	313		37,636		32,186			
Others	0		176,629		0			
Total	767	33.33	2,440,088	428.69	115,238	1,057.23	10,925,592	108.65
Projected FY2019 Member Months	16		5,472		50		115,175	
Projected FY2019 Premiums								
Current Rates	4,828	301.72	2,965,605	541.96	24,829	496.58	14,605,157	126.81
Current DSP Rates	0	0.00	0	0.00	8,974	179.48	8,974	0.08
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	1.0000		1.0145		1.0029			
Other Reimbursement Change	0.9453		0.9889		0.9961			
Inpatient Reimbursement Change	1.0242		0.9999		1.0048			
Projected Incurred Claims	551	34.44	2,511,048	458.89	56,621	1,132.43	12,989,697	112.78
Capitation & Other Expenses/Refunds								
Total	62	3.87	13,094	2.39	138	2.76	178,848	1.55
Reinsurance Expenses								
Net Reinsurance Cost	3	0.19	395	0.07	5	0.11	23,185	0.20
Administrative Expenses								
Fixed Amount	200	12.50	68,400	12.50	625	12.50	891,503	7.74
Percentage of Premium	5.75 %	3.23	5.75 %	29.95	5.75 %	72.53	5.75 %	7.73
Risk Margin	1.50 %	0.84	1.50 %	7.81	1.50 %	18.92	1.50 %	2.02
Premium Tax	1.75 %	0.98	1.75 %	9.11	1.75 %	22.07	1.75 %	2.35
Maintenance Tax	1	0.060	328	0.060	3	0.060	6,911	0.060
Projected Total Cost	898	56.11	2,849,742	520.79	63,069	1,261.37	15,483,675	134.44
Adjusted Total Cost	898	56.11	2,849,742	520.79	54,095	1,081.90	15,474,701	134.36
Experience Rate Increase		-81.4 %		-3.9 %		117.9 %		6.0 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	23		26,734		63,923		20,582	
Estimated Incurred Claims								
Professional	1,323	57.50	989,658		1,537,331		585,608	
Emergency Room	0	0.00	100,033		186,438		87,504	
Outpatient Facility	838	36.41	655,222		609,834		319,074	
Inpatient Facility	0	0.00	277,765		599,301		244,891	
Others	110	4.79	367,284		405,695		98,475	
Total	2,270	98.70	2,389,961	89.40	3,338,598	52.23	1,335,553	64.89
Projected FY2019 Member Months	48		28,608		66,228		22,788	
Projected FY2019 Premiums								
Current Rates	8,408	175.17	3,086,467	107.89	4,799,635	72.47	1,989,376	87.30
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	0.9032		0.9723		0.9906		0.9969	
Other Reimbursement Change	1.0000		0.9922		0.9926		0.9926	
Inpatient Reimbursement Change	1.0000		1.0012		1.0019		1.0010	
Projected Incurred Claims	4,655	96.98	2,687,221	93.93	3,706,929	55.97	1,593,339	69.92
Capitation & Other Expenses/Refunds								
Total	27	0.57	19,117	0.67	43,499	0.66	15,006	0.66
Reinsurance Expenses								
Net Reinsurance Cost	7	0.16	8,431	0.29	18,492	0.28	6,415	0.28
Administrative Expenses								
Fixed Amount	360	7.50	214,560	7.50	496,710	7.50	170,910	7.50
Percentage of Premium	5.75 %	6.65	5.75 %	6.47	5.75 %	4.07	5.75 %	4.96
Risk Margin	1.50 %	1.74	1.50 %	1.69	1.50 %	1.06	1.50 %	1.29
Premium Tax	1.75 %	2.02	1.75 %	1.97	1.75 %	1.24	1.75 %	1.51
Maintenance Tax	3	0.060	1,716	0.060	3,974	0.060	1,367	0.060
Projected Total Cost	5,552	115.67	3,220,929	112.59	4,691,871	70.84	1,963,777	86.18
Adjusted Total Cost	5,552	115.67	3,220,929	112.59	4,691,871	70.84	1,963,777	86.18
Experience Rate Increase		-34.0 %		4.4 %		-2.2 %		-1.3 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	27		4,782		87		116,158	
Estimated Incurred Claims								
Professional	1,292		842,271		16,566			
Emergency Room	0		17,212		678			
Outpatient Facility	190		377,896		5,967			
Inpatient Facility	13,919		0		18,198			
Others	0		200,970		1,459			
Total	15,401	570.42	1,438,349	300.78	42,869	492.74	8,563,002	73.72
Projected FY2019 Member Months	36		4,008		96		121,812	
Projected FY2019 Premiums								
Current Rates	10,862	301.72	1,446,006	360.78	47,672	496.58	11,388,427	93.49
Current DSP Rates	0	0.00	0	0.00	21,636	225.37	21,636	0.18
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	1.0000		1.0131		1.0119			
Other Reimbursement Change	1.0000		0.9864		1.0000			
Inpatient Reimbursement Change	1.0043		1.0000		1.0034			
Projected Incurred Claims	22,007	611.31	1,285,547	320.75	51,251	533.87	9,350,950	76.77
Capitation & Other Expenses/Refunds								
Total	21	0.59	1,573	0.39	29	0.30	79,272	0.65
Reinsurance Expenses								
Net Reinsurance Cost	12	0.35	861	0.21	15	0.16	34,233	0.28
Administrative Expenses								
Fixed Amount	450	12.50	50,100	12.50	1,200	12.50	934,290	7.67
Percentage of Premium	5.75 %	39.48	5.75 %	21.10	5.75 %	34.56	5.75 %	5.40
Risk Margin	1.50 %	10.30	1.50 %	5.50	1.50 %	9.01	1.50 %	1.41
Premium Tax	1.75 %	12.02	1.75 %	6.42	1.75 %	10.52	1.75 %	1.64
Maintenance Tax	2	0.060	240	0.060	6	0.060	7,309	0.060
Projected Total Cost	24,718	686.60	1,470,683	366.94	57,693	600.97	11,435,224	93.88
Adjusted Total Cost	24,718	686.60	1,470,683	366.94	36,058	375.60	11,413,589	93.70
Experience Rate Increase		127.6 %		1.7 %		-24.4 %		0.2 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	11		23,874		58,588		22,880	
Estimated Incurred Claims								
Professional	0	0.00	364,105		694,821		198,795	
Emergency Room	63	5.72	358,612		631,463		423,338	
Outpatient Facility	0	0.00	1,028,894		1,645,781		931,087	
Inpatient Facility	1,079	98.10	682,610		1,165,363		762,292	
Others	0	0.00	120,239		382,515		200,770	
Total	1,142	103.82	2,554,460	107.00	4,519,943	77.15	2,516,282	109.98
Projected FY2019 Member Months	14		27,720		64,968		26,304	
Projected FY2019 Premiums								
Current Rates	2,452	175.17	4,473,106	161.37	8,626,095	132.77	4,063,380	154.48
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	1.4157		0.9973		0.9964		0.9956	
Other Reimbursement Change	1.0017		0.9995		0.9995		1.0000	
Inpatient Reimbursement Change	1.0000		1.0018		1.0014		1.0023	
Projected Incurred Claims	2,242	160.16	3,221,999	116.23	5,437,716	83.70	3,140,338	119.39
Capitation & Other Expenses/Refunds								
Total	299	21.38	581,696	20.98	1,299,186	20.00	525,456	19.98
Reinsurance Expenses								
Net Reinsurance Cost	5	0.35	8,868	0.32	20,068	0.31	8,217	0.31
Administrative Expenses								
Fixed Amount	105	7.50	207,900	7.50	487,260	7.50	197,280	7.50
Percentage of Premium	5.75 %	11.97	5.75 %	9.17	5.75 %	7.05	5.75 %	9.30
Risk Margin	1.50 %	3.12	1.50 %	2.39	1.50 %	1.84	1.50 %	2.43
Premium Tax	1.75 %	3.64	1.75 %	2.79	1.75 %	2.15	1.75 %	2.83
Maintenance Tax	1	0.060	1,663	0.060	3,898	0.060	1,578	0.060
Projected Total Cost	2,915	208.19	4,419,918	159.45	7,964,975	122.60	4,255,900	161.80
Adjusted Total Cost	2,915	208.19	4,419,918	159.45	7,964,975	122.60	4,255,900	161.80
Experience Rate Increase		18.8 %		-1.2 %		-7.7 %		4.7 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	20		2,941		63		108,377	
Estimated Incurred Claims								
Professional	0		240,141		1,362			
Emergency Room	0		9,601		0			
Outpatient Facility	281		58,724		242			
Inpatient Facility	607		460,163		11,302			
Others	0		215,359		336			
Total	888	44.40	983,988	334.58	13,243	210.20	10,589,945	97.71
Projected FY2019 Member Months	37		2,892		85		122,020	
Projected FY2019 Premiums								
Current Rates	11,164	301.72	1,349,581	466.66	42,209	496.58	18,567,987	152.17
Current DSP Rates	0	0.00	0	0.00	14,173	166.74	14,173	0.12
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	1.0000		1.0202		1.0182			
Other Reimbursement Change	1.0017		0.9814		1.0017			
Inpatient Reimbursement Change	1.0000		1.0000		1.0000			
Projected Incurred Claims	1,756	47.46	1,033,772	357.46	19,446	228.77	12,857,267	105.37
Capitation & Other Expenses/Refunds								
Total	743	20.09	114,705	39.66	3,623	42.63	2,525,709	20.70
Reinsurance Expenses								
Net Reinsurance Cost	6	0.16	791	0.27	23	0.27	37,977	0.31
Administrative Expenses								
Fixed Amount	463	12.50	36,150	12.50	1,063	12.50	930,220	7.62
Percentage of Premium	5.75 %	5.07	5.75 %	25.90	5.75 %	17.96	5.75 %	8.47
Risk Margin	1.50 %	1.32	1.50 %	6.76	1.50 %	4.69	1.50 %	2.21
Premium Tax	1.75 %	1.54	1.75 %	7.88	1.75 %	5.47	1.75 %	2.58
Maintenance Tax	2	0.060	174	0.060	5	0.060	7,321	0.060
Projected Total Cost	3,264	88.21	1,302,847	450.50	26,549	312.34	17,976,368	147.32
Adjusted Total Cost	3,264	88.21	1,302,847	450.50	12,376	145.60	17,962,194	147.21
Experience Rate Increase		-70.8 %		-3.5 %		-70.7 %		-3.3 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	271		237,220		574,873		217,968	
Estimated Incurred Claims								
Professional	29,556	109.06	8,480,970		14,433,469		6,109,993	
Emergency Room	809	2.99	1,211,029		2,504,007		1,532,354	
Outpatient Facility	1,266	4.67	2,520,531		5,078,456		2,622,345	
Inpatient Facility	56,020	206.71	2,323,228		4,561,836		4,217,309	
Others	1,906	7.03	3,691,985		3,496,765		1,553,700	
Total	89,557	330.47	18,227,743	76.84	30,074,533	52.32	16,035,701	73.57
Projected FY2019 Member Months	324		249,084		591,000		225,912	
Projected FY2019 Premiums								
Current Rates	56,755	175.17	24,401,837	97.97	39,065,997	66.10	21,928,649	97.07
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	1.0200		0.9769		0.9893		0.9943	
Other Reimbursement Change	0.9995		0.9950		0.9937		0.9963	
Inpatient Reimbursement Change	1.0066		1.0007		1.0010		1.0014	
Projected Incurred Claims	119,532	368.93	20,252,243	81.31	33,097,901	56.00	17,935,698	79.39
Capitation & Other Expenses/Refunds								
Total	365	1.13	151,593	0.61	332,674	0.56	155,249	0.69
Reinsurance Expenses								
Net Reinsurance Cost	19	0.06	14,412	0.06	35,276	0.06	13,879	0.06
Administrative Expenses								
Fixed Amount	2,430	7.50	1,868,130	7.50	4,432,500	7.50	1,694,340	7.50
Percentage of Premium	5.75 %	23.86	5.75 %	5.66	5.75 %	4.06	5.75 %	5.54
Risk Margin	1.50 %	6.23	1.50 %	1.48	1.50 %	1.06	1.50 %	1.45
Premium Tax	1.75 %	7.26	1.75 %	1.72	1.75 %	1.23	1.75 %	1.69
Maintenance Tax	19	0.060	14,945	0.060	35,460	0.060	13,555	0.060
Projected Total Cost	134,467	415.02	24,506,948	98.39	41,685,507	70.53	21,772,220	96.37
Adjusted Total Cost	134,467	415.02	24,506,948	98.39	41,685,507	70.53	21,772,220	96.37
Experience Rate Increase		136.9 %		0.4 %		6.7 %		-0.7 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	258		83,017		869		1,114,476	
Estimated Incurred Claims								
Professional	57,840		21,740,039		196,630			
Emergency Room	856		290,733		2,258			
Outpatient Facility	1,928		2,709,620		33,665			
Inpatient Facility	285,623		29,395		119,385			
Others	2,620		1,472,892		26,663			
Total	348,867	1,352.20	26,242,678	316.11	378,601	435.67	91,397,680	82.01
Projected FY2019 Member Months	276		67,776		960		1,135,332	
Projected FY2019 Premiums								
Current Rates	83,275	301.72	25,754,880	380.00	476,717	496.58	111,768,110	98.45
Current DSP Rates	0	0.00	0	0.00	242,916	253.04	242,916	0.21
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	0.9999		1.0146		1.0106			
Other Reimbursement Change	1.0010		0.9511		0.9596			
Inpatient Reimbursement Change	1.0030		1.0000		1.0017			
Projected Incurred Claims	399,799	1,448.55	22,061,667	325.51	433,552	451.62	94,300,391	83.06
Capitation & Other Expenses/Refunds								
Total	1,311	4.75	157,363	2.32	1,230	1.28	799,783	0.70
Reinsurance Expenses								
Net Reinsurance Cost	19	0.07	4,582	0.07	60	0.06	68,246	0.06
Administrative Expenses								
Fixed Amount	3,450	12.50	847,200	12.50	12,000	12.50	8,860,050	7.80
Percentage of Premium	5.75 %	92.63	5.75 %	21.51	5.75 %	29.41	5.75 %	5.79
Risk Margin	1.50 %	24.16	1.50 %	5.61	1.50 %	7.67	1.50 %	1.51
Premium Tax	1.75 %	28.19	1.75 %	6.55	1.75 %	8.95	1.75 %	1.76
Maintenance Tax	17	0.060	4,067	0.060	58	0.060	68,120	0.060
Projected Total Cost	444,609	1,610.90	25,357,009	374.13	491,097	511.56	114,391,857	100.76
Adjusted Total Cost	444,609	1,610.90	25,357,009	374.13	248,181	258.52	114,148,941	100.54
Experience Rate Increase		433.9 %		-1.5 %		-47.9 %		2.1 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	102		131,544		306,475		98,658	
Estimated Incurred Claims								
Professional	9,640	94.51	3,921,639		6,256,090		2,045,274	
Emergency Room	1,838	18.02	1,545,555		2,478,504		1,101,989	
Outpatient Facility	7,073	69.34	2,560,768		4,308,422		2,448,217	
Inpatient Facility	14,776	144.86	2,322,048		4,112,344		1,212,655	
Others	0	0.00	1,848,501		3,472,883		1,372,664	
Total	33,327	326.74	12,198,510	92.73	20,628,243	67.31	8,180,798	82.92
Projected FY2019 Member Months	84		140,796		321,456		104,112	
Projected FY2019 Premiums								
Current Rates	14,714	175.17	18,047,456	128.18	26,661,650	82.94	10,523,530	101.08
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	1.0006		0.9768		0.9921		0.9965	
Other Reimbursement Change	0.9974		0.9983		0.9994		0.9984	
Inpatient Reimbursement Change	1.0022		1.0008		1.0018		1.0013	
Projected Incurred Claims	29,863	355.51	13,861,451	98.45	23,379,389	72.73	9,355,756	89.86
Capitation & Other Expenses/Refunds								
Total	-3	-0.04	137,043	0.97	317,637	0.99	87,053	0.84
Reinsurance Expenses								
Net Reinsurance Cost	32	0.38	36,864	0.26	84,076	0.26	27,458	0.26
Administrative Expenses								
Fixed Amount	630	7.50	1,055,970	7.50	2,410,920	7.50	780,840	7.50
Percentage of Premium	5.75 %	22.96	5.75 %	6.78	5.75 %	5.15	5.75 %	6.23
Risk Margin	1.50 %	5.99	1.50 %	1.77	1.50 %	1.34	1.50 %	1.62
Premium Tax	1.75 %	6.99	1.75 %	2.06	1.75 %	1.57	1.75 %	1.89
Maintenance Tax	5	0.060	8,448	0.060	19,287	0.060	6,247	0.060
Projected Total Cost	33,545	399.35	16,593,160	117.85	28,803,637	89.60	11,271,817	108.27
Adjusted Total Cost	33,545	399.35	16,593,160	117.85	28,803,637	89.60	11,271,817	108.27
Experience Rate Increase		128.0 %		-8.1 %		8.0 %		7.1 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	139		39,761		632		577,311	
Estimated Incurred Claims								
Professional	31,107		5,046,819		172,114			
Emergency Room	612		64,906		1,485			
Outpatient Facility	1,729		3,219,634		55,556			
Inpatient Facility	4,084		0		30,226			
Others	758		2,580,638		913			
Total	38,289	275.46	10,911,997	274.44	260,295	411.86	52,251,459	90.51
Projected FY2019 Member Months	192		33,084		576		600,300	
Projected FY2019 Premiums								
Current Rates	57,930	301.72	11,786,506	356.26	286,030	496.58	67,377,817	112.24
Current DSP Rates	0	0.00	0	0.00	111,864	194.21	111,864	0.19
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	0.9992		1.0193		1.0122			
Other Reimbursement Change	1.0008		0.9779		0.9875			
Inpatient Reimbursement Change	1.0006		1.0000		1.0004			
Projected Incurred Claims	56,470	294.12	9,657,432	291.91	253,133	439.47	56,593,493	94.28
Capitation & Other Expenses/Refunds								
Total	32	0.16	-1,726	-0.05	-34	-0.06	540,001	0.90
Reinsurance Expenses								
Net Reinsurance Cost	66	0.34	9,717	0.29	193	0.34	158,405	0.26
Administrative Expenses								
Fixed Amount	2,400	12.50	413,550	12.50	7,200	12.50	4,671,510	7.78
Percentage of Premium	5.75 %	19.41	5.75 %	19.25	5.75 %	28.58	5.75 %	6.53
Risk Margin	1.50 %	5.06	1.50 %	5.02	1.50 %	7.46	1.50 %	1.70
Premium Tax	1.75 %	5.91	1.75 %	5.86	1.75 %	8.70	1.75 %	1.99
Maintenance Tax	12	0.060	1,985	0.060	35	0.060	36,018	0.060
Projected Total Cost	64,812	337.56	11,077,976	334.84	286,292	497.04	68,131,239	113.50
Adjusted Total Cost	64,812	337.56	11,077,976	334.84	174,428	302.83	68,019,375	113.31
Experience Rate Increase		11.9 %		-6.0 %		-39.0 %		1.0 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	78		74,652		169,406		53,923	
Estimated Incurred Claims								
Professional	5,824	74.67	3,544,078		4,961,307		1,539,509	
Emergency Room	0	0.00	513,692		882,716		413,075	
Outpatient Facility	831	10.65	1,297,512		1,429,827		592,933	
Inpatient Facility	1,309	16.78	1,553,738		1,581,981		735,143	
Others	781	10.01	898,917		1,023,180		333,700	
Total	8,745	112.12	7,807,937	104.59	9,879,010	58.32	3,614,360	67.03
Projected FY2019 Member Months	37		79,728		177,012		58,128	
Projected FY2019 Premiums								
Current Rates	6,481	175.17	11,518,767	144.48	13,965,641	78.90	8,072,908	138.88
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	0.9935		0.9835		0.9936		0.9972	
Other Reimbursement Change	1.0003		0.9726		0.9673		0.9770	
Inpatient Reimbursement Change	0.9937		0.9970		0.9975		0.9979	
Projected Incurred Claims	4,457	120.45	8,651,235	108.51	10,765,684	60.82	4,120,740	70.89
Capitation & Other Expenses/Refunds								
Total	102	2.75	169,874	2.13	351,035	1.98	117,222	2.02
Reinsurance Expenses								
Net Reinsurance Cost	12	0.33	15,648	0.20	34,655	0.20	11,431	0.20
Administrative Expenses								
Fixed Amount	278	7.50	597,960	7.50	1,327,590	7.50	435,960	7.50
Percentage of Premium	5.75 %	8.28	5.75 %	7.48	5.75 %	4.46	5.75 %	5.10
Risk Margin	1.50 %	2.16	1.50 %	1.95	1.50 %	1.16	1.50 %	1.33
Premium Tax	1.75 %	2.52	1.75 %	2.28	1.75 %	1.36	1.75 %	1.55
Maintenance Tax	2	0.060	4,784	0.060	10,621	0.060	3,488	0.060
Projected Total Cost	5,330	144.05	10,373,078	130.11	13,724,818	77.54	5,152,572	88.64
Adjusted Total Cost	5,330	144.05	10,373,078	130.11	13,724,818	77.54	5,152,572	88.64
Experience Rate Increase		-17.8 %		-9.9 %		-1.7 %		-36.2 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	77		25,907		259		324,302	
Estimated Incurred Claims								
Professional	6,971		9,092,782		62,341			
Emergency Room	0		116,679		225			
Outpatient Facility	2,096		1,170,998		4,485			
Inpatient Facility	2,625		440,328		18,267			
Others	0		629,623		1,039			
Total	11,693	151.86	11,450,410	441.98	86,357	333.43	32,858,512	101.32
Projected FY2019 Member Months	73		22,860		384		338,222	
Projected FY2019 Premiums								
Current Rates	22,026	301.72	12,122,887	530.31	190,687	496.58	45,899,397	135.71
Current DSP Rates	0	0.00	0	0.00	77,949	202.99	77,949	0.23
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	0.9824		1.0073		1.0089			
Other Reimbursement Change	0.8657		0.7693		0.8684			
Inpatient Reimbursement Change	1.0000		1.0001		1.0023			
Projected Incurred Claims	10,060	137.81	8,355,614	365.51	119,977	312.44	32,027,767	94.69
Capitation & Other Expenses/Refunds								
Total	204	2.80	36,523	1.60	343	0.89	675,303	2.00
Reinsurance Expenses								
Net Reinsurance Cost	19	0.27	4,811	0.21	99	0.26	66,676	0.20
Administrative Expenses								
Fixed Amount	913	12.50	285,750	12.50	4,800	12.50	2,653,250	7.84
Percentage of Premium	5.75 %	9.70	5.75 %	24.00	5.75 %	20.61	5.75 %	6.62
Risk Margin	1.50 %	2.53	1.50 %	6.26	1.50 %	5.38	1.50 %	1.73
Premium Tax	1.75 %	2.95	1.75 %	7.31	1.75 %	6.27	1.75 %	2.02
Maintenance Tax	4	0.060	1,372	0.060	23	0.060	20,293	0.060
Projected Total Cost	12,309	168.61	9,542,934	417.45	137,629	358.41	38,948,669	115.16
Adjusted Total Cost	12,309	168.61	9,542,934	417.45	59,680	155.42	38,870,720	114.93
Experience Rate Increase		-44.1 %		-21.3 %		-68.7 %		-15.3 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	984		1,086,666		2,658,238		939,682	
Estimated Incurred Claims								
Professional	152,879	155.37	43,181,422		65,831,488		24,487,524	
Emergency Room	26,309	26.74	12,612,455		23,340,965		11,824,837	
Outpatient Facility	51,394	52.23	23,041,890		47,045,503		22,825,621	
Inpatient Facility	152,533	155.01	16,996,940		31,329,118		19,203,437	
Others	13,061	13.27	12,082,625		17,102,579		7,760,723	
Total	396,176	402.62	107,915,332	99.31	184,649,653	69.46	86,102,142	91.63
Projected FY2019 Member Months	1,200		1,181,856		2,829,216		1,027,632	
Projected FY2019 Premiums								
Current Rates	210,204	175.17	149,585,791	126.57	237,071,328	83.79	112,908,741	109.87
Current DSP Rates	0	0.00	0	0.00	0	0.00	0	0.00
Annual Trend Assumptions								
FY2018	4.3 %		4.3 %		4.3 %		4.3 %	
FY2019	4.3 %		4.3 %		4.3 %		4.3 %	
Provider Reimbursement Change	1.0089		0.9795		0.9905		0.9943	
Other Reimbursement Change	0.9988		0.9958		0.9962		0.9967	
Inpatient Reimbursement Change	0.9977		0.9955		0.9928		0.9956	
Projected Incurred Claims	528,470	440.39	123,979,725	104.90	209,427,976	74.02	101,058,796	98.34
Capitation & Other Expenses/Refunds								
Total	1,929	1.61	2,329,401	1.97	5,407,351	1.91	2,021,052	1.97
Reinsurance Expenses								
Net Reinsurance Cost	206	0.17	203,876	0.17	479,652	0.17	172,847	0.17
Administrative Expenses								
Fixed Amount	9,000	7.50	8,863,920	7.50	21,219,120	7.50	7,707,240	7.50
Percentage of Premium	5.75 %	28.42	5.75 %	7.24	5.75 %	5.29	5.75 %	6.83
Risk Margin	1.50 %	7.41	1.50 %	1.89	1.50 %	1.38	1.50 %	1.78
Premium Tax	1.75 %	8.65	1.75 %	2.20	1.75 %	1.61	1.75 %	2.08
Maintenance Tax	72	0.060	70,911	0.060	169,753	0.060	61,658	0.060
Projected Total Cost	593,052	494.21	148,843,773	125.94	260,114,123	91.94	122,001,750	118.72
Adjusted Total Cost	593,052	494.21	148,843,773	125.94	260,114,123	91.94	122,001,750	118.72
Experience Rate Increase		182.1 %		-0.5 %		9.7 %		8.1 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - FY2017								
Member Months	1,231		407,434		4,666		5,098,901	
Estimated Incurred Claims								
Professional	158,619		96,010,578		1,324,744			
Emergency Room	8,487		1,181,957		19,893			
Outpatient Facility	11,594		37,151,333		500,171			
Inpatient Facility	344,812		1,898,871		893,258			
Others	3,373		11,092,503		39,871			
Total	526,885	428.01	147,335,243	361.62	2,777,937	595.36	529,703,368	103.89
Projected FY2019 Member Months	1,412		343,656		4,551		5,389,523	
Projected FY2019 Premiums								
Current Rates	426,029	301.72	148,604,354	432.42	2,259,936	496.58	651,066,381	120.80
Current DSP Rates	0	0.00	0	0.00	1,043,007	229.18	1,043,007	0.19
Annual Trend Assumptions								
FY2018	3.4 %		3.4 %		3.4 %			
FY2019	3.2 %		3.2 %		3.2 %			
Provider Reimbursement Change	0.9989		1.0164		1.0125			
Other Reimbursement Change	0.9919		0.9540		0.9811			
Inpatient Reimbursement Change	1.0024		0.9701		0.9811			
Projected Incurred Claims	640,519	453.63	124,735,420	362.97	2,817,812	619.16	563,188,719	104.50
Capitation & Other Expenses/Refunds								
Total	3,109	2.20	437,320	1.27	5,417	1.19	10,205,578	1.89
Reinsurance Expenses								
Net Reinsurance Cost	301	0.21	36,486	0.11	577	0.13	893,946	0.17
Administrative Expenses								
Fixed Amount	17,650	12.50	4,295,700	12.50	56,888	12.50	42,169,518	7.82
Percentage of Premium	5.75 %	29.61	5.75 %	23.82	5.75 %	40.00	5.75 %	7.23
Risk Margin	1.50 %	7.72	1.50 %	6.21	1.50 %	10.43	1.50 %	1.89
Premium Tax	1.75 %	9.01	1.75 %	7.25	1.75 %	12.17	1.75 %	2.20
Maintenance Tax	85	0.060	20,619	0.060	273	0.060	323,371	0.060
Projected Total Cost	727,104	514.95	142,335,765	414.18	3,165,897	695.65	677,781,464	125.76
Adjusted Total Cost	727,104	514.95	142,335,765	414.18	2,122,890	466.47	676,738,457	125.57
Experience Rate Increase		70.7 %		-4.2 %		-6.1 %		3.9 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	90		89,312		216,813		79,797	
Estimated Pharmacy Claims								
Incurred Claims	105	1.16	1,160,075	12.99	6,023,988	27.78	2,713,851	34.01
Other Pharmacy Cost	-6	-0.07	-6,411	-0.07	-14,660	-0.07	-5,362	-0.07
Total	98	1.09	1,153,665	12.92	6,009,328	27.72	2,708,488	33.94
Projected FY2019 Member Months	50		89,820		215,292		81,384	
Projected FY2019 Premiums								
Current Rates	451	9.01	1,405,768	15.65	6,763,890	31.42	2,516,257	30.92
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0262		1.0000	
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000		1.0000	
Cost Share Increase	1.0000		0.9998		0.9998		0.9999	
Projected Incurred Claims	60	1.20	1,270,269	14.14	6,704,301	31.14	3,024,655	37.17
Administrative Expenses	90	1.80	161,676	1.80	387,526	1.80	146,491	1.80
Risk Margin	1.50 %	0.05	1.50 %	0.25	1.50 %	0.51	1.50 %	0.60
Premium Tax	1.75 %	0.05	1.75 %	0.29	1.75 %	0.60	1.75 %	0.70
Projected Total Cost	155	3.10	1,480,047	16.48	7,330,053	34.05	3,277,671	40.27
Experience Rate Increase		-65.6 %		5.3 %		8.4 %		30.3 %

	<u>Newborn 198%+</u>		<u>Perinate <198%</u>		<u>Perinate 198%+</u>		<u>Total</u>	
	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>
Estimated Experience - CY2017								
Member Months	82		18,565		414		405,073	
Estimated Pharmacy Claims								
Incurred Claims	99	1.21	892,101	48.05	45,579	110.09		
Other Pharmacy Cost	-8	-0.10	-2,807	-0.15	-78	-0.19		
Total	91	1.11	889,294	47.90	45,502	109.91	10,806,465	26.68
Projected FY2019 Member Months	145		16,584		348		403,623	
Projected FY2019 Premiums								
Current Rates	1,102	7.60	854,739	51.54	31,919	91.72	11,574,126	28.68
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	176	1.21	869,920	52.46	41,884	120.36	11,911,265	29.51
Administrative Expenses	261	1.80	29,851	1.80	626	1.80	726,521	1.80
Risk Margin	1.50 %	0.05	1.50 %	0.84	1.50 %	1.89	1.50 %	0.49
Premium Tax	1.75 %	0.05	1.75 %	0.98	1.75 %	2.21	1.75 %	0.57
Projected Total Cost	452	3.12	929,996	56.08	43,938	126.26	13,062,311	32.36
Experience Rate Increase		-59.0 %		8.8 %		37.7 %		12.9 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	134		179,047		445,263		150,154	
Estimated Pharmacy Claims								
Incurred Claims	2,236	16.69	2,563,746	14.32	12,030,248	27.02	4,424,416	29.47
Other Pharmacy Cost	-3	-0.02	1,553	0.01	4,106	0.01	1,247	0.01
Total	2,233	16.66	2,565,299	14.33	12,034,354	27.03	4,425,664	29.47
Projected FY2019 Member Months	192		183,648		455,736		155,184	
Projected FY2019 Premiums								
Current Rates	1,730	9.01	3,062,122	16.67	13,553,895	29.74	5,189,223	33.44
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000		1.0000	
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000		1.0000	
Cost Share Increase	0.9983		0.9996		0.9997		0.9998	
Projected Incurred Claims	3,497	18.22	2,880,204	15.68	13,484,321	29.59	5,007,736	32.27
Administrative Expenses	346	1.80	330,566	1.80	820,325	1.80	279,331	1.80
Risk Margin	1.50 %	0.31	1.50 %	0.27	1.50 %	0.49	1.50 %	0.53
Premium Tax	1.75 %	0.36	1.75 %	0.32	1.75 %	0.57	1.75 %	0.62
Projected Total Cost	3,972	20.69	3,318,626	18.07	14,785,164	32.44	5,464,669	35.21
Experience Rate Increase		129.6 %		8.4 %		9.1 %		5.3 %

	<u>Newborn 198%+</u>		<u>Perinate <198%</u>		<u>Perinate 198%+</u>		<u>Total</u>	
	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>
Estimated Experience - CY2017								
Member Months	196		78,778		756		854,328	
Estimated Pharmacy Claims								
Incurred Claims	149	0.76	1,856,393	23.56	41,674	55.12		
Other Pharmacy Cost	-35	-0.18	-6,422	-0.08	-39	-0.05		
Total	114	0.58	1,849,971	23.48	41,636	55.07	20,919,271	24.49
Projected FY2019 Member Months	204		67,392		672		863,028	
Projected FY2019 Premiums								
Current Rates	1,550	7.60	1,814,867	26.93	61,636	91.72	23,685,022	27.44
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	130	0.64	1,733,038	25.72	40,528	60.31	23,149,455	26.82
Administrative Expenses	367	1.80	121,306	1.80	1,210	1.80	1,553,450	1.80
Risk Margin	1.50 %	0.04	1.50 %	0.43	1.50 %	0.96	1.50 %	0.44
Premium Tax	1.75 %	0.04	1.75 %	0.50	1.75 %	1.12	1.75 %	0.52
Projected Total Cost	514	2.52	1,916,635	28.44	43,139	64.20	25,532,718	29.59
Experience Rate Increase		-66.9 %		5.6 %		-30.0 %		7.8 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	27		36,565		99,756		42,784	
Estimated Pharmacy Claims								
Incurred Claims	201	7.44	1,044,840	28.57	2,002,949	20.08	1,024,331	23.94
Other Pharmacy Cost	-4	-0.13	-4,671	-0.13	-12,688	-0.13	-5,429	-0.13
Total	197	7.31	1,040,169	28.45	1,990,261	19.95	1,018,902	23.82
Projected FY2019 Member Months	48		37,296		101,232		42,864	
Projected FY2019 Premiums								
Current Rates	432	9.01	571,315	15.32	2,696,820	26.64	1,084,423	25.30
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000		1.0000	
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000		1.0000	
Cost Share Increase	1.0000		0.9999		0.9998		0.9998	
Projected Incurred Claims	384	8.00	1,161,709	31.15	2,211,270	21.84	1,117,627	26.07
Administrative Expenses	86	1.80	67,133	1.80	182,218	1.80	77,155	1.80
Risk Margin	1.50 %	0.15	1.50 %	0.51	1.50 %	0.37	1.50 %	0.43
Premium Tax	1.75 %	0.18	1.75 %	0.60	1.75 %	0.43	1.75 %	0.50
Projected Total Cost	486	10.13	1,270,120	34.06	2,473,889	24.44	1,234,917	28.81
Experience Rate Increase		12.4 %		122.3 %		-8.3 %		13.9 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	62		8,785		131		188,110	
Estimated Pharmacy Claims								
Incurred Claims	448	7.23	502,390	57.19	7,065	53.93		
Other Pharmacy Cost	-27	-0.44	-4,719	-0.54	-92	-0.70		
Total	421	6.79	497,671	56.65	6,973	53.23	4,554,595	24.21
Projected FY2019 Member Months	24		7,080		120		188,664	
Projected FY2019 Premiums								
Current Rates	182	7.60	481,794	68.05	11,006	91.72	4,845,974	25.69
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	179	7.44	439,211	62.04	6,995	58.29	4,937,374	26.17
Administrative Expenses	43	1.80	12,744	1.80	216	1.80	339,595	1.80
Risk Margin	1.50 %	0.14	1.50 %	0.99	1.50 %	0.93	1.50 %	0.43
Premium Tax	1.75 %	0.17	1.75 %	1.15	1.75 %	1.09	1.75 %	0.51
Projected Total Cost	229	9.55	467,137	65.98	7,453	62.11	5,454,232	28.91
Experience Rate Increase		25.6 %		-3.0 %		-32.3 %		12.6 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	334		291,211		714,016		254,527	
Estimated Pharmacy Claims								
Incurred Claims	5,079	15.21	3,602,334	12.37	18,594,653	26.04	7,534,671	29.60
Other Pharmacy Cost	11	0.03	28,602	0.10	-15,732	-0.02	-8,465	-0.03
Total	5,090	15.24	3,630,936	12.47	18,578,921	26.02	7,526,206	29.57
Projected FY2019 Member Months	398		318,972		774,912		288,888	
Projected FY2019 Premiums								
Current Rates	3,586	9.01	4,987,524	15.64	24,189,982	31.22	11,003,600	38.09
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0095		1.0304	
Hurricane Harvey Waived Copay	0.9173		0.9405		0.9787		0.9826	
Cost Share Increase	0.9995		0.9997		0.9998		0.9999	
Projected Incurred Claims	6,090	15.30	4,094,791	12.84	21,810,912	28.15	9,470,018	32.78
Administrative Expenses	716	1.80	574,150	1.80	1,394,842	1.80	519,998	1.80
Risk Margin	1.50 %	0.27	1.50 %	0.23	1.50 %	0.46	1.50 %	0.54
Premium Tax	1.75 %	0.31	1.75 %	0.26	1.75 %	0.54	1.75 %	0.63
Projected Total Cost	7,035	17.68	4,825,778	15.13	23,985,275	30.95	10,325,598	35.74
Experience Rate Increase		96.2 %		-3.2 %		-0.8 %		-6.2 %

	<u>Newborn 198%+</u>		<u>Perinate <198%</u>		<u>Perinate 198%+</u>		<u>Total</u>	
	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>
Estimated Experience - CY2017								
Member Months	420		135,088		1,371		1,396,967	
Estimated Pharmacy Claims								
Incurred Claims	546	1.30	9,941,347	73.59	138,280	100.86		
Other Pharmacy Cost	-14	-0.03	-7,623	-0.06	221	0.16		
Total	531	1.27	9,933,724	73.54	138,501	101.02	39,813,910	28.50
Projected FY2019 Member Months	409		116,508		1,260		1,501,347	
Projected FY2019 Premiums								
Current Rates	3,108	7.60	8,802,179	75.55	115,567	91.72	49,105,547	32.71
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	567	1.39	9,381,903	80.53	139,389	110.63	44,903,669	29.91
Administrative Expenses	736	1.80	209,714	1.80	2,268	1.80	2,702,425	1.80
Risk Margin	1.50 %	0.05	1.50 %	1.28	1.50 %	1.74	1.50 %	0.49
Premium Tax	1.75 %	0.06	1.75 %	1.49	1.75 %	2.03	1.75 %	0.57
Projected Total Cost	1,347	3.29	9,913,816	85.09	146,415	116.20	49,205,265	32.77
Experience Rate Increase		-56.7 %		12.6 %		26.7 %		0.2 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	21		24,059		56,414		19,283	
Estimated Pharmacy Claims								
Incurred Claims	1,127	53.66	372,313	15.47	5,183,417	91.88	753,440	39.07
Other Pharmacy Cost	-32	-1.52	-46,069	-1.91	-95,133	-1.69	-31,711	-1.64
Total	1,095	52.13	326,243	13.56	5,088,283	90.20	721,729	37.43
Projected FY2019 Member Months	5		26,184		61,380		22,068	
Projected FY2019 Premiums								
Current Rates	45	9.01	533,555	20.38	2,899,020	47.23	1,099,028	49.80
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000		1.0000	
Hurricane Harvey Waived Copay	0.9820		0.9461		0.9916		0.9820	
Cost Share Increase	1.0000		0.9997		0.9999		0.9998	
Projected Incurred Claims	280	56.06	367,745	14.04	6,010,965	97.93	888,029	40.24
Administrative Expenses	9	1.80	47,131	1.80	110,484	1.80	39,722	1.80
Risk Margin	1.50 %	0.90	1.50 %	0.25	1.50 %	1.55	1.50 %	0.65
Premium Tax	1.75 %	1.05	1.75 %	0.29	1.75 %	1.80	1.75 %	0.76
Projected Total Cost	299	59.80	428,812	16.38	6,327,079	103.08	958,916	43.45
Experience Rate Increase		563.7 %		-19.6 %		118.2 %		-12.7 %

	<u>Newborn 198%+</u>		<u>Perinate <198%</u>		<u>Perinate 198%+</u>		<u>Total</u>	
	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>
Estimated Experience - CY2017								
Member Months	24		6,043		114		105,958	
Estimated Pharmacy Claims								
Incurred Claims	10	0.40	436,166	72.18	11,792	103.44		
Other Pharmacy Cost	-11	-0.48	-12,981	-2.15	-205	-1.80		
Total	-2	-0.08	423,186	70.03	11,586	101.63	6,572,121	62.03
Projected FY2019 Member Months	16		5,472		50		115,175	
Projected FY2019 Premiums								
Current Rates	122	7.60	461,235	84.29	4,586	91.72	4,997,591	43.39
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	-1	-0.08	419,628	76.69	5,565	111.30	7,692,211	66.79
Administrative Expenses	29	1.80	9,850	1.80	90	1.80	207,315	1.80
Risk Margin	1.50 %	0.03	1.50 %	1.22	1.50 %	1.75	1.50 %	1.06
Premium Tax	1.75 %	0.03	1.75 %	1.42	1.75 %	2.05	1.75 %	1.24
Projected Total Cost	28	1.77	443,904	81.12	5,845	116.90	8,164,885	70.89
Experience Rate Increase		-76.6 %		-3.8 %		27.4 %		63.4 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	21		27,866		65,244		21,129	
Estimated Pharmacy Claims								
Incurred Claims	155	7.39	271,324	9.74	1,777,015	27.24	585,805	27.73
Other Pharmacy Cost	-2	-0.11	-1,866	-0.07	-4,697	-0.07	-1,505	-0.07
Total	153	7.27	269,459	9.67	1,772,318	27.16	584,299	27.65
Projected FY2019 Member Months	48		28,608		66,228		22,788	
Projected FY2019 Premiums								
Current Rates	432	9.01	416,794	14.57	2,120,335	32.02	761,940	33.44
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0122		1.1542	
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000		1.0000	
Cost Share Increase	1.0000		0.9996		0.9999		0.9999	
Projected Incurred Claims	382	7.96	302,811	10.58	1,993,910	30.11	796,416	34.95
Administrative Expenses	86	1.80	51,494	1.80	119,210	1.80	41,018	1.80
Risk Margin	1.50 %	0.15	1.50 %	0.19	1.50 %	0.49	1.50 %	0.57
Premium Tax	1.75 %	0.18	1.75 %	0.22	1.75 %	0.58	1.75 %	0.66
Projected Total Cost	484	10.09	366,207	12.80	2,184,103	32.98	865,566	37.98
Experience Rate Increase		12.0 %		-12.1 %		3.0 %		13.6 %

	<u>Newborn 198%+</u>		<u>Perinate <198%</u>		<u>Perinate 198%+</u>		<u>Total</u>	
	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>
Estimated Experience - CY2017								
Member Months	27		4,705		95		119,087	
Estimated Pharmacy Claims								
Incurred Claims	0	0.00	255,217	54.24	11,641	122.53		
Other Pharmacy Cost	-1	-0.05	-437	-0.09	-11	-0.11		
Total	-1	-0.05	254,780	54.15	11,630	122.42	2,892,638	24.29
Projected FY2019 Member Months	36		4,008		96		121,812	
Projected FY2019 Premiums								
Current Rates	274	7.60	278,075	69.38	8,805	91.72	3,586,654	29.44
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	-2	-0.05	237,669	59.30	12,870	134.06	3,344,056	27.45
Administrative Expenses	65	1.80	7,214	1.80	173	1.80	219,262	1.80
Risk Margin	1.50 %	0.03	1.50 %	0.95	1.50 %	2.11	1.50 %	0.45
Premium Tax	1.75 %	0.03	1.75 %	1.11	1.75 %	2.46	1.75 %	0.53
Projected Total Cost	65	1.80	253,110	63.15	13,481	140.42	3,683,016	30.24
Experience Rate Increase		-76.3 %		-9.0 %		53.1 %		2.7 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	9		25,151		60,615		23,639	
Estimated Pharmacy Claims								
Incurred Claims	75	8.38	367,385	14.61	2,406,395	39.70	725,468	30.69
Other Pharmacy Cost	-2	-0.22	-5,742	-0.23	-13,523	-0.22	-5,243	-0.22
Total	73	8.16	361,642	14.38	2,392,872	39.48	720,225	30.47
Projected FY2019 Member Months	14		27,720		64,968		26,304	
Projected FY2019 Premiums								
Current Rates	126	9.01	526,276	18.99	2,703,693	41.62	959,206	36.47
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000		1.0000	
Hurricane Harvey Waived Copay	0.9135		0.9405		0.9776		0.9777	
Cost Share Increase	1.0000		0.9998		0.9999		0.9999	
Projected Incurred Claims	114	8.16	410,421	14.81	2,745,343	42.26	857,952	32.62
Administrative Expenses	25	1.80	49,896	1.80	116,942	1.80	47,347	1.80
Risk Margin	1.50 %	0.15	1.50 %	0.26	1.50 %	0.68	1.50 %	0.53
Premium Tax	1.75 %	0.18	1.75 %	0.30	1.75 %	0.80	1.75 %	0.62
Projected Total Cost	144	10.30	475,779	17.16	2,958,434	45.54	935,710	35.57
Experience Rate Increase		14.3 %		-9.6 %		9.4 %		-2.4 %

	<u>Newborn 198%+</u>		<u>Perinate <198%</u>		<u>Perinate 198%+</u>		<u>Total</u>	
	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>
Estimated Experience - CY2017								
Member Months	14		2,972		82		112,482	
Estimated Pharmacy Claims								
Incurred Claims	7	0.51	282,140	94.93	2,894	35.29		
Other Pharmacy Cost	-2	-0.13	-404	-0.14	-12	-0.14		
Total	5	0.38	281,736	94.80	2,882	35.15	3,759,436	33.42
Projected FY2019 Member Months	37		2,892		85		122,020	
Projected FY2019 Premiums								
Current Rates	281	7.60	270,923	93.68	7,796	91.72	4,468,301	36.62
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	15	0.41	300,214	103.81	3,272	38.49	4,317,331	35.38
Administrative Expenses	67	1.80	5,206	1.80	153	1.80	219,636	1.80
Risk Margin	1.50 %	0.03	1.50 %	1.64	1.50 %	0.62	1.50 %	0.58
Premium Tax	1.75 %	0.04	1.75 %	1.91	1.75 %	0.73	1.75 %	0.67
Projected Total Cost	85	2.29	315,679	109.16	3,540	41.64	4,689,371	38.43
Experience Rate Increase		-69.9 %		16.5 %		-54.6 %		4.9 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	303		245,450		585,860		221,598	
Estimated Pharmacy Claims								
Incurred Claims	2,252	7.43	3,741,085	15.24	18,073,415	30.85	6,749,086	30.46
Other Pharmacy Cost	-64	-0.21	-40,083	-0.16	-90,945	-0.16	-37,078	-0.17
Total	2,189	7.22	3,701,002	15.08	17,982,470	30.69	6,712,008	30.29
Projected FY2019 Member Months	324		249,084		591,000		225,912	
Projected FY2019 Premiums								
Current Rates	2,919	9.01	4,379,212	17.58	20,069,538	33.96	9,460,907	41.88
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0268		1.0241	
Hurricane Harvey Waived Copay	1.0000		0.9990		0.9996		0.9997	
Cost Share Increase	1.0000		0.9997		0.9998		0.9998	
Projected Incurred Claims	2,563	7.91	4,107,496	16.49	20,384,877	34.49	7,669,923	33.95
Administrative Expenses	583	1.80	448,351	1.80	1,063,800	1.80	406,642	1.80
Risk Margin	1.50 %	0.15	1.50 %	0.28	1.50 %	0.56	1.50 %	0.55
Premium Tax	1.75 %	0.18	1.75 %	0.33	1.75 %	0.66	1.75 %	0.65
Projected Total Cost	3,252	10.04	4,708,886	18.90	22,169,175	37.51	8,347,871	36.95
Experience Rate Increase		11.4 %		7.5 %		10.5 %		-11.8 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	271		80,526		930		1,134,938	
Estimated Pharmacy Claims								
Incurred Claims	3,034	11.20	5,198,764	64.56	61,278	65.89		
Other Pharmacy Cost	-170	-0.63	-27,861	-0.35	-217	-0.23		
Total	2,863	10.57	5,170,903	64.21	61,061	65.66	33,632,497	29.63
Projected FY2019 Member Months	276		67,776		960		1,135,332	
Projected FY2019 Premiums								
Current Rates	2,098	7.60	4,541,670	67.01	88,051	91.72	38,544,395	33.95
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	3,194	11.57	4,765,913	70.32	69,023	71.90	37,002,988	32.59
Administrative Expenses	497	1.80	121,997	1.80	1,728	1.80	2,043,598	1.80
Risk Margin	1.50 %	0.21	1.50 %	1.12	1.50 %	1.14	1.50 %	0.53
Premium Tax	1.75 %	0.24	1.75 %	1.30	1.75 %	1.33	1.75 %	0.62
Projected Total Cost	3,814	13.82	5,052,103	74.54	73,128	76.17	40,358,228	35.55
Experience Rate Increase		81.8 %		11.2 %		-16.9 %		4.7 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	108		136,916		314,575		101,441	
Estimated Pharmacy Claims								
Incurred Claims	1,429	13.23	1,337,029	9.77	7,968,555	25.33	3,211,739	31.66
Other Pharmacy Cost	-1	-0.01	-6,511	-0.05	-19,035	-0.06	-11,902	-0.12
Total	1,427	13.22	1,330,518	9.72	7,949,520	25.27	3,199,837	31.54
Projected FY2019 Member Months	84		140,796		321,456		104,112	
Projected FY2019 Premiums								
Current Rates	757	9.01	1,872,445	13.30	9,331,298	29.03	3,872,042	37.19
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0150		1.0367		1.1055	
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000		1.0000	
Cost Share Increase	1.0000		0.9996		0.9997		0.9998	
Projected Incurred Claims	1,216	14.47	1,520,159	10.80	9,219,363	28.68	3,974,906	38.18
Administrative Expenses	151	1.80	253,433	1.80	578,621	1.80	187,402	1.80
Risk Margin	1.50 %	0.25	1.50 %	0.20	1.50 %	0.47	1.50 %	0.62
Premium Tax	1.75 %	0.29	1.75 %	0.23	1.75 %	0.55	1.75 %	0.72
Projected Total Cost	1,413	16.82	1,833,170	13.02	10,127,115	31.50	4,302,127	41.32
Experience Rate Increase		86.7 %		-2.1 %		8.5 %		11.1 %

	<u>Newborn 198%+</u>		<u>Perinate <198%</u>		<u>Perinate 198%+</u>		<u>Total</u>	
	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>
Estimated Experience - CY2017								
Member Months	150		38,559		687		592,436	
Estimated Pharmacy Claims								
Incurred Claims	98	0.65	3,523,495	91.38	90,326	131.48		
Other Pharmacy Cost	-3	-0.02	-17,643	-0.46	-911	-1.33		
Total	94	0.63	3,505,852	90.92	89,416	130.15	16,076,664	27.14
Projected FY2019 Member Months	192		33,084		576		600,300	
Projected FY2019 Premiums								
Current Rates	1,459	7.60	2,889,557	87.34	52,831	91.72	18,020,388	30.02
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	132	0.69	3,294,016	99.57	82,095	142.53	18,091,887	30.14
Administrative Expenses	346	1.80	59,551	1.80	1,037	1.80	1,080,540	1.80
Risk Margin	1.50 %	0.04	1.50 %	1.57	1.50 %	2.24	1.50 %	0.50
Premium Tax	1.75 %	0.05	1.75 %	1.83	1.75 %	2.61	1.75 %	0.58
Projected Total Cost	494	2.57	3,466,219	104.77	85,925	149.17	19,816,462	33.01
Experience Rate Increase		-66.2 %		20.0 %		62.6 %		10.0 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	64		77,128		172,882		55,905	
Estimated Pharmacy Claims								
Incurred Claims	1,015	15.86	942,966	12.23	4,755,732	27.51	1,391,439	24.89
Other Pharmacy Cost	-6	-0.09	-9,187	-0.12	-21,309	-0.12	-7,086	-0.13
Total	1,010	15.77	933,779	12.11	4,734,423	27.39	1,384,353	24.76
Projected FY2019 Member Months	37		79,728		177,012		58,128	
Projected FY2019 Premiums								
Current Rates	333	9.01	1,254,026	15.73	5,198,218	29.37	1,631,265	28.06
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0971		1.0477	
Hurricane Harvey Waived Copay	1.0000		0.9946		0.9978		0.9982	
Cost Share Increase	1.0000		0.9997		0.9998		0.9998	
Projected Incurred Claims	639	17.27	1,050,996	13.18	5,809,821	32.82	1,648,121	28.35
Administrative Expenses	67	1.80	143,510	1.80	318,622	1.80	104,630	1.80
Risk Margin	1.50 %	0.30	1.50 %	0.23	1.50 %	0.54	1.50 %	0.47
Premium Tax	1.75 %	0.35	1.75 %	0.27	1.75 %	0.63	1.75 %	0.55
Projected Total Cost	729	19.71	1,234,632	15.49	6,334,307	35.78	1,811,630	31.17
Experience Rate Increase		118.8 %		-1.5 %		21.9 %		11.1 %

	Newborn 198%+		Perinate <198%		Perinate 198%+		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	90		25,901		278		332,248	
Estimated Pharmacy Claims								
Incurred Claims	1,666	18.52	841,040	32.47	6,871	24.72		
Other Pharmacy Cost	-9	-0.10	-2,092	-0.08	-17	-0.06		
Total	1,657	18.41	838,948	32.39	6,855	24.66	7,901,025	23.78
Projected FY2019 Member Months	73		22,860		384		338,222	
Projected FY2019 Premiums								
Current Rates	555	7.60	838,048	36.66	35,220	91.72	8,957,665	26.48
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	1,472	20.16	810,839	35.47	10,368	27.00	9,332,256	27.59
Administrative Expenses	131	1.80	41,148	1.80	691	1.80	608,800	1.80
Risk Margin	1.50 %	0.34	1.50 %	0.58	1.50 %	0.45	1.50 %	0.46
Premium Tax	1.75 %	0.40	1.75 %	0.67	1.75 %	0.52	1.75 %	0.53
Projected Total Cost	1,657	22.70	880,607	38.52	11,431	29.77	10,274,993	30.38
Experience Rate Increase		198.7 %		5.1 %		-67.5 %		14.7 %

	<1		1-5		6-14		15-18	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Estimated Experience - CY2017								
Member Months	1,111		1,132,705		2,731,438		970,257	
Estimated Pharmacy Claims								
Incurred Claims	13,441	12.10	15,375,395	13.57	78,948,808	28.90	29,121,353	30.01
Other Pharmacy Cost	-83	-0.07	-89,650	-0.08	-285,853	-0.10	-113,637	-0.12
Total	13,358	12.02	15,285,745	13.49	78,662,955	28.80	29,007,716	29.90
Projected FY2019 Member Months	1,200		1,181,856		2,829,216		1,027,632	
Projected FY2019 Premiums								
Current Rates	10,812	9.01	19,009,036	16.08	89,526,690	31.64	37,577,890	36.57
Annual Trend Assumption	5.6 %		5.6 %		5.6 %		5.6 %	
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0013		1.0199		1.0305	
Hurricane Harvey Waived Copay	0.9642		0.9819		0.9932		0.9939	
Cost Share Increase	0.9994		0.9997		0.9998		0.9998	
Projected Incurred Claims	15,226	12.69	17,166,200	14.52	90,368,884	31.94	34,454,323	33.53
Administrative Expenses	2,160	1.80	2,127,341	1.80	5,092,589	1.80	1,849,738	1.80
Risk Margin	1.50 %	0.22	1.50 %	0.25	1.50 %	0.52	1.50 %	0.55
Premium Tax	1.75 %	0.26	1.75 %	0.30	1.75 %	0.61	1.75 %	0.64
Projected Total Cost	17,970	14.97	19,941,644	16.87	98,668,189	34.87	37,523,577	36.51
Experience Rate Increase		66.2 %		4.9 %		10.2 %		-0.1 %

	<u>Newborn 198%+</u>		<u>Perinate <198%</u>		<u>Perinate 198%+</u>		<u>Total</u>	
	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>	<u>Amount</u>	<u>pmpm</u>
Estimated Experience - CY2017								
Member Months	1,336		399,922		4,858		5,241,627	
Estimated Pharmacy Claims								
Incurred Claims	5,325	3.99	23,730,631	59.34	402,780	82.91		
Other Pharmacy Cost	-261	-0.20	-83,013	-0.21	-1,179	-0.24		
Total	5,064	3.79	23,647,619	59.13	401,601	82.67	147,024,058	28.05
Projected FY2019 Member Months	1,412		343,656		4,551		5,389,523	
Projected FY2019 Premiums								
Current Rates	10,731	7.60	21,233,086	61.79	417,418	91.72	167,785,663	31.13
Annual Trend Assumption	5.6 %		5.6 %		5.6 %			
Pharmacy Adjustments								
Drug Carve-in	1.0000		1.0000		1.0000			
Hurricane Harvey Waived Copay	1.0000		1.0000		1.0000			
Cost Share Increase	1.0000		1.0000		1.0000			
Projected Incurred Claims	5,861	4.15	22,252,351	64.75	411,988	90.53	164,674,833	30.55
Administrative Expenses	2,542	1.80	618,581	1.80	8,192	1.80	9,701,141	1.80
Risk Margin	1.50 %	0.09	1.50 %	1.03	1.50 %	1.43	1.50 %	0.50
Premium Tax	1.75 %	0.11	1.75 %	1.20	1.75 %	1.67	1.75 %	0.59
Projected Total Cost	8,685	6.15	23,639,206	68.79	434,294	95.43	180,233,565	33.44
Experience Rate Increase		-19.1 %		11.3 %		4.0 %		7.4 %

Attachment 4

Trend Analysis – Medical

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. The projected trend rate assumptions were developed by the actuary based on an analysis of recent experience under the CHIP program. A single trend assumption applies to all service areas but varies by CHIP Perinate versus CHIP non-Perinate programs and by projection year (FY2018 and FY2019).

The trend analysis included a review of health plan claims experience data through February 2018. Based on this information, estimates of monthly incurred claims were made through December 2017. The claims cost and trend experience were reviewed separately by service area and risk group. The service area trends were then combined into a statewide average using a weighted average formula with estimated incurred claims as the weights. All historical trends have been calculated as the average cost per member per month during a specified time period (monthly, quarterly or annually) compared to the same time period from the prior year. For example, the FY2017 trend has been calculated as the change in average cost per member per month during the period September 1, 2016 through August 31, 2017 (FY2017) compared to the average cost per member per month during the period September 1, 2015 through August 31, 2016 (FY2016). The experience trends for all time periods were adjusted to remove the impact of various provider reimbursement changes and other revisions that have impacted the cost of the program.

The Projected Trend for the period January 2018 through August 2018 and all of FY2019 was estimated using a simple average of the FY2015, FY2016 and FY2017 statewide trend.

The FY2018 trend assumption was developed from two components: (i) the actual estimated trend for the period September 2017 through December 2017 and (ii) the Projected Trend for the period January 2018 through August 2018 via the following formula:

$$\text{FY2018 Trend} = \frac{(9/17-12/17 \text{ actual statewide trend}) \times 4 + (\text{Projected Trend}) \times 8}{12}$$

This analysis was used to select an annual trend rate assumption of 4.3% for FY2018 and FY2019 for the CHIP non-Perinate program and 3.4% for FY2018 and 3.2% for FY2019 for the CHIP Perinate program.

Attachment 4 – Exhibit A presents the derivation of the medical trend assumption.

Trend Analysis – Pharmacy

The rating methodology uses assumed pharmacy trend factors to adjust the base period (CY2017) claims cost to the rating period (FY2019). The trend rate assumptions were developed by the actuary based on an analysis of recent pharmacy claims experience under the CHIP program and the actuary's professional judgment regarding anticipated future cost changes. The trend rate assumption is the same for all risk groups and service areas.

The trend analysis included a review of CHIP utilization and cost experience data paid through March 31, 2018. Utilization (days supply per member) and cost per service (plan payments per days supply) statistics were developed by risk group and drug type (brand, generic and specialty) through February 2018. From this experience, the average annual utilization and cost per service were determined for each of the four 12-month periods ending February 2018.

Only those drugs covered under the capitated arrangement are included in the trend analysis. Anti-viral agents used for the treatment of Hepatitis C virus and the drug Orkambi are not included in the analysis as those drugs are currently carved out of the managed care contract. In addition, experience for the drugs Tamiflu and Makena were removed from our trend analysis. Tamiflu was removed due to the significant variation in the intensity of flu season from year to year. Makena was removed due to its one-time distortion of pharmacy trends for pregnant women. Please note that while excluded from the pharmacy trend analysis, the historical claims for Tamiflu and Makena were included in the base period experience used in developing the pharmacy component of the rates.

The CHIP pharmacy trend assumptions for the remainder of FY2018 and all of FY2019 were developed using the following formula. The utilization and cost per service trend assumptions were set equal to one-sixth of the experience trend rate for the 12-month period ending February 2016 plus two-sixths of the experience trend rate for the 12-month period ending February 2017 plus three-sixths of the experience trend rate for the 12-month period ending February 2018. The final cost trend assumptions were then determined by applying the assumed utilization and cost per service trends by individual drug type to actual experience for the 12-month period ending February 2018 and combining the results into a single trend assumption.

The trend analysis resulted in an annual trend rate assumption of 5.6%.

Attachment 4 Exhibit B includes a summary of the CHIP pharmacy trend analysis and the derivation of the trend assumptions used in the rating analysis.

Please note that the MCOs were provided a detailed trend analysis file which included the historical utilization and cost experience as well as all of the formulas and assumptions used in developing the trend assumptions.

FY2019 CHIP Rating
Trend Analysis
Medical

	Actual Trends (1)				Selected Trends	
	FY2015	FY2016	FY2017	9/17-12/17	FY2018 (2)	FY2019 (3)
Traditional CHIP						
Bexar	11.6%	7.2%	-4.2%	1.2%		
Dallas	2.2%	-3.0%	20.6%	15.6%		
El Paso	2.0%	4.0%	1.2%	6.9%		
Harris	4.6%	-0.2%	8.3%	-1.3%		
Jefferson	17.1%	1.2%	4.6%	3.9%		
Lubbock	20.4%	-2.9%	-1.0%	2.6%		
Nueces	20.0%	3.7%	-9.1%	-5.6%		
RSA	9.5%	1.1%	3.3%	9.0%		
Tarrant	4.0%	-5.4%	1.5%	1.1%		
Travis	10.0%	5.8%	-12.3%	-1.5%		
Total	6.8%	0.2%	5.9%	4.2%	4.3%	4.3%
CHIP Perinate						
Bexar	11.6%	1.6%	2.9%	5.5%		
Dallas	4.4%	-1.4%	0.3%	11.0%		
El Paso	7.8%	-10.0%	0.2%	18.3%		
Harris	2.3%	3.8%	4.2%	2.0%		
Jefferson	-8.0%	1.1%	-4.9%	-5.8%		
Lubbock	10.0%	-2.8%	5.7%	-2.8%		
Nueces	14.5%	3.2%	-5.5%	-16.8%		
RSA	8.7%	0.7%	3.3%	1.9%		
Tarrant	7.7%	-1.0%	-3.1%	9.6%		
Travis	2.6%	14.3%	5.7%	-9.6%		
Total	4.8%	2.3%	2.6%	3.7%	3.4%	3.2%

Notes:

- (1) Actual trends adjusted to remove various reimbursement changes that's impacted the program.
(2) Trends for FY2018 were selected based on weighted average of i) actual 9/17-12/17 trend and ii) projected FY2019 trend.
(3) Trends for FY2019 were selected based on simple average of i) FY15 trend, ii) FY16 trend and iii) FY17 trend.

FY2019 Prescription Drug Rating Analysis
CHIP Pharmacy Trends

	Age <1	Age 1-5	Age 6-14	Age 15-18	All CHIP Perinatal	Total	Case-Mix Adjusted
Annual Trend in Number of Scripts per Member per Month							
Brand Drugs							
3/2013-2/2014	-15.2 %	-21.4 %	-13.9 %	-11.0 %	1.4 %	-12.5 %	-12.7 %
3/2014-2/2015	16.6 %	-5.3 %	-9.0 %	-11.4 %	7.5 %	-4.2 %	-6.6 %
3/2015-2/2016	36.2 %	-0.3 %	-8.2 %	-7.7 %	14.3 %	-1.5 %	-3.4 %
3/2016-2/2017	-31.4 %	-11.4 %	-15.5 %	-14.7 %	13.0 %	-9.5 %	-9.3 %
3/2017-2/2018	-23.9 %	-24.4 %	-6.8 %	-10.2 %	-0.1 %	-10.2 %	-8.1 %
Use	-16.4 %	-16.1 %	-9.9 %	-11.3 %	6.7 %	-8.5 %	-6.3 %
Generic Drugs							
3/2013-2/2014	-2.9 %	-1.6 %	1.9 %	2.9 %	-7.1 %	0.8 %	0.5 %
3/2014-2/2015	49.7 %	7.5 %	5.6 %	0.3 %	13.8 %	6.6 %	5.7 %
3/2015-2/2016	5.0 %	-4.4 %	-1.0 %	-0.7 %	4.9 %	0.0 %	-1.4 %
3/2016-2/2017	-27.0 %	-11.4 %	-1.5 %	0.8 %	10.6 %	-2.5 %	-2.8 %
3/2017-2/2018	15.3 %	9.1 %	9.2 %	10.4 %	0.5 %	8.2 %	8.6 %
Use	-0.5 %	0.0 %	3.9 %	5.3 %	4.6 %	3.1 %	3.3 %
Specialty Drugs							
3/2013-2/2014	0.2 %	-0.2 %	-7.8 %	8.0 %	34.5 %	-2.0 %	-1.6 %
3/2014-2/2015	4.0 %	8.7 %	-3.0 %	-3.6 %	17.3 %	-1.3 %	-0.3 %
3/2015-2/2016	61.1 %	8.9 %	5.2 %	6.8 %	21.0 %	6.5 %	7.3 %
3/2016-2/2017	94.1 %	-5.6 %	4.3 %	6.5 %	12.8 %	4.0 %	4.1 %
3/2017-2/2018	472.0 %	3.3 %	2.7 %	10.2 %	32.8 %	7.0 %	7.3 %
Use	277.6 %	1.3 %	3.7 %	8.4 %	24.2 %	6.7 %	7.3 %
All Drugs							
3/2013-2/2014	-4.5 %	-5.1 %	-3.1 %	-0.7 %	-3.6 %	-3.1 %	-3.2 %
3/2014-2/2015	45.9 %	5.7 %	1.4 %	-2.5 %	11.2 %	3.8 %	2.6 %
3/2015-2/2016	7.9 %	-3.8 %	-2.8 %	-2.1 %	8.7 %	-0.3 %	-1.8 %
3/2016-2/2017	-27.7 %	-11.4 %	-4.7 %	-2.3 %	11.6 %	-4.1 %	-4.2 %
3/2017-2/2018	15.4 %	4.5 %	5.8 %	6.8 %	0.5 %	4.1 %	5.0 %
Use	13.4 %	-1.5 %	1.4 %	3.0 %	5.7 %	0.9 %	1.6 %
Annual Trend in Days Supply per Member per Month							
Brand Drugs							
3/2013-2/2014	-20.6 %	-23.1 %	-13.6 %	-10.8 %	1.3 %	-12.1 %	-12.2 %
3/2014-2/2015	4.4 %	-5.4 %	-8.4 %	-10.5 %	9.0 %	-2.7 %	-5.6 %
3/2015-2/2016	72.4 %	-2.0 %	-9.0 %	-8.0 %	14.0 %	-1.7 %	-3.8 %
3/2016-2/2017	-32.7 %	-14.8 %	-16.4 %	-15.1 %	12.3 %	-10.1 %	-9.7 %
3/2017-2/2018	-16.4 %	-16.9 %	-6.2 %	-9.5 %	1.0 %	-8.5 %	-5.8 %
Use	-7.0 %	-13.7 %	-10.0 %	-11.1 %	6.9 %	-7.9 %	-5.3 %
Generic Drugs							
3/2013-2/2014	-4.3 %	6.9 %	12.0 %	9.6 %	-9.8 %	9.2 %	8.8 %
3/2014-2/2015	50.2 %	6.5 %	5.6 %	2.5 %	20.5 %	6.1 %	6.0 %
3/2015-2/2016	18.5 %	-2.1 %	3.6 %	3.0 %	9.8 %	3.1 %	2.6 %
3/2016-2/2017	-30.6 %	-9.6 %	2.1 %	2.3 %	15.6 %	0.8 %	0.5 %
3/2017-2/2018	16.7 %	8.6 %	7.7 %	10.1 %	1.9 %	7.5 %	7.9 %
Use	1.2 %	0.8 %	5.2 %	6.3 %	7.8 %	4.6 %	4.8 %

FY2019 Prescription Drug Rating Analysis
CHIP Pharmacy Trends

	Age <1	Age 1-5	Age 6-14	Age 15-18	All CHIP Perinatal	Total	Case-Mix Adjusted
Specialty Drugs							
3/2013-2/2014	-31.8 %	0.1 %	-7.6 %	9.9 %	43.0 %	-1.3 %	-0.9 %
3/2014-2/2015	-46.7 %	12.0 %	-1.0 %	-2.5 %	22.1 %	-0.1 %	1.4 %
3/2015-2/2016	222.3 %	6.3 %	3.4 %	3.7 %	24.1 %	4.1 %	5.4 %
3/2016-2/2017	94.1 %	0.5 %	6.9 %	12.8 %	13.1 %	7.7 %	8.1 %
3/2017-2/2018	553.7 %	7.2 %	3.2 %	10.2 %	23.2 %	6.5 %	7.2 %
Use	345.3 %	4.8 %	4.5 %	10.0 %	20.0 %	7.3 %	7.9 %
All Drugs							
3/2013-2/2014	-7.0 %	-1.0 %	0.7 %	2.4 %	-3.1 %	0.4 %	0.3 %
3/2014-2/2015	43.6 %	4.1 %	0.3 %	-1.6 %	13.5 %	2.9 %	1.9 %
3/2015-2/2016	24.2 %	-2.1 %	-0.6 %	-0.1 %	12.3 %	1.5 %	0.6 %
3/2016-2/2017	-31.1 %	-10.5 %	-3.6 %	-2.1 %	13.6 %	-2.7 %	-2.6 %
3/2017-2/2018	15.4 %	4.1 %	3.9 %	5.7 %	1.5 %	2.7 %	4.0 %
Use	15.4 %	-1.2 %	1.6 %	3.1 %	7.4 %	1.4 %	2.2 %
Annual Trend in Incurred Claims per Days Supply							
Brand Drugs							
3/2013-2/2014	18.6 %	8.5 %	10.3 %	13.2 %	16.8 %	9.8 %	11.7 %
3/2014-2/2015	5.5 %	10.3 %	11.9 %	10.5 %	17.2 %	5.4 %	12.4 %
3/2015-2/2016	-36.2 %	2.7 %	11.4 %	14.4 %	32.0 %	7.8 %	14.6 %
3/2016-2/2017	57.9 %	-0.6 %	3.5 %	4.4 %	16.2 %	2.8 %	5.8 %
3/2017-2/2018	41.2 %	12.2 %	4.3 %	3.6 %	8.9 %	6.2 %	5.8 %
Use	33.9 %	6.3 %	5.2 %	5.6 %	15.2 %	6.7 %	7.6 %
Generic Drugs							
3/2013-2/2014	4.9 %	-4.8 %	-6.5 %	6.9 %	11.4 %	-2.3 %	-2.9 %
3/2014-2/2015	-13.3 %	-4.9 %	2.2 %	4.9 %	29.8 %	1.3 %	2.8 %
3/2015-2/2016	5.9 %	-5.5 %	2.2 %	5.4 %	7.8 %	1.0 %	2.0 %
3/2016-2/2017	-38.4 %	-20.2 %	-7.5 %	-10.1 %	-5.5 %	-9.4 %	-9.9 %
3/2017-2/2018	-11.2 %	1.5 %	-3.9 %	-6.1 %	-7.1 %	-3.9 %	-3.9 %
Use	-17.4 %	-6.9 %	-4.1 %	-5.6 %	-4.1 %	-4.5 %	-4.8 %
Specialty Drugs							
3/2013-2/2014	-98.1 %	144.1 %	28.2 %	14.5 %	-11.7 %	28.0 %	28.5 %
3/2014-2/2015	144.5 %	2.4 %	-0.7 %	6.7 %	-25.3 %	-1.5 %	1.0 %
3/2015-2/2016	-100.0 %	-51.7 %	3.6 %	44.5 %	11.9 %	5.5 %	10.3 %
3/2016-2/2017	-100.0 %	0.7 %	5.6 %	-30.9 %	10.5 %	-7.6 %	-10.4 %
3/2017-2/2018	680.3 %	53.1 %	34.3 %	-1.1 %	-16.9 %	22.2 %	21.7 %
Use	290.2 %	18.1 %	19.6 %	-3.4 %	-2.9 %	12.6 %	13.0 %
All Drugs							
3/2013-2/2014	1.2 %	3.9 %	1.0 %	7.9 %	18.7 %	3.8 %	4.0 %
3/2014-2/2015	-15.7 %	0.9 %	2.6 %	3.9 %	14.6 %	0.0 %	3.6 %
3/2015-2/2016	-4.1 %	-10.3 %	4.4 %	18.3 %	26.5 %	4.7 %	7.6 %
3/2016-2/2017	-3.0 %	-8.8 %	-2.5 %	-12.5 %	10.9 %	-3.8 %	-4.4 %
3/2017-2/2018	8.8 %	4.9 %	5.2 %	-4.6 %	5.3 %	3.4 %	2.9 %
Use	264.7 %	0.9 %	4.4 %	-3.3 %	11.6 %	3.7 %	3.3 %

FY2019 Prescription Drug Rating Analysis
CHIP Pharmacy Trends

	Age <1	Age 1-5	Age 6-14	Age 15-18	All CHIP Perinatal	Total	Case-Mix Adjusted
Annual Trend in Incurred Claims per Member per Month							
Brand Drugs							
3/2013-2/2014	-5.8 %	-16.6 %	-4.7 %	1.1 %	18.4 %	-3.5 %	-3.9 %
3/2014-2/2015	10.1 %	4.3 %	2.5 %	-1.1 %	27.7 %	2.5 %	3.5 %
3/2015-2/2016	10.1 %	0.6 %	1.4 %	5.2 %	50.5 %	5.9 %	6.0 %
3/2016-2/2017	6.2 %	-15.3 %	-13.5 %	-11.4 %	30.5 %	-7.6 %	-8.3 %
3/2017-2/2018	18.0 %	-6.7 %	-2.1 %	-6.2 %	10.0 %	-2.8 %	-1.5 %
Use	24.5 %	-8.3 %	-5.3 %	-6.1 %	23.1 %	-1.7 %	-0.4 %
Generic Drugs							
3/2013-2/2014	0.4 %	1.8 %	4.8 %	17.2 %	0.4 %	6.6 %	6.2 %
3/2014-2/2015	30.2 %	1.2 %	7.9 %	7.5 %	56.4 %	7.5 %	8.1 %
3/2015-2/2016	25.5 %	-7.5 %	5.9 %	8.5 %	18.4 %	4.1 %	4.4 %
3/2016-2/2017	-57.3 %	-27.8 %	-5.6 %	-8.1 %	9.2 %	-8.7 %	-9.2 %
3/2017-2/2018	3.7 %	10.2 %	3.5 %	3.3 %	-5.3 %	3.3 %	3.8 %
Use	-16.4 %	-6.2 %	0.9 %	0.3 %	3.4 %	-0.1 %	-0.1 %
Specialty Drugs							
3/2013-2/2014	-98.7 %	144.4 %	18.5 %	25.9 %	26.2 %	26.3 %	29.0 %
3/2014-2/2015	30.3 %	14.6 %	-1.7 %	4.0 %	-8.8 %	-1.5 %	1.8 %
3/2015-2/2016	-100.0 %	-48.6 %	7.1 %	49.9 %	38.8 %	9.8 %	12.6 %
3/2016-2/2017	-100.0 %	1.2 %	12.9 %	-22.1 %	25.1 %	-0.4 %	-1.3 %
3/2017-2/2018	8.2 %	64.1 %	38.7 %	9.0 %	2.4 %	30.2 %	30.1 %
Use	1637.6 %	23.8 %	25.0 %	6.3 %	16.5 %	20.8 %	20.1 %
All Drugs							
3/2013-2/2014	-5.9 %	2.8 %	1.7 %	10.4 %	15.0 %	4.3 %	4.3 %
3/2014-2/2015	21.1 %	5.0 %	2.9 %	2.3 %	30.2 %	2.9 %	4.4 %
3/2015-2/2016	19.1 %	-12.1 %	3.7 %	18.2 %	42.1 %	6.2 %	6.9 %
3/2016-2/2017	-33.1 %	-18.4 %	-6.0 %	-14.3 %	25.9 %	-6.4 %	-7.0 %
3/2017-2/2018	25.5 %	9.3 %	9.4 %	0.8 %	6.9 %	6.2 %	7.2 %
Use	321.0 %	-0.3 %	6.0 %	-0.2 %	19.9 %	5.1 %	5.6 %
Generic Dispensing Rate (Days Supply)							
3/2013-2/2014	85.8 %	79.2 %	61.8 %	68.0 %	38.9 %	63.5 %	62.5 %
3/2014-2/2015	89.7 %	81.0 %	65.0 %	70.8 %	41.3 %	65.4 %	65.3 %
3/2015-2/2016	85.6 %	80.9 %	67.8 %	73.0 %	40.4 %	66.5 %	67.0 %
3/2016-2/2017	86.2 %	81.7 %	71.8 %	76.3 %	41.1 %	68.8 %	69.9 %
3/2017-2/2018	87.2 %	85.3 %	74.5 %	79.4 %	41.2 %	72.1 %	72.4 %
FY2018	71.6 %	87.8 %	78.5 %	83.1 %	41.5 %	75.6 %	75.6 %

Attachment 5

Provider Reimbursement and Benefit Revisions Effective During FY2017, FY2018 and FY2019

This attachment presents information regarding rating adjustments for the various provider reimbursement and benefit revisions that became effective (or will become effective) after the base period used in rate setting (FY2017) and before the end of the FY2019 rating period.

All adjustments have been calculated through an analysis of encounter data repriced using the old and new reimbursement terms and the impact determined as the relative change in cost. For each adjustment, the applicable FY2017 encounter data was repriced using the FFS reimbursement in place during FY2017, the FFS reimbursement that will be in place during FY2019 and the applicable percentage change determined. Although the MCOs are not required to change their reimbursement levels based on changes implemented by HHSC, the Medicaid fee schedule serves as a primary negotiating tool for both MCOs and providers in Texas. Many MCO/provider reimbursement contracts are directly tied to the Medicaid FFS fee schedule through established percentages (e.g. 100%, 102%, 95% etc.) As a result, MCO reimbursement has historically changed in conjunction with Medicaid FFS fee schedule changes, both increases and decreases. Furthermore, it is common for provider reimbursement contracts that are directly tied to the Medicaid fee schedule (i.e. set at a % of Medicaid) to automatically adjust when the Medicaid fee schedule changes with no further need for re-contracting. The correlation between managed care reimbursement and FFS fee schedules has been consistently observed throughout the history of the Texas managed care programs and is reiterated through discussions with the MCOs.

The attached exhibits present a summary of the derivation of these adjustment factors.

- Exhibit A – Ambulance Reimbursement Change
- Exhibit B – Therapy Reimbursement Change
- Exhibit C – Therapy Policy Change
- Exhibit D – Radiology Reimbursement Change
- Exhibit E – Anesthesiology Reimbursement Change
- Exhibit F – Invalid Clinician Administered Drug Adjustment
- Exhibit G – Medical Cost Share Increase
- Exhibit H – FQHC Wrap Payment Removal
- Exhibit I – Subrogation Recoveries Policy Change
- Exhibit J – Potentially Preventable Readmissions (PPR) Reduction
- Exhibit K – Hospital Reimbursement Changes
- Exhibit L – Limit Related Party Reimbursement to 100% of Medicaid
- Exhibit M – Pharmacy Cost Share Increase
- Exhibit N – Hurricane Harvey Pharmacy Cost Share Reimbursement
- Exhibit O – Pharmacy Carve-in

Effective September 1, 2018 HHSC will make revision to the reimbursement for ambulance services. Exhibit A presents a summary of the derivation of the rating adjustment factors.

Effective December 15, 2016 HHSC made revisions to the reimbursement for certain speech, physical and occupational therapy services. Further revisions for these services will be effective September 1, 2017. Exhibit B presents a summary of the derivation of the rating adjustment factors as a result of the aggregated changes.

Effective September 1, 2017 and again on September 1, 2018 HHSC has made revisions to the therapy policies which will impact the reimbursement for therapy services provided by an assistant. Therapy assistant services will be reimbursed at a rate that is 70% of the therapy fee schedule. Exhibit C presents a summary of the derivation of the rating adjustment factors.

Effective February 1, 2017 HHSC revised the fee schedule for diagnostic radiology services, which includes hospital outpatient diagnostic radiology services. Fee schedule changes varied for professional, urban hospitals and rural hospitals. Exhibit D presents a summary of the derivation of the rating adjustment factors.

Effective November 1, 2017 HHSC made revisions to the reimbursement for anesthesiology services. Exhibit E presents a summary of the derivation of the rating adjustment factors.

Invalid clinician administered drugs (CAD) have been removed from the base period. HHSC has provided guidance which specifies the reporting requirements for a CAD to be considered a valid claim. Those claims not meeting these requirements are assumed to be invalid and have been removed from the rating analysis. Exhibit F presents a summary of the derivation of the rating adjustment factors.

Effective May 1, 2018, HHSC increased member cost share for CHIP non-Perinate members under 100% of Federal Poverty Level (FPL). Exhibit G presents a summary of the derivation of the rating adjustment factor for medical service. Exhibit M presents a summary of the derivation of the rating adjustment factors for pharmacy service.

Effective March 1, 2018 FQHC wrap payments were carved out of managed care. HHSC has developed policy language to ensure that FQHCs are reimbursed their full encounter rate; however, the MCO will only be responsible for reimbursing the FQHC an amount no less than the rate paid to non-FQHC providers providing similar services. This adjustment was calculated by repricing all FQHC claims to the corresponding fee-for-service equivalent using the Medicaid fee schedule by procedure code. The difference between the full encounter rate and the fee-for-service equivalent is assumed to be the wrap payment which will be carved out and paid outside the monthly capitation rate based on an HHSC-approved methodology. Exhibit H presents a summary of the derivation of the rating adjustment factors.

Effective September 1, 2018 HHSC will institute a change in policy that shifts subrogation and coordination of benefit recoveries from MCOs to HHSC. Exhibit I presents a summary of the derivation of the rating adjustment factors.

Beginning 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 and can change from one fiscal year to the next. A new PPR reduction list will become effective September 1, 2018. As a result, the adjustment factors shown in Exhibit J represent the restoration of those reductions that were in place during FY2017 net of those reductions that will be in place during FY2019.

Several hospitals have had their inpatient Standard Dollar Amount (SDA) revised as a result of annual reevaluations. Exhibit K presents a summary of the derivation of the rating adjustment factors.

The rating methodology excludes from the claims experience base any amounts paid by a health plan to a related party in excess of 100% of Medicaid. Attached Exhibit L presents a summary of the derivation of the rating adjustment factors.

Effective August 25, 2017 through November 30, 2017, member cost share was waived and paid for by the MCOs for CHIP members living in one of the Federal Emergency Management Agency (FEMA)-declared disaster counties for Hurricane Harvey at the time of the disaster. HHSC will reimburse the MCOs for the member cost share payment. The base period data has been adjusted to remove the member cost share amounts paid by the MCOs. Exhibit N presents a summary of the derivation of the rating adjustment factors.

HHSC currently excludes several low-utilization, high-cost drugs from the capitated arrangement. These drugs are covered under the plan but their cost is reimbursed to the MCOs using a non-risk arrangement. We have now accumulated sufficient experience to project utilization and cost for some of these “carve-out” drugs. Anti-viral medications for the treatment of Hepatitis C (Epclusa, Harvoni, Viekira Pak, etc.) and Orkambi (a treatment for Cystic Fibrosis) will be added to capitated services effective September 1, 2018. Exhibit O presents a summary of the derivation of the rating adjustment factors.

For ease of reporting purposes, the numerous provider reimbursement adjustments described above have been consolidated in the community rating exhibits included in Attachment 3. The key below includes a description of where each adjustment has been included in Attachment 3.

Attachment 3 Rating Adjustment Heading

Attachment 5 Exhibits

Medical - Provider Reimbursement Change
Medical - Other Reimbursement Change
Medical - Inpatient Reimbursement Change

Exhibits A, B, C, D and E
Exhibits F, G, H and I
Exhibits J, K and L

Attachment 5 Exhibit P presents the consolidated adjustment factors that are used in the community rating exhibits included in Attachment 3.

FY2019 CHIP Rating
 Provider Reimbursement Change Adjustment
 Ambulance Reimbursement Change

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Provider Reimbursement Revision (1)								
Bexar	0	0	0	0	0	0	0	0
Dallas	0	0	-3,158	0	0	0	0	-3,158
El Paso	0	0	0	0	0	0	0	0
Harris	0	0	0	0	0	0	0	0
Jefferson	0	0	-380	0	0	0	0	-380
Lubbock	0	0	0	0	0	0	0	0
Nueces	0	0	0	0	0	0	0	0
RSA	0	-7,091	-11,001	-4,371	0	0	0	-22,462
Tarrant	0	0	0	0	0	0	0	0
Travis	0	0	0	0	0	0	0	0
Total	0	-7,091	-14,538	-4,371	0	0	0	-26,000
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Dallas	0.00 %	0.00 %	-0.01 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
El Paso	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Harris	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Jefferson	0.00 %	0.00 %	-0.01 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Lubbock	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Nueces	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
RSA	0.00 %	-0.04 %	-0.04 %	-0.03 %	0.00 %	0.00 %	0.00 %	-0.03 %
Tarrant	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Travis	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Total	0.00 %	-0.01 %	-0.01 %	-0.01 %	0.00 %	0.00 %	0.00 %	-0.01 %

Footnotes:

- (1) Equals the cost impact resulting from ambulance reimbursement changes.
 (2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).
 (3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Provider Reimbursement Change Adjustment
 Therapy Fee Schedule Adjustment

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Provider Reimbursement Change (1)								
Bexar	0	-90,024	-60,304	2,936	0	0	0	-147,393
Dallas	-12	-82,357	-37,898	-1,370	13	0	0	-121,625
El Paso	0	4,540	-5,555	3,983	0	0	0	2,968
Harris	0	-152,415	-88,627	-10,914	34	0	0	-251,921
Jefferson	0	-1,415	-1,519	2,530	0	0	0	-404
Lubbock	0	-27,873	-11,435	614	0	0	0	-38,694
Nueces	0	2,826	2,684	2,922	0	0	0	8,432
RSA	16	-54,958	-22,001	7,284	0	0	0	-69,659
Tarrant	9	-72,168	-42,453	-4,736	20	0	0	-119,327
Travis	-71	-46,725	-10,252	2,320	-203	0	0	-54,930
Total	-59	-520,569	-277,359	5,570	-136	0	0	-792,553
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.00 %	-1.18 %	-0.49 %	0.06 %	0.00 %	0.00 %	0.00 %	-0.49 %
Dallas	-0.01 %	-0.47 %	-0.12 %	-0.01 %	0.05 %	0.00 %	0.00 %	-0.13 %
El Paso	0.00 %	0.18 %	-0.12 %	0.18 %	0.00 %	0.00 %	0.00 %	0.03 %
Harris	0.00 %	-0.45 %	-0.15 %	-0.04 %	0.04 %	0.00 %	0.00 %	-0.14 %
Jefferson	0.00 %	-0.07 %	-0.04 %	0.11 %	0.00 %	0.00 %	0.00 %	0.00 %
Lubbock	0.00 %	-1.17 %	-0.36 %	0.05 %	0.00 %	0.00 %	0.00 %	-0.47 %
Nueces	0.00 %	0.11 %	0.06 %	0.12 %	0.00 %	0.00 %	0.00 %	0.08 %
RSA	0.02 %	-0.31 %	-0.08 %	0.05 %	0.00 %	0.00 %	0.00 %	-0.08 %
Tarrant	0.02 %	-0.62 %	-0.21 %	-0.06 %	0.16 %	0.00 %	0.00 %	-0.24 %
Travis	-0.21 %	-0.60 %	-0.11 %	0.07 %	-1.76 %	0.00 %	0.00 %	-0.17 %
Total	-0.02 %	-0.49 %	-0.16 %	0.01 %	-0.03 %	0.00 %	0.00 %	-0.16 %

Footnotes:

- (1) Equals the cost impact resulting from the therapy reimbursement changes.
 (2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).
 (3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Provider Reimbursement Change Adjustment
 Therapy Policy Adjustment

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Provider Reimbursement Change (1)								
Bexar	0	-238,031	-125,530	-3,425	0	0	0	-366,986
Dallas	0	-210,274	-75,796	-6,848	0	0	0	-292,918
El Paso	0	-62,551	-48,606	-5,311	0	0	0	-116,468
Harris	0	-345,475	-153,620	-5,457	0	0	0	-504,552
Jefferson	0	-5,457	-9,492	0	0	0	0	-14,949
Lubbock	0	-39,070	-11,435	0	0	0	0	-50,506
Nueces	0	-11,305	-3,579	0	0	0	0	-14,885
RSA	-85	-304,927	-162,258	-23,310	0	0	0	-490,581
Tarrant	0	-182,747	-74,799	-789	0	0	0	-258,335
Travis	0	-73,980	-28,891	-331	0	0	0	-103,203
Total	-85	-1,473,819	-694,006	-45,471	0	0	0	-2,213,382
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.00 %	-3.12 %	-1.02 %	-0.07 %	0.00 %	0.00 %	0.00 %	-1.21 %
Dallas	0.00 %	-1.20 %	-0.24 %	-0.05 %	0.00 %	0.00 %	0.00 %	-0.32 %
El Paso	0.00 %	-2.48 %	-1.05 %	-0.24 %	0.00 %	0.00 %	0.00 %	-0.99 %
Harris	0.00 %	-1.02 %	-0.26 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.29 %
Jefferson	0.00 %	-0.27 %	-0.25 %	0.00 %	0.00 %	0.00 %	0.00 %	-0.14 %
Lubbock	0.00 %	-1.64 %	-0.36 %	0.00 %	0.00 %	0.00 %	0.00 %	-0.61 %
Nueces	0.00 %	-0.44 %	-0.08 %	0.00 %	0.00 %	0.00 %	0.00 %	-0.14 %
RSA	-0.11 %	-1.72 %	-0.59 %	-0.16 %	0.00 %	0.00 %	0.00 %	-0.57 %
Tarrant	0.00 %	-1.57 %	-0.37 %	-0.01 %	0.00 %	0.00 %	0.00 %	-0.51 %
Travis	0.00 %	-0.95 %	-0.31 %	-0.01 %	0.00 %	0.00 %	0.00 %	-0.32 %
Total	-0.03 %	-1.39 %	-0.39 %	-0.06 %	0.00 %	0.00 %	0.00 %	-0.44 %

Footnotes:

- (1) Equals the cost impact resulting from the therapy policy changes for assistant reimbursement.
- (2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).
- (3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Provider Reimbursement Change Adjustment
 Radiology Reimbursement Changes

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Provider Reimbursement Change (1)								
Bexar	140	-3,815	-20,922	-16,635	0	40,446	205	-581
Dallas	87	-36,798	-104,219	-56,156	-172	634,848	3,066	440,657
El Paso	0	-4,288	-14,813	-14,826	21	11,599	52	-22,254
Harris	222	-64,353	-277,697	-169,162	0	509,904	4,765	3,679
Jefferson	-363	-2,223	-15,946	-10,349	0	25,302	174	-3,405
Lubbock	-200	-3,574	-7,306	-5,284	0	8,370	116	-7,878
Nueces	403	-5,139	-23,712	-18,259	0	759	35	-45,914
RSA	1,508	-42,548	-90,755	-56,818	27	59,212	347	-129,027
Tarrant	79	-16,296	-40,432	-23,679	0	129,305	210	49,187
Travis	-149	-6,230	-18,640	-10,276	0	47,550	216	12,472
Total	1,726	-185,263	-614,442	-381,443	-123	1,467,295	9,185	296,935
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	2.66 %	-0.05 %	-0.17 %	-0.34 %	0.00 %	0.74 %	0.29 %	0.00 %
Dallas	0.07 %	-0.21 %	-0.33 %	-0.41 %	-0.68 %	2.26 %	1.65 %	0.48 %
El Paso	0.00 %	-0.17 %	-0.32 %	-0.67 %	0.23 %	0.50 %	0.14 %	-0.19 %
Harris	0.73 %	-0.19 %	-0.47 %	-0.62 %	0.00 %	0.93 %	0.67 %	0.00 %
Jefferson	-12.37 %	-0.11 %	-0.42 %	-0.45 %	0.00 %	1.06 %	0.43 %	-0.03 %
Lubbock	-9.68 %	-0.15 %	-0.23 %	-0.43 %	0.00 %	0.58 %	0.37 %	-0.10 %
Nueces	41.57 %	-0.20 %	-0.53 %	-0.75 %	0.00 %	0.08 %	0.33 %	-0.44 %
RSA	1.94 %	-0.24 %	-0.33 %	-0.39 %	0.01 %	0.23 %	0.14 %	-0.15 %
Tarrant	0.17 %	-0.14 %	-0.20 %	-0.30 %	0.00 %	1.20 %	0.23 %	0.10 %
Travis	-0.44 %	-0.08 %	-0.20 %	-0.31 %	0.00 %	0.42 %	0.28 %	0.04 %
Total	0.53 %	-0.18 %	-0.35 %	-0.48 %	-0.03 %	1.02 %	0.61 %	0.06 %

Footnotes:

- (1) Equals the cost impact resulting from the radiology reimbursement changes.
 (2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).
 (3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating

Provider Reimbursement Change Adjustment

Anesthesiology Reimbursement Change

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Provider Reimbursement Change (1)								
Bexar	0	31,280	35,690	19,571	0	68,320	1,791	156,652
Dallas	-212	-1,752	0	0	-23	8,427	539	6,979
El Paso	0	252	-463	-221	0	37,814	614	37,996
Harris	167	-44,031	-88,627	-40,926	-292	307,039	1,920	135,250
Jefferson	-21	-3,638	-6,834	-2,990	0	9,309	-57	-4,231
Lubbock	0	4,050	318	860	0	10,534	257	16,019
Nueces	0	6,680	8,501	4,626	0	18,394	156	38,357
RSA	117	-1,773	-8,250	-5,827	-54	316,654	2,280	303,146
Tarrant	-60	0	-2,022	1,579	-30	77,583	902	77,952
Travis	0	-2,336	-1,864	-994	0	35,096	470	30,372
Total	-9	-11,268	-63,552	-24,324	-399	889,173	8,872	798,493
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.00 %	0.41 %	0.29 %	0.40 %	0.00 %	1.25 %	2.53 %	0.52 %
Dallas	-0.17 %	-0.01 %	0.00 %	0.00 %	-0.09 %	0.03 %	0.29 %	0.01 %
El Paso	0.00 %	0.01 %	-0.01 %	-0.01 %	0.00 %	1.63 %	1.65 %	0.32 %
Harris	0.55 %	-0.13 %	-0.15 %	-0.15 %	-0.34 %	0.56 %	0.27 %	0.08 %
Jefferson	-0.73 %	-0.18 %	-0.18 %	-0.13 %	0.00 %	0.39 %	-0.14 %	-0.04 %
Lubbock	0.00 %	0.17 %	0.01 %	0.07 %	0.00 %	0.73 %	0.82 %	0.19 %
Nueces	0.00 %	0.26 %	0.19 %	0.19 %	0.00 %	1.94 %	1.49 %	0.37 %
RSA	0.15 %	-0.01 %	-0.03 %	-0.04 %	-0.02 %	1.23 %	0.92 %	0.35 %
Tarrant	-0.13 %	0.00 %	-0.01 %	0.02 %	-0.24 %	0.72 %	0.99 %	0.15 %
Travis	0.00 %	-0.03 %	-0.02 %	-0.03 %	0.00 %	0.31 %	0.61 %	0.10 %
Total	0.00 %	-0.01 %	-0.04 %	-0.03 %	-0.09 %	0.62 %	0.59 %	0.16 %

Footnotes:

(1) Equals the cost impact resulting from anesthesiology reimbursement changes.

(2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).

(3) Cost impact divided by FY2017 Total Incurred Claims.

Other Reimbursement Change Adjustment

Invalid Clinician Administered Drug Adjustment

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Other Reimbursement Change (1)								
Bexar	0	0	-6,769	-1,223	0	-273	0	-8,265
Dallas	0	-876	-4,737	-18,490	0	0	0	-24,104
El Paso	0	-1,766	-3,240	-885	0	-2,436	-37	-8,364
Harris	0	0	0	-51,840	0	-8,224	0	-60,064
Jefferson	0	0	0	0	0	0	0	0
Lubbock	0	-9,887	-318	-184	0	0	0	-10,389
Nueces	0	0	0	-122	0	0	0	-122
RSA	0	0	0	-3,642	0	-3,862	-62	-7,566
Tarrant	0	-15,132	-6,065	-5,920	0	-1,078	0	-28,194
Travis	0	-389	-8,388	-3,149	0	-2,264	0	-14,191
Total	0	-28,050	-29,517	-85,455	0	-18,137	-99	-161,258
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.00 %	0.00 %	-0.06 %	-0.03 %	0.00 %	-0.01 %	0.00 %	-0.03 %
Dallas	0.00 %	-0.01 %	-0.02 %	-0.14 %	0.00 %	0.00 %	0.00 %	-0.03 %
El Paso	0.00 %	-0.07 %	-0.07 %	-0.04 %	0.00 %	-0.11 %	-0.10 %	-0.07 %
Harris	0.00 %	0.00 %	0.00 %	-0.19 %	0.00 %	-0.02 %	0.00 %	-0.03 %
Jefferson	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Lubbock	0.00 %	-0.42 %	-0.01 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.13 %
Nueces	0.00 %	0.00 %	0.00 %	-0.01 %	0.00 %	0.00 %	0.00 %	0.00 %
RSA	0.00 %	0.00 %	0.00 %	-0.03 %	0.00 %	-0.02 %	-0.03 %	-0.01 %
Tarrant	0.00 %	-0.13 %	-0.03 %	-0.08 %	0.00 %	-0.01 %	0.00 %	-0.06 %
Travis	0.00 %	-0.01 %	-0.09 %	-0.10 %	0.00 %	-0.02 %	0.00 %	-0.04 %
Total	0.00 %	-0.03 %	-0.02 %	-0.11 %	0.00 %	-0.01 %	-0.01 %	-0.03 %

Footnotes:

(1) Equals the cost impact from removing invalid CADs.

(2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).

(3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Other Reimbursement Change Adjustment
 Medical Cost Share Increase

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Other Reimbursement Change (1)								
Bexar	-36	-3,052	-4,923	-1,957	0	0	0	-9,967
Dallas	0	-8,761	-12,633	-4,109	0	0	0	-25,503
El Paso	0	-1,009	-1,852	-885	0	0	0	-3,746
Harris	-15	-13,548	-17,725	-5,457	0	0	0	-36,745
Jefferson	-6	-1,213	-1,898	-460	0	0	0	-3,577
Lubbock	0	-1,191	-1,271	-492	0	0	0	-2,953
Nueces	0	-771	-1,790	-730	0	0	0	-3,291
RSA	-16	-8,864	-16,501	-5,827	0	0	0	-31,208
Tarrant	-5	-5,820	-10,108	-3,947	0	0	0	-19,879
Travis	-34	-2,336	-3,728	-1,326	0	0	0	-7,424
Total	-111	-46,565	-72,428	-25,190	0	0	0	-144,293
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	-0.68 %	-0.04 %	-0.04 %	-0.04 %	0.00 %	0.00 %	0.00 %	-0.03 %
Dallas	0.00 %	-0.05 %	-0.04 %	-0.03 %	0.00 %	0.00 %	0.00 %	-0.03 %
El Paso	0.00 %	-0.04 %	-0.04 %	-0.04 %	0.00 %	0.00 %	0.00 %	-0.03 %
Harris	-0.05 %	-0.04 %	-0.03 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.02 %
Jefferson	-0.20 %	-0.06 %	-0.05 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.03 %
Lubbock	0.00 %	-0.05 %	-0.04 %	-0.04 %	0.00 %	0.00 %	0.00 %	-0.04 %
Nueces	0.00 %	-0.03 %	-0.04 %	-0.03 %	0.00 %	0.00 %	0.00 %	-0.03 %
RSA	-0.02 %	-0.05 %	-0.06 %	-0.04 %	0.00 %	0.00 %	0.00 %	-0.04 %
Tarrant	-0.01 %	-0.05 %	-0.05 %	-0.05 %	0.00 %	0.00 %	0.00 %	-0.04 %
Travis	-0.10 %	-0.03 %	-0.04 %	-0.04 %	0.00 %	0.00 %	0.00 %	-0.02 %
Total	-0.03 %	-0.04 %	-0.04 %	-0.03 %	0.00 %	0.00 %	0.00 %	-0.03 %

Footnotes:

(1) Equals the cost impact resulting from member cost share increase.

(2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).

(3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Other Reimbursement Change Adjustment
 FQHC Wrap Payment Removal

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Other Reimbursement Change (1)								
Bexar	0	-28,991	-46,766	-14,189	-1,106	-208,240	-1,444	-300,736
Dallas	-411	-29,789	-47,372	-13,696	0	-70,227	0	-161,495
El Paso	-121	-3,027	-6,481	-2,877	0	-3,248	0	-15,753
Harris	0	-81,288	-118,169	-49,111	-180	-2,121,859	-8,393	-2,379,000
Jefferson	0	-4,649	-8,353	-2,530	-217	-27,450	-174	-43,373
Lubbock	0	-7,623	-21,918	-8,479	0	-19,626	0	-57,646
Nueces	0	-4,882	-8,053	-3,165	0	-19,247	0	-35,347
RSA	-101	-97,506	-184,259	-58,275	0	-1,279,490	-10,185	-1,629,815
Tarrant	-153	-8,148	-12,130	-8,682	0	-245,680	-1,212	-276,004
Travis	0	-220,384	-304,758	-75,909	-1,562	-2,620,915	-10,229	-3,233,758
Total	-785	-486,286	-758,259	-236,913	-3,066	-6,615,982	-31,637	-8,132,928
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.00 %	-0.38 %	-0.38 %	-0.29 %	-9.27 %	-3.81 %	-2.04 %	-0.99 %
Dallas	-0.33 %	-0.17 %	-0.15 %	-0.10 %	0.00 %	-0.25 %	0.00 %	-0.18 %
El Paso	-6.09 %	-0.12 %	-0.14 %	-0.13 %	0.00 %	-0.14 %	0.00 %	-0.13 %
Harris	0.00 %	-0.24 %	-0.20 %	-0.18 %	-0.21 %	-3.87 %	-1.18 %	-1.35 %
Jefferson	0.00 %	-0.23 %	-0.22 %	-0.11 %	-5.51 %	-1.15 %	-0.43 %	-0.41 %
Lubbock	0.00 %	-0.32 %	-0.69 %	-0.69 %	0.00 %	-1.36 %	0.00 %	-0.70 %
Nueces	0.00 %	-0.19 %	-0.18 %	-0.13 %	0.00 %	-2.03 %	0.00 %	-0.34 %
RSA	-0.13 %	-0.55 %	-0.67 %	-0.40 %	0.00 %	-4.97 %	-4.11 %	-1.89 %
Tarrant	-0.33 %	-0.07 %	-0.06 %	-0.11 %	0.00 %	-2.28 %	-1.33 %	-0.54 %
Travis	0.00 %	-2.83 %	-3.27 %	-2.29 %	-13.54 %	-23.15 %	-13.27 %	-10.15 %
Total	-0.24 %	-0.46 %	-0.43 %	-0.30 %	-0.68 %	-4.62 %	-2.10 %	-1.60 %

Footnotes:

- (1) Equals the cost impact resulting from removal of FQHC wrap payment.
 (2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).
 (3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating

Other Reimbursement Change Adjustment

Subrogation Recoveries Policy Change

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Other Reimbursement Change (1)								
Bexar	12	17,547	28,306	11,253	27	12,571	163	69,879
Dallas	100	14,018	25,265	10,957	20	22,473	149	72,982
El Paso	1	1,513	2,777	1,328	6	1,392	22	7,040
Harris	33	37,257	64,993	30,013	94	60,311	782	193,484
Jefferson	1	808	1,519	920	2	955	16	4,221
Lubbock	0	0	0	0	0	0	0	0
Nueces	2	4,368	7,606	4,139	5	1,612	18	17,748
RSA	78	17,728	27,501	14,569	270	25,744	248	86,138
Tarrant	37	9,312	16,173	6,314	10	8,620	73	40,539
Travis	44	10,124	12,116	4,309	15	14,718	100	41,426
Total	308	112,676	186,256	83,802	449	148,396	1,571	533,457
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.23 %	0.23 %	0.23 %	0.23 %	0.23 %	0.23 %	0.23 %	0.23 %
Dallas	0.08 %	0.08 %	0.08 %	0.08 %	0.08 %	0.08 %	0.08 %	0.08 %
El Paso	0.06 %	0.06 %	0.06 %	0.06 %	0.06 %	0.06 %	0.06 %	0.06 %
Harris	0.11 %	0.11 %	0.11 %	0.11 %	0.11 %	0.11 %	0.11 %	0.11 %
Jefferson	0.04 %	0.04 %	0.04 %	0.04 %	0.04 %	0.04 %	0.04 %	0.04 %
Lubbock	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Nueces	0.17 %	0.17 %	0.17 %	0.17 %	0.17 %	0.17 %	0.17 %	0.17 %
RSA	0.10 %	0.10 %	0.10 %	0.10 %	0.10 %	0.10 %	0.10 %	0.10 %
Tarrant	0.08 %	0.08 %	0.08 %	0.08 %	0.08 %	0.08 %	0.08 %	0.08 %
Travis	0.13 %	0.13 %	0.13 %	0.13 %	0.13 %	0.13 %	0.13 %	0.13 %
Total	0.09 %	0.11 %	0.11 %	0.10 %	0.10 %	0.10 %	0.10 %	0.11 %

Footnotes:

(1) Equals the cost impact resulting from subrogation recoveries policy change.

(2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).

(3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Inpatient Hospital Reimbursement Change Adjustment
 Potentially Preventable Readmissions (PPR) Reimbursement Change

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Inpatient Hospital Reimbursement Change (1)								
Bexar	0	3,815	-2,461	-2,446	81	0	149	-863
Dallas	846	14,018	53,689	28,763	5	0	93	97,414
El Paso	0	3,279	5,092	3,098	69	0	271	11,810
Harris	0	16,935	17,725	19,099	-9	0	711	54,462
Jefferson	0	404	380	1,150	0	-239	-4	1,691
Lubbock	0	1,429	3,812	369	27	0	47	5,683
Nueces	0	2,826	3,132	3,165	0	0	0	9,123
RSA	124	-1,773	13,751	5,827	-81	0	25	17,873
Tarrant	0	2,328	24,259	5,525	0	0	18	32,130
Travis	-236	-25,698	-26,095	-7,956	0	0	100	-59,886
Total	734	17,563	93,282	56,594	93	-239	1,410	169,438
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.00 %	0.05 %	-0.02 %	-0.05 %	0.68 %	0.00 %	0.21 %	0.00 %
Dallas	0.68 %	0.08 %	0.17 %	0.21 %	0.02 %	0.00 %	0.05 %	0.11 %
El Paso	0.00 %	0.13 %	0.11 %	0.14 %	0.75 %	0.00 %	0.73 %	0.10 %
Harris	0.00 %	0.05 %	0.03 %	0.07 %	-0.01 %	0.00 %	0.10 %	0.03 %
Jefferson	0.00 %	0.02 %	0.01 %	0.05 %	0.01 %	-0.01 %	-0.01 %	0.02 %
Lubbock	0.00 %	0.06 %	0.12 %	0.03 %	0.16 %	0.00 %	0.15 %	0.07 %
Nueces	0.00 %	0.11 %	0.07 %	0.13 %	0.00 %	0.00 %	0.00 %	0.09 %
RSA	0.16 %	-0.01 %	0.05 %	0.04 %	-0.03 %	0.00 %	0.01 %	0.02 %
Tarrant	0.00 %	0.02 %	0.12 %	0.07 %	0.00 %	0.00 %	0.02 %	0.06 %
Travis	-0.70 %	-0.33 %	-0.28 %	-0.24 %	0.00 %	0.00 %	0.13 %	-0.19 %
Total	0.23 %	0.02 %	0.05 %	0.07 %	0.02 %	0.00 %	0.09 %	0.03 %

Footnotes:

- (1) Equals the cost impact resulting from PPR.
 (2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).
 (3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Inpatient Hospital Reimbursement Change Adjustment
 Hospital Reimbursement Changes - Standard Dollar Amount

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Inpatient Hospital Reimbursement Change (1)								
Bexar	0	9,155	17,230	12,721	26	0	304	39,436
Dallas	286	7,009	25,265	12,327	73	0	242	45,202
El Paso	0	114,761	266,174	145,386	38	-232	89	526,217
Harris	0	50,805	106,352	57,297	120	5,483	1,849	221,906
Jefferson	0	1,415	4,176	4,829	95	477	199	11,192
Lubbock	0	1,429	2,224	860	45	0	59	4,617
Nueces	0	1,799	3,132	2,435	0	0	0	7,365
RSA	389	14,183	13,751	14,569	891	0	396	44,178
Tarrant	102	6,984	12,130	4,736	8	0	18	23,977
Travis	24	2,336	2,796	994	0	1,132	77	7,359
Total	800	209,876	453,229	256,153	1,296	6,860	3,234	931,450
FY2017 Total Incurred Claims (2)								
Bexar	5,259	7,629,191	12,306,891	4,892,694	11,929	5,465,629	70,795	30,382,387
Dallas	124,420	17,522,849	31,581,638	13,696,484	25,221	28,090,632	185,795	91,227,039
El Paso	1,988	2,522,229	4,629,114	2,212,876	9,237	2,319,898	37,187	11,732,529
Harris	30,388	33,870,102	59,084,484	27,284,136	85,878	54,828,385	711,235	175,894,609
Jefferson	2,934	2,021,180	3,796,772	2,299,675	3,941	2,386,988	40,562	10,552,052
Lubbock	2,070	2,382,339	3,176,497	1,228,824	16,611	1,443,080	31,291	8,280,712
Nueces	969	2,569,390	4,473,989	2,434,590	2,701	948,149	10,485	10,440,273
RSA	77,720	17,728,325	27,501,384	14,568,640	270,007	25,744,257	247,798	86,138,132
Tarrant	46,249	11,639,939	20,215,865	7,893,030	12,566	10,775,428	91,108	50,674,185
Travis	33,780	7,787,419	9,319,820	3,314,797	11,539	11,321,449	77,087	31,865,891
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor (3)								
Bexar	0.00 %	0.12 %	0.14 %	0.26 %	0.22 %	0.00 %	0.43 %	0.13 %
Dallas	0.23 %	0.04 %	0.08 %	0.09 %	0.29 %	0.00 %	0.13 %	0.05 %
El Paso	0.00 %	4.55 %	5.75 %	6.57 %	0.41 %	-0.01 %	0.24 %	4.49 %
Harris	0.00 %	0.15 %	0.18 %	0.21 %	0.14 %	0.01 %	0.26 %	0.13 %
Jefferson	0.00 %	0.07 %	0.11 %	0.21 %	2.41 %	0.02 %	0.49 %	0.11 %
Lubbock	0.00 %	0.06 %	0.07 %	0.07 %	0.27 %	0.00 %	0.19 %	0.06 %
Nueces	0.00 %	0.07 %	0.07 %	0.10 %	0.00 %	0.00 %	0.00 %	0.07 %
RSA	0.50 %	0.08 %	0.05 %	0.10 %	0.33 %	0.00 %	0.16 %	0.05 %
Tarrant	0.22 %	0.06 %	0.06 %	0.06 %	0.06 %	0.00 %	0.02 %	0.05 %
Travis	0.07 %	0.03 %	0.03 %	0.03 %	0.00 %	0.01 %	0.10 %	0.02 %
Total	0.25 %	0.20 %	0.26 %	0.32 %	0.29 %	0.00 %	0.22 %	0.18 %

Footnotes:

- (1) Equals the cost impact from application of the revised hospital Standard Dollar Amounts.
 (2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).
 (3) Cost impact divided by FY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Inpatient Hospital Reimbursement Change Adjustment
 Limit Reimbursement to Related Parties

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Provider Reimbursement Reduction (1)								
Parkland - Dallas	0	-79,037	-120,558	-89,764	-346	-4,505,001	-20,832	-4,815,538
TCHP - Harris	-878	-573,538	-1,562,938	-513,390	-1,991	-90,553	-1,212	-2,744,499
TCHP - Jefferson	0	-16,704	-50,082	-12,561	0	-534	0	-79,881
All Others	0	0	0	0	0	0	0	0
Total	-878	-669,279	-1,733,578	-615,715	-2,336	-4,596,087	-22,044	-7,639,918
FY2017 Total Incurred Claims (2)								
Parkland - Dallas	112,316	7,750,122	14,117,886	4,819,669	11,726	17,920,394	97,349	44,829,462
TCHP - Harris	26,802	20,498,939	38,270,997	16,729,141	40,388	16,188,820	318,939	92,074,026
TCHP - Jefferson	1,637	930,036	2,226,010	1,043,817	0	792,424	1,576	4,995,501
All Others	185,022	76,493,867	121,471,562	57,233,119	397,516	108,422,256	1,085,480	365,288,821
Total	325,777	105,672,964	176,086,455	79,825,746	449,630	143,323,894	1,503,344	507,187,810
Adjustment Factor by Plan (3)								
Parkland - Dallas	0.00 %	-1.02 %	-0.85 %	-1.86 %	-2.95 %	-25.14 %	-21.40 %	-10.74 %
TCHP - Harris	-3.28 %	-2.80 %	-4.08 %	-3.07 %	-4.93 %	-0.56 %	-0.38 %	-2.98 %
TCHP - Jefferson	0.00 %	-1.80 %	-2.25 %	-1.20 %	0.00 %	-0.07 %	0.00 %	-1.60 %
All Others	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Total	-0.27 %	-0.63 %	-0.98 %	-0.77 %	-0.52 %	-3.21 %	-1.47 %	-1.51 %
Adjustment Factor by SDA (4)								
Bexar	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	
Dallas	0.00 %	-0.45 %	-0.38 %	-0.72 %	-0.80 %	-15.02 %	-12.18 %	
El Paso	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	
Harris	-1.77 %	-1.68 %	-2.65 %	-1.90 %	-0.28 %	-0.18 %	-0.22 %	
Jefferson	0.00 %	-0.80 %	-1.27 %	-0.53 %	0.00 %	-0.02 %	0.00 %	
Lubbock	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	
Nueces	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	
RSA	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	
Tarrant	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	
Travis	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	

Footnotes:

- (1) Equals the cost impact from limiting reimbursement to a related party to 100% of Medicaid.
 (2) Equals FY2017 health plan fee-for-service claims for all services (ICHP provided encounter data).
 (3) Cost impact divided by FY2017 Total Incurred Claims.
 (4) Adjustment factor applied by service delivery area.

FY2019 CHIP Rating
 Pharmacy Rating Adjustment
 CHIP Cost Share Adjustment

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Pharmacy Rating Change (1)								
Bexar	0	-236	-1,177	-273	0	0	0	-1,686
Dallas	-2	-1,019	-3,575	-883	0	0	0	-5,479
El Paso	0	-102	-403	-203	0	0	0	-708
Harris	-2	-1,093	-3,738	-706	0	0	0	-5,539
Jefferson	0	-112	-553	-141	0	0	0	-807
Lubbock	0	-109	-177	-58	0	0	0	-343
Nueces	0	-71	-233	-70	0	0	0	-375
RSA	0	-1,116	-3,597	-1,343	0	0	0	-6,056
Tarrant	0	-579	-2,414	-594	0	0	0	-3,587
Travis	0	-278	-964	-280	0	0	0	-1,521
Total	-4	-4,714	-16,831	-4,553	0	0	0	-26,102
CY2017 Total Incurred Claims (2)								
Bexar	119	1,178,096	5,883,159	2,732,798	94	901,609	28,983	10,724,856
Dallas	1,146	2,547,936	11,915,895	4,417,135	885	1,730,796	15,258	20,629,051
El Paso	387	1,017,861	2,015,229	1,015,796	763	497,219	3,388	4,550,643
Harris	4,308	3,642,778	18,691,178	7,059,093	818	10,175,261	59,508	39,632,944
Jefferson	287	374,795	5,533,535	707,071	2	442,930	9,552	7,068,173
Lubbock	59	271,698	1,768,201	576,169	0	246,642	3,622	2,866,391
Nueces	68	355,048	2,330,421	704,656	17	255,468	2,399	3,648,077
RSA	1,580	3,719,484	17,984,991	6,717,242	2,971	5,066,326	46,599	33,539,194
Tarrant	3,023	1,447,211	8,047,180	2,971,905	183	3,459,558	51,473	15,980,532
Travis	840	925,635	4,819,140	1,399,142	24	831,824	6,122	7,982,728
Total	11,817	15,480,540	78,988,930	28,301,007	5,757	23,607,634	226,903	146,622,589
Adjustment Factor (3)								
Bexar	0.00 %	-0.02 %	-0.02 %	-0.01 %	0.00 %	0.00 %	0.00 %	-0.02 %
Dallas	-0.17 %	-0.04 %	-0.03 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.03 %
El Paso	0.00 %	-0.01 %	-0.02 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.02 %
Harris	-0.05 %	-0.03 %	-0.02 %	-0.01 %	0.00 %	0.00 %	0.00 %	-0.01 %
Jefferson	0.00 %	-0.03 %	-0.01 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.01 %
Lubbock	0.00 %	-0.04 %	-0.01 %	-0.01 %	0.00 %	0.00 %	0.00 %	-0.01 %
Nueces	0.00 %	-0.02 %	-0.01 %	-0.01 %	0.00 %	0.00 %	0.00 %	-0.01 %
RSA	0.00 %	-0.03 %	-0.02 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.02 %
Tarrant	0.00 %	-0.04 %	-0.03 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.02 %
Travis	0.00 %	-0.03 %	-0.02 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.02 %
Total	-0.03 %	-0.03 %	-0.02 %	-0.02 %	0.00 %	0.00 %	0.00 %	-0.02 %

Footnotes:

- (1) Equals the cost impact from CHIP cost share adjustments.
- (2) Equals total incurred managed care pharmacy claims during the CY2017 experience period.
- (3) Cost impact divided by CY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Pharmacy Rating Adjustment
 Hurricane Harvey Waive Cost Share Adjustment

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Pharmacy Rating Change (1)								
Bexar	0	0	0	0	0	0	0	0
Dallas	0	0	0	0	0	0	0	0
El Paso	0	0	0	0	0	0	0	0
Harris	-356	-216,745	-398,122	-122,828	0	0	0	-738,052
Jefferson	-5	-20,201	-46,482	-12,727	0	0	0	-79,416
Lubbock	0	0	0	0	0	0	0	0
Nueces	-6	-21,125	-52,201	-15,714	0	0	0	-89,047
RSA	0	-3,719	-7,194	-2,015	0	0	0	-12,929
Tarrant	0	0	0	0	0	0	0	0
Travis	0	-4,998	-10,602	-2,518	0	0	0	-18,119
Total	-367	-266,790	-514,601	-155,803	0	0	0	-937,562
CY2017 Total Incurred Claims (2)								
Bexar	119	1,178,096	5,883,159	2,732,798	94	901,609	28,983	10,724,856
Dallas	1,146	2,547,936	11,915,895	4,417,135	885	1,730,796	15,258	20,629,051
El Paso	387	1,017,861	2,015,229	1,015,796	763	497,219	3,388	4,550,643
Harris	4,308	3,642,778	18,691,178	7,059,093	818	10,175,261	59,508	39,632,944
Jefferson	287	374,795	5,533,535	707,071	2	442,930	9,552	7,068,173
Lubbock	59	271,698	1,768,201	576,169	0	246,642	3,622	2,866,391
Nueces	68	355,048	2,330,421	704,656	17	255,468	2,399	3,648,077
RSA	1,580	3,719,484	17,984,991	6,717,242	2,971	5,066,326	46,599	33,539,194
Tarrant	3,023	1,447,211	8,047,180	2,971,905	183	3,459,558	51,473	15,980,532
Travis	840	925,635	4,819,140	1,399,142	24	831,824	6,122	7,982,728
Total	11,817	15,480,540	78,988,930	28,301,007	5,757	23,607,634	226,903	146,622,589
Adjustment Factor (3)								
Bexar	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Dallas	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
El Paso	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Harris	-8.27 %	-5.95 %	-2.13 %	-1.74 %	0.00 %	0.00 %	0.00 %	-1.86 %
Jefferson	-1.80 %	-5.39 %	-0.84 %	-1.80 %	0.00 %	0.00 %	0.00 %	-1.12 %
Lubbock	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Nueces	-8.65 %	-5.95 %	-2.24 %	-2.23 %	0.00 %	0.00 %	0.00 %	-2.44 %
RSA	0.00 %	-0.10 %	-0.04 %	-0.03 %	0.00 %	0.00 %	0.00 %	-0.04 %
Tarrant	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Travis	0.00 %	-0.54 %	-0.22 %	-0.18 %	0.00 %	0.00 %	0.00 %	-0.23 %
Total	-3.11 %	-1.72 %	-0.65 %	-0.55 %	0.00 %	0.00 %	0.00 %	-0.64 %

Footnotes:

- (1) Equals the cost impact from waiving member cost share as a result of Hurricane Harvey.
 (2) Equals total incurred managed care pharmacy claims during the CY2017 experience period.
 (3) Cost impact divided by CY2017 Total Incurred Claims.

FY2019 CHIP Rating
 Pharmacy Rating Adjustment
 Drug Carve-In Adjustment

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%	Total
Pharmacy Rating Change (1)								
Bexar	0	0	154,139	0	0	0	0	154,139
Dallas	0	0	0	0	0	0	0	0
El Paso	0	0	0	0	0	0	0	0
Harris	0	0	177,566	214,596	0	0	0	392,163
Jefferson	0	0	0	0	0	0	0	0
Lubbock	0	0	21,572	88,845	0	0	0	110,417
Nueces	0	0	0	0	0	0	0	0
RSA	0	0	481,998	161,886	0	0	0	643,883
Tarrant	0	21,708	295,332	313,536	0	0	0	630,576
Travis	0	0	467,939	66,739	0	0	0	534,678
Total	0	21,708	1,598,545	845,602	0	0	0	2,465,855
CY2017 Total Incurred Claims (2)								
Bexar	119	1,178,096	5,883,159	2,732,798	94	901,609	28,983	10,724,856
Dallas	1,146	2,547,936	11,915,895	4,417,135	885	1,730,796	15,258	20,629,051
El Paso	387	1,017,861	2,015,229	1,015,796	763	497,219	3,388	4,550,643
Harris	4,308	3,642,778	18,691,178	7,059,093	818	10,175,261	59,508	39,632,944
Jefferson	287	374,795	5,533,535	707,071	2	442,930	9,552	7,068,173
Lubbock	59	271,698	1,768,201	576,169	0	246,642	3,622	2,866,391
Nueces	68	355,048	2,330,421	704,656	17	255,468	2,399	3,648,077
RSA	1,580	3,719,484	17,984,991	6,717,242	2,971	5,066,326	46,599	33,539,194
Tarrant	3,023	1,447,211	8,047,180	2,971,905	183	3,459,558	51,473	15,980,532
Travis	840	925,635	4,819,140	1,399,142	24	831,824	6,122	7,982,728
Total	11,817	15,480,540	78,988,930	28,301,007	5,757	23,607,634	226,903	146,622,589
Adjustment Factor (3)								
Bexar	0.00 %	0.00 %	2.62 %	0.00 %	0.00 %	0.00 %	0.00 %	1.44 %
Dallas	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
El Paso	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Harris	0.00 %	0.00 %	0.95 %	3.04 %	0.00 %	0.00 %	0.00 %	0.99 %
Jefferson	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Lubbock	0.00 %	0.00 %	1.22 %	15.42 %	0.00 %	0.00 %	0.00 %	3.85 %
Nueces	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
RSA	0.00 %	0.00 %	2.68 %	2.41 %	0.00 %	0.00 %	0.00 %	1.92 %
Tarrant	0.00 %	1.50 %	3.67 %	10.55 %	0.00 %	0.00 %	0.00 %	3.95 %
Travis	0.00 %	0.00 %	9.71 %	4.77 %	0.00 %	0.00 %	0.00 %	6.70 %
Total	0.00 %	0.14 %	2.02 %	2.99 %	0.00 %	0.00 %	0.00 %	1.68 %

Footnotes:

(1) Equals the cost impact from drug carve-in changes.

(2) Equals total incurred managed care pharmacy claims during the CY2017 experience period.

(3) Cost impact divided by CY2017 Total Incurred Claims.

	< 1	1-5	6-14	15-18	Newborn 198%-202%	Perinate <198%	Perinate 198%-202%
Medical - Provider Reimbursement Change Factor (1)							
Bexar	1.0266	0.9608	0.9861	1.0005	1.0000	1.0200	1.0283
Dallas	0.9989	0.9812	0.9930	0.9953	0.9928	1.0229	1.0194
El Paso	1.0000	0.9754	0.9851	0.9926	1.0023	1.0214	1.0179
Harris	1.0128	0.9822	0.9897	0.9917	0.9970	1.0150	1.0094
Jefferson	0.8699	0.9937	0.9910	0.9953	1.0000	1.0145	1.0029
Lubbock	0.9032	0.9723	0.9906	0.9969	1.0000	1.0131	1.0119
Nueces	1.4157	0.9973	0.9964	0.9956	1.0000	1.0202	1.0182
RSA	1.0200	0.9769	0.9893	0.9943	0.9999	1.0146	1.0106
Tarrant	1.0006	0.9768	0.9921	0.9965	0.9992	1.0193	1.0122
Travis	0.9935	0.9835	0.9936	0.9972	0.9824	1.0073	1.0089
Medical - Other Reimbursement Change Factor (2)							
Bexar	0.9955	0.9981	0.9975	0.9987	0.9094	0.9641	0.9819
Dallas	0.9975	0.9985	0.9987	0.9981	1.0008	0.9983	1.0008
El Paso	0.9397	0.9983	0.9981	0.9985	1.0006	0.9982	0.9996
Harris	1.0006	0.9983	0.9988	0.9972	0.9990	0.9622	0.9893
Jefferson	0.9984	0.9975	0.9977	0.9991	0.9453	0.9889	0.9961
Lubbock	1.0000	0.9922	0.9926	0.9926	1.0000	0.9864	1.0000
Nueces	1.0017	0.9995	0.9995	1.0000	1.0017	0.9814	1.0017
RSA	0.9995	0.9950	0.9937	0.9963	1.0010	0.9511	0.9596
Tarrant	0.9974	0.9983	0.9994	0.9984	1.0008	0.9779	0.9875
Travis	1.0003	0.9726	0.9673	0.9770	0.8657	0.7693	0.8684
Medical - Inpatient Reimbursement Change Factor (3)							
Bexar	1.0000	1.0017	1.0012	1.0021	1.0090	1.0000	1.0064
Dallas	1.0091	0.9967	0.9987	0.9958	0.9951	0.8498	0.8798
El Paso	1.0000	1.0469	1.0587	1.0672	1.0116	0.9999	1.0097
Harris	0.9823	0.9851	0.9755	0.9838	0.9985	0.9983	1.0014
Jefferson	1.0000	0.9928	0.9885	0.9973	1.0242	0.9999	1.0048
Lubbock	1.0000	1.0012	1.0019	1.0010	1.0043	1.0000	1.0034
Nueces	1.0000	1.0018	1.0014	1.0023	1.0000	1.0000	1.0000
RSA	1.0066	1.0007	1.0010	1.0014	1.0030	1.0000	1.0017
Tarrant	1.0022	1.0008	1.0018	1.0013	1.0006	1.0000	1.0004
Travis	0.9937	0.9970	0.9975	0.9979	1.0000	1.0001	1.0023

Footnotes:

- (1) The Medical Provider Reimbursement Change Factor consolidates the following adjustments from Exhibit A-E
 - Exhibit A - Ambulance Reimbursement Change
 - Exhibit B - Therapy Fee Schedule Adjustment
 - Exhibit C - Therapy Policy Adjustment
 - Exhibit D - Radiology Reimbursement Change
 - Exhibit E - Anesthesiology Reimbursement Change

- (2) The Medical Other Reimbursement Change Factor consolidates the following adjustments from Exhibit F-I
 - Exhibit F - Invalid Clinician Administered Drug Adjustment
 - Exhibit G - Medical Cost Share Increase
 - Exhibit H - FQHC Wrap Payment Removal
 - Exhibit I - Subrogation Recoveries Policy Change

- (3) The Medical Inpatient Reimbursement Change Factor consolidates the following adjustments from Exhibit J-L
 - Exhibit J - Potentially Preventable Readmissions (PPR)
 - Exhibit K - Hospital Reimbursement Changes - Standard Dollar Amount
 - Exhibit L - Limit Reimbursement to Related Parties

Attachment 6

Acuity Risk Adjustment

The rate setting methodology incorporates a risk adjustment technique that is designed to adjust the base community rate in each service area to reflect the health status, or acuity, of the population enrolled in each health plan. The purpose of acuity risk adjustment is to recognize the anticipated cost differential between multiple health plans in a service area by analyzing the health status of their respective members. The risk analysis was performed by the University of Florida's Institute for Child Health Policy (ICHP). The methodology used to incorporate the risk adjustment is the Chronic Illness and Disability Payment System (CDPS). The attached exhibits (provided by ICHP) present a summary of the risk adjustment analysis. There is a separate exhibit for each age group (Exhibit A-D).

The column titled Case Mix on the chart is the risk adjustment factor. It is the ratio of the predicted average cost of the individual health plan's membership divided by the predicted average cost of the entire service area's membership.

If necessary, an additional adjustment was made to the risk adjustment factors to ensure that, in total, they produce the same premium as the community rates (budget neutral). Exhibit E summarizes the raw, unadjusted risk adjustment factors (case-mix), the budget neutral adjustment applied equally to each risk group within each service area along with the resulting adjusted risk adjustment factors which are used to calculate the risk adjusted community rates.

Sendero exited the program effective May 1, 2018. The acuity scores for the remaining plans in the Travis service delivery area (SDA) were adjusted assuming equal distribution of Sendero membership to the remaining plans in the Travis SDA.

The risk adjustment factors determined by ICHP for the Under Age 1, Newborn 198%-202% and Perinate 198%-202% risk groups were not applied in developing the FY2019 premium rates due to the small size and the resulting variation in acuity scores.

TEXAS CHIP						
SDA/Health Plan	Number of Enrollees	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS						
Age 1-5	106,273	100.00	113.71	113.71	1.00	1.00
Bexar	8,527	100.00	105.24	116.72	1.00	0.90
Aetna - Bexar	1,031	12.09	111.07	122.13	1.05	0.91
Amerigroup - Bexar	314	3.68	64.76	81.05	0.69	0.80
CFHP - Bexar	4,404	51.65	119.98	117.16	1.00	1.02
Superior - Bexar	2,778	32.58	83.75	118.20	1.01	0.71
Dallas	16,835	100.00	116.74	112.48	1.00	1.04
Amerigroup - Dallas	9,193	54.61	109.56	108.74	0.97	1.01
Molina - Dallas	892	5.30	95.54	83.63	0.74	1.14
Parkland - Dallas	6,750	40.10	129.15	121.23	1.08	1.07
El Paso	3,415	100.00	86.30	123.57	1.00	0.70
El Paso Health - El Paso	2,464	72.15	87.97	131.44	1.06	0.67
Superior - El Paso	951	27.85	81.78	102.22	0.83	0.80
Harris	26,831	100.00	140.60	114.18	1.00	1.23
Amerigroup - Harris	2,092	7.80	114.06	108.72	0.95	1.05
CHC - Harris	7,642	28.48	136.76	106.98	0.94	1.28
Molina - Harris	234	0.87	75.20	75.19	0.66	1.00
TCHP - Harris	14,891	55.50	151.74	121.10	1.06	1.25
United - Harris	1,972	7.35	105.26	99.31	0.87	1.06
Jefferson	2,200	100.00	100.48	105.35	1.00	0.95
Amerigroup - Jefferson	105	4.77	89.08	148.34	1.41	0.60
CHC - Jefferson	533	24.23	85.70	87.82	0.83	0.98
Molina - Jefferson	77	3.50	73.98	104.66	0.99	0.71
TCHP - Jefferson	971	44.14	110.00	109.56	1.04	1.00
United - Jefferson	514	23.36	104.01	107.24	1.02	0.97
Lubbock	2,635	100.00	106.78	126.99	1.00	0.84
Firstcare - Lubbock	1,494	56.70	123.39	131.76	1.04	0.94
Superior - Lubbock	1,141	43.30	84.47	120.59	0.95	0.70
Nueces	2,316	100.00	120.52	109.63	1.00	1.10
United - Nueces	121	5.22	139.39	95.67	0.87	1.46
Driscoll - Nueces	1,862	80.40	121.66	112.79	1.03	1.08
Superior - Nueces	333	14.38	107.30	96.16	0.88	1.12
RSA	23,327	100.00	92.94	110.10	1.00	0.84
Molina - RSA	5,810	24.91	75.10	98.72	0.90	0.76
Superior - RSA	17,517	75.09	99.04	113.99	1.04	0.87
Tarrant	12,867	100.00	103.57	117.53	1.00	0.88
Aetna - Tarrant	2,465	19.16	69.75	102.29	0.87	0.68
Amerigroup - Tarrant	4,707	36.58	92.51	104.43	0.89	0.89
Cook - Tarrant	5,695	44.26	127.07	134.73	1.15	0.94
Travis	7,320	100.00	118.49	110.49	1.00	1.07
BCBS - Travis	1,941	26.52	121.50	104.38	0.94	1.16
DCHP - Travis	1,994	27.24	89.39	110.28	1.00	0.81
Sendero - Travis	597	8.16	121.18	96.45	0.87	1.26
Superior - Travis	2,788	38.09	137.66	117.89	1.07	1.17

Note: CDPS results are based on information in enrollment and encounter datasets. CDPS results were obtained for those enrollees who had been in the program for at least 1 months (age<1) and for those who had been in the program for at least 6 months (age≥1) (permitting one month lapse in enrollment within the 6 months period).

TEXAS CHIP						
SDA/Health Plan	Number of Enrollees	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS						
Age 6-14	283,383	100.00	96.50	96.50	1.00	1.00
Bexar	22,819	100.00	87.90	102.68	1.00	0.86
Aetna - Bexar	2,334	10.23	66.26	91.37	0.89	0.73
Amerigroup - Bexar	631	2.77	77.12	104.63	1.02	0.74
CFHP - Bexar	13,339	58.46	96.68	106.51	1.04	0.91
Superior - Bexar	6,515	28.55	78.18	98.46	0.96	0.79
Dallas	46,440	100.00	103.87	94.70	1.00	1.10
Amerigroup - Dallas	26,333	56.70	101.90	97.73	1.03	1.04
Molina - Dallas	1,987	4.28	68.43	84.75	0.89	0.81
Parkland - Dallas	18,120	39.02	110.48	91.35	0.96	1.21
El Paso	10,210	100.00	71.57	96.65	1.00	0.74
El Paso Health - El Paso	7,161	70.14	76.13	101.52	1.05	0.75
Superior - El Paso	3,049	29.86	60.46	84.81	0.88	0.71
Harris	73,200	100.00	111.92	92.07	1.00	1.22
Amerigroup - Harris	7,308	9.98	87.89	78.14	0.85	1.12
CHC - Harris	19,234	26.28	95.84	81.53	0.89	1.18
Molina - Harris	755	1.03	83.49	68.76	0.75	1.21
TCHP - Harris	40,678	55.57	127.99	100.84	1.10	1.27
United - Harris	5,225	7.14	81.47	84.19	0.91	0.97
Jefferson	5,749	100.00	113.49	106.85	1.00	1.06
Amerigroup - Jefferson	305	5.31	49.59	75.19	0.70	0.66
CHC - Jefferson	1,260	21.92	77.56	89.60	0.84	0.87
Molina - Jefferson	162	2.82	99.98	137.49	1.29	0.73
TCHP - Jefferson	2,590	45.05	124.58	106.99	1.00	1.16
United - Jefferson	1,432	24.91	139.01	124.77	1.17	1.11
Lubbock	6,887	100.00	77.95	97.92	1.00	0.80
Firstcare - Lubbock	3,547	51.50	85.89	98.76	1.01	0.87
Superior - Lubbock	3,340	48.50	69.45	97.01	0.99	0.72
Nueces	6,158	100.00	113.67	113.09	1.00	1.01
United - Nueces	307	4.99	77.23	88.04	0.78	0.88
Driscoll - Nueces	4,872	79.12	119.10	111.47	0.99	1.07
Superior - Nueces	979	15.90	97.25	129.27	1.14	0.75
RSA	60,954	100.00	81.94	97.44	1.00	0.84
Molina - RSA	16,891	27.71	76.69	92.45	0.95	0.83
Superior - RSA	44,063	72.29	84.03	99.43	1.02	0.85
Tarrant	32,808	100.00	93.46	96.84	1.00	0.97
Aetna - Tarrant	4,296	13.09	60.80	77.27	0.80	0.79
Amerigroup - Tarrant	12,878	39.25	103.82	93.60	0.97	1.11
Cook - Tarrant	15,634	47.65	93.86	104.79	1.08	0.90
Travis	18,158	100.00	90.72	97.81	1.00	0.93
BCBS - Travis	4,058	22.35	88.25	88.44	0.90	1.00
DCHP - Travis	5,153	28.38	101.37	114.55	1.17	0.88
Sendero - Travis	1,334	7.35	74.88	73.60	0.75	1.02
Superior - Travis	7,613	41.93	87.30	95.23	0.97	0.92

Note: CDPS results are based on information in enrollment and encounter datasets. CDPS results were obtained for those enrollees who had been in the program for at least 1 months (age<1) and for those who had been in the program for at least 6 months (age≥1) (permitting one month lapse in enrollment within the 6 months period).

TEXAS CHIP						
SDA/Health Plan	Number of Enrollees	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS						
Age 15-18	117,905	100.00	118.63	118.63	1.00	1.00
Bexar	9,855	100.00	99.05	113.49	1.00	0.87
Aetna - Bexar	1,014	10.29	135.74	127.85	1.13	1.06
Amerigroup - Bexar	286	2.90	36.29	74.50	0.66	0.49
CFHP - Bexar	5,933	60.20	101.92	116.45	1.03	0.88
Superior - Bexar	2,622	26.61	84.96	105.29	0.93	0.81
Dallas	18,328	100.00	124.65	115.65	1.00	1.08
Amerigroup - Dallas	10,559	57.61	130.16	115.25	1.00	1.13
Molina - Dallas	892	4.87	108.75	85.66	0.74	1.27
Parkland - Dallas	6,877	37.52	118.23	120.05	1.04	0.98
El Paso	5,160	100.00	79.43	119.02	1.00	0.67
El Paso Health - El Paso	3,561	69.01	76.44	117.73	0.99	0.65
Superior - El Paso	1,599	30.99	86.38	122.01	1.03	0.71
Harris	30,371	100.00	143.81	114.24	1.00	1.26
Amerigroup - Harris	3,395	11.18	118.00	102.02	0.89	1.16
CHC - Harris	7,536	24.81	116.53	102.28	0.90	1.14
Molina - Harris	443	1.46	68.30	77.54	0.68	0.88
TCHP - Harris	16,118	53.07	169.05	125.54	1.10	1.35
United - Harris	2,879	9.48	112.69	100.89	0.88	1.12
Jefferson	2,320	100.00	172.40	138.01	1.00	1.25
Amerigroup - Jefferson	107	4.61	72.73	101.35	0.73	0.72
CHC - Jefferson	458	19.74	282.04	220.92	1.60	1.28
Molina - Jefferson	67	2.89	69.33	68.28	0.49	1.02
TCHP - Jefferson	965	41.59	185.69	135.22	0.98	1.37
United - Jefferson	723	31.16	112.28	103.26	0.75	1.09
Lubbock	2,637	100.00	88.22	138.39	1.00	0.64
Firstcare - Lubbock	1,360	51.57	100.87	157.56	1.14	0.64
Superior - Lubbock	1,277	48.43	74.83	118.08	0.85	0.63
Nueces	2,797	100.00	147.18	135.26	1.00	1.09
United - Nueces	163	5.83	107.01	96.05	0.71	1.11
Driscoll - Nueces	2,193	78.41	141.03	134.28	0.99	1.05
Superior - Nueces	441	15.77	191.89	153.78	1.14	1.25
RSA	27,131	100.00	105.04	124.97	1.00	0.84
Molina - RSA	8,301	30.60	104.15	115.31	0.92	0.90
Superior - RSA	18,830	69.40	105.44	129.36	1.04	0.82
Tarrant	12,491	100.00	112.45	122.20	1.00	0.92
Aetna - Tarrant	1,782	14.27	91.84	98.47	0.81	0.93
Amerigroup - Tarrant	4,699	37.62	98.80	121.21	0.99	0.82
Cook - Tarrant	6,010	48.11	128.89	129.81	1.06	0.99
Travis	6,815	100.00	95.60	100.39	1.00	0.95
BCBS - Travis	1,525	22.38	109.70	95.49	0.95	1.15
DCHP - Travis	2,144	31.46	98.23	98.52	0.98	1.00
Sendero - Travis	437	6.41	80.68	95.36	0.95	0.85
Superior - Travis	2,709	39.75	87.72	105.52	1.05	0.83

Note: CDPS results are based on information in enrollment and encounter datasets. CDPS results were obtained for those enrollees who had been in the program for at least 1 months (age<1) and for those who had been in the program for at least 6 months (age≥1) (permitting one month lapse in enrollment within the 6 months period).

TEXAS CHIP						
SDA/Health Plan	Number of Enrollees	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS						
Perinatal <= 198% FPL	54,507	100.00	400.23	400.23	1.00	1.00
Bexar	2,490	100.00	336.28	385.33	1.00	0.87
Aetna - Bexar	258	10.36	276.71	343.29	0.89	0.81
Amerigroup - Bexar	186	7.47	257.78	332.27	0.86	0.78
CFHP - Bexar	951	38.19	346.47	389.71	1.01	0.89
Superior - Bexar	1,095	43.98	354.50	400.30	1.04	0.89
Dallas	10,684	100.00	357.45	415.19	1.00	0.86
Amerigroup - Dallas	3,355	31.40	279.96	409.97	0.99	0.68
Molina - Dallas	1,845	17.27	250.19	373.08	0.90	0.67
Parkland - Dallas	5,484	51.33	441.31	432.71	1.04	1.02
El Paso	1,156	100.00	301.74	380.46	1.00	0.79
El Paso Health - El Paso	720	62.28	318.07	381.03	1.00	0.83
Superior - El Paso	436	37.72	275.13	379.53	1.00	0.72
Harris	18,508	100.00	462.30	398.39	1.00	1.16
Amerigroup - Harris	2,315	12.51	372.81	379.82	0.95	0.98
CHC - Harris	7,050	38.09	521.54	406.74	1.02	1.28
Molina - Harris	1,130	6.11	414.67	345.80	0.87	1.20
TCHP - Harris	5,993	32.38	438.20	405.98	1.02	1.08
United - Harris	2,020	10.91	457.84	397.62	1.00	1.15
Jefferson	762	100.00	483.71	392.57	1.00	1.23
Amerigroup - Jefferson	88	11.55	400.70	434.93	1.11	0.92
CHC - Jefferson	202	26.51	522.62	382.89	0.98	1.36
Molina - Jefferson	41	5.38	547.80	357.75	0.91	1.53
TCHP - Jefferson	282	37.01	457.98	392.04	1.00	1.17
United - Jefferson	149	19.55	511.67	391.04	1.00	1.31
Lubbock	634	100.00	347.38	398.94	1.00	0.87
Firstcare - Lubbock	283	44.64	381.24	416.77	1.04	0.91
Superior - Lubbock	351	55.36	320.56	384.80	0.96	0.83
Nueces	382	100.00	398.46	375.47	1.00	1.06
United - Nueces	48	12.57	282.63	334.93	0.89	0.84
Driscoll - Nueces	232	60.73	425.40	387.66	1.03	1.10
Superior - Nueces	102	26.70	390.66	366.55	0.98	1.07
RSA	10,969	100.00	359.55	391.94	1.00	0.92
Molina - RSA	3,405	31.04	383.14	378.33	0.97	1.01
Superior - RSA	7,564	68.96	348.92	398.07	1.02	0.88
Tarrant	5,412	100.00	354.26	415.01	1.00	0.85
Aetna - Tarrant	1,066	19.70	327.04	401.19	0.97	0.82
Amerigroup - Tarrant	2,520	46.56	366.82	428.39	1.03	0.86
Cook - Tarrant	1,826	33.74	352.78	404.57	0.97	0.87
Travis	3,510	100.00	471.00	389.29	1.00	1.21
BCBS - Travis	1,190	33.90	521.95	398.51	1.02	1.31
DCHP - Travis	493	14.05	433.71	384.86	0.99	1.13
Sendero - Travis	572	16.30	422.88	386.95	0.99	1.09
Superior - Travis	1,255	35.75	458.17	383.14	0.98	1.20

Note: CDPS results are based on information in enrollment and encounter datasets. CDPS results were obtained for those enrollees who had been in the program for at least 1 months (age<1) and for those who had been in the program for at least 6 months (age≥1) (permitting one month lapse in enrollment within the 6 months period).

FY2019 CHIP Rating Summary
Adjusted Acuity Scores

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborn 198%-202%	Perinate >=198%	Perinate 198%-202%
Raw Unadjusted Acuity Scores (1)							
Aetna - Bexar	1.000	1.046	0.890	1.127	1.000	0.891	1.000
Amerigroup - Bexar	1.000	0.694	1.019	0.656	1.000	0.862	1.000
CFHP - Bexar	1.000	1.004	1.037	1.026	1.000	1.011	1.000
Superior - Bexar	1.000	1.013	0.959	0.928	1.000	1.039	1.000
Amerigroup - Dallas	1.000	0.967	1.032	0.997	1.000	0.987	1.000
Molina - Dallas	1.000	0.744	0.895	0.741	1.000	0.899	1.000
Parkland - Dallas	1.000	1.078	0.965	1.038	1.000	1.042	1.000
El Paso Health - El Paso	1.000	1.064	1.050	0.989	1.000	1.001	1.000
Superior - El Paso	1.000	0.827	0.877	1.025	1.000	0.998	1.000
Amerigroup - Harris	1.000	0.952	0.849	0.893	1.000	0.953	1.000
CHC - Harris	1.000	0.937	0.886	0.895	1.000	1.021	1.000
Molina - Harris	1.000	0.658	0.747	0.679	1.000	0.868	1.000
TCHP - Harris	1.000	1.061	1.095	1.099	1.000	1.019	1.000
United - Harris	1.000	0.870	0.914	0.883	1.000	0.998	1.000
Amerigroup - Jefferson	1.000	1.408	0.704	0.734	1.000	1.108	1.000
CHC - Jefferson	1.000	0.834	0.839	1.601	1.000	0.975	1.000
Molina - Jefferson	1.000	0.993	1.287	0.495	1.000	0.911	1.000
TCHP - Jefferson	1.000	1.040	1.001	0.980	1.000	0.999	1.000
United - Jefferson	1.000	1.018	1.168	0.748	1.000	0.996	1.000
Firstcare - Lubbock	1.000	1.038	1.009	1.139	1.000	1.045	1.000
Superior - Lubbock	1.000	0.950	0.991	0.853	1.000	0.965	1.000
United - Nueces	1.000	0.873	0.778	0.710	1.000	0.892	1.000
Driscoll - Nueces	1.000	1.029	0.986	0.993	1.000	1.032	1.000
Superior - Nueces	1.000	0.877	1.143	1.137	1.000	0.976	1.000
Aetna - Tarrant	1.000	0.870	0.798	0.806	1.000	0.967	1.000
Amerigroup - Tarrant	1.000	0.889	0.967	0.992	1.000	1.032	1.000
Cook - Tarrant	1.000	1.146	1.082	1.062	1.000	0.975	1.000
BCBS - Travis (4)	1.000	0.936	0.883	0.951	1.000	1.016	1.000
DCHP - Travis (4)	1.000	0.984	1.124	0.979	1.000	0.991	1.000
Superior - Travis (4)	1.000	1.052	0.959	1.045	1.000	0.986	1.000
Molina - RSA	1.000	0.897	0.949	0.923	1.000	0.965	1.000
Superior - RSA	1.000	1.035	1.020	1.035	1.000	1.016	1.000

FY2019 CHIP Rating Summary
Adjusted Acuity Scores

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborn 198%-202%	Perinate >=198%	Perinate 198%-202%
Budget Neutrality Adjustment Factor (2)							
Aetna - Bexar	1.000	1.000	1.002	1.006	1.000	1.016	1.000
Amerigroup - Bexar	1.000	1.000	1.002	1.006	1.000	1.016	1.000
CFHP - Bexar	1.000	1.000	1.002	1.006	1.000	1.016	1.000
Superior - Bexar	1.000	1.000	1.002	1.006	1.000	1.016	1.000
Amerigroup - Dallas	1.000	1.002	1.000	1.001	1.000	1.009	1.000
Molina - Dallas	1.000	1.002	1.000	1.001	1.000	1.009	1.000
Parkland - Dallas	1.000	1.002	1.000	1.001	1.000	1.009	1.000
El Paso Health - El Paso	1.000	1.009	1.005	0.999	1.000	1.000	1.000
Superior - El Paso	1.000	1.009	1.005	0.999	1.000	1.000	1.000
Amerigroup - Harris	1.000	1.002	1.001	1.000	1.000	1.007	1.000
CHC - Harris	1.000	1.002	1.001	1.000	1.000	1.007	1.000
Molina - Harris	1.000	1.002	1.001	1.000	1.000	1.007	1.000
TCHP - Harris	1.000	1.002	1.001	1.000	1.000	1.007	1.000
United - Harris	1.000	1.002	1.001	1.000	1.000	1.007	1.000
Amerigroup - Jefferson	1.000	1.001	0.998	0.979	1.000	1.004	1.000
CHC - Jefferson	1.000	1.001	0.998	0.979	1.000	1.004	1.000
Molina - Jefferson	1.000	1.001	0.998	0.979	1.000	1.004	1.000
TCHP - Jefferson	1.000	1.001	0.998	0.979	1.000	1.004	1.000
United - Jefferson	1.000	1.001	0.998	0.979	1.000	1.004	1.000
Firstcare - Lubbock	1.000	1.002	1.000	0.997	1.000	1.005	1.000
Superior - Lubbock	1.000	1.002	1.000	0.997	1.000	1.005	1.000
United - Nueces	1.000	0.995	0.993	0.994	1.000	0.992	1.000
Driscoll - Nueces	1.000	0.995	0.993	0.994	1.000	0.992	1.000
Superior - Nueces	1.000	0.995	0.993	0.994	1.000	0.992	1.000
Aetna - Tarrant	1.000	0.996	1.002	1.000	1.000	1.003	1.000
Amerigroup - Tarrant	1.000	0.996	1.002	1.000	1.000	1.003	1.000
Cook - Tarrant	1.000	0.996	1.002	1.000	1.000	1.003	1.000
BCBS - Travis (4)	1.000	0.999	1.011	0.997	1.000	1.003	1.000
DCHP - Travis (4)	1.000	0.999	1.011	0.997	1.000	1.003	1.000
Superior - Travis (4)	1.000	0.999	1.011	0.997	1.000	1.003	1.000
Molina - RSA	1.000	0.996	0.997	0.995	1.000	1.002	1.000
Superior - RSA	1.000	0.996	0.997	0.995	1.000	1.002	1.000

FY2019 CHIP Rating Summary
Adjusted Acuity Scores

Health Plan	Under Age 1	Ages 1-5	Ages 6-14	Ages 15-18	Newborn 198%-202%	Perinate >=198%	Perinate 198%-202%
Budget Neutral Acuity Scores (3)							
Aetna - Bexar	1.000	1.046	0.891	1.133	1.000	0.906	1.000
Amerigroup - Bexar	1.000	0.694	1.021	0.660	1.000	0.876	1.000
CFHP - Bexar	1.000	1.003	1.039	1.032	1.000	1.028	1.000
Superior - Bexar	1.000	1.012	0.960	0.933	1.000	1.056	1.000
Amerigroup - Dallas	1.000	0.968	1.032	0.998	1.000	0.996	1.000
Molina - Dallas	1.000	0.745	0.895	0.742	1.000	0.907	1.000
Parkland - Dallas	1.000	1.079	0.965	1.039	1.000	1.052	1.000
El Paso Health - El Paso	1.000	1.073	1.056	0.988	1.000	1.001	1.000
Superior - El Paso	1.000	0.835	0.882	1.024	1.000	0.997	1.000
Amerigroup - Harris	1.000	0.954	0.850	0.893	1.000	0.961	1.000
CHC - Harris	1.000	0.938	0.887	0.895	1.000	1.029	1.000
Molina - Harris	1.000	0.660	0.748	0.679	1.000	0.874	1.000
TCHP - Harris	1.000	1.062	1.096	1.099	1.000	1.027	1.000
United - Harris	1.000	0.871	0.916	0.883	1.000	1.006	1.000
Amerigroup - Jefferson	1.000	1.410	0.702	0.719	1.000	1.113	1.000
CHC - Jefferson	1.000	0.835	0.837	1.567	1.000	0.979	1.000
Molina - Jefferson	1.000	0.995	1.285	0.484	1.000	0.915	1.000
TCHP - Jefferson	1.000	1.041	1.000	0.959	1.000	1.003	1.000
United - Jefferson	1.000	1.019	1.166	0.732	1.000	1.000	1.000
Firstcare - Lubbock	1.000	1.039	1.009	1.135	1.000	1.050	1.000
Superior - Lubbock	1.000	0.951	0.991	0.851	1.000	0.969	1.000
United - Nueces	1.000	0.868	0.773	0.706	1.000	0.884	1.000
Driscoll - Nueces	1.000	1.024	0.979	0.987	1.000	1.024	1.000
Superior - Nueces	1.000	0.873	1.135	1.130	1.000	0.968	1.000
Aetna - Tarrant	1.000	0.867	0.800	0.806	1.000	0.969	1.000
Amerigroup - Tarrant	1.000	0.885	0.969	0.992	1.000	1.035	1.000
Cook - Tarrant	1.000	1.142	1.084	1.062	1.000	0.977	1.000
BCBS - Travis (4)	1.000	0.935	0.892	0.949	1.000	1.019	1.000
DCHP - Travis (4)	1.000	0.983	1.137	0.976	1.000	0.994	1.000
Superior - Travis (4)	1.000	1.051	0.969	1.042	1.000	0.989	1.000
Molina - RSA	1.000	0.893	0.946	0.918	1.000	0.967	1.000
Superior - RSA	1.000	1.031	1.018	1.030	1.000	1.017	1.000

Footnotes:

- (1) Raw acuity scores as developed by ICHP. Equals the case mix factors from Exhibits A-D.
- (2) Budget neutral adjustment applied uniformly within each service area to ensure acuity adjustment is budget neutral in total.
- (3) Adjusted acuity scores applied to FY2019 Community Rates.
- (4) Sendero exited program effective 5/1/2018. Acuity scores for remaining plans in the Travis SDA were adjusted assuming equal distribution of Sendero membership.

Attachment 7

Delivery Supplemental Payment

The rate setting methodology includes a risk adjustment technique designed to provide uniform treatment of the health plans for costs related to maternity services. In order to recognize the potential inequity that might arise between health plans with respect to the proportion of maternity cases, HHSC reimburses each plan \$3,100 for each birth.

Attachment 8

Pay for Quality Program

The Pay-for-Quality (P4Q) Program creates incentives and disincentives for managed care organizations based on their performance on certain quality measures. Health plans that excel on meeting the measures are eligible for a bonus while health plans that don't meet their measures are subject to a penalty.

The table below provides a description of the at risk and bonus measures for the 2018 calendar year.

<i>At-Risk Measures</i>			
Source	Measure	Description	Data Period
3M	Potentially Preventable Emergency Room Visits (PPVs)	Hospital emergency room or freestanding emergency medical care facility treatment provided for a condition that could be provided in a nonemergency setting	Jan. 1 - Dec. 31 Measurement Year
HEDIS	Weight Assessment and Counseling for Nutrition and Physical Activity for Children and Adolescents (WCC)*	The percentage of members 3–17 years of age who had an outpatient visit with a PCP or OB/GYN and who had evidence of the following: <ul style="list-style-type: none"> • Counseling for nutrition. • Counseling for physical activity. 	Jan. 1 - Dec. 31 Measurement Year
HEDIS	Appropriate Treatment for Children with Upper Respiratory Infection (URI)	Percentage of children 3 months - 18 years of age who were diagnosed with upper respiratory infection and were not dispensed an antibiotic prescription on or three days after the episode	July 1, prior year - June 30, Measurement Year
HEDIS	Adolescent Well Care (AWC)*	The percentage of enrolled members 12–21 years of age who had at least one comprehensive well-care visit with a PCP or OB/GYN	Jan. 1 - Dec. 31 Measurement Year
<i>Bonus Pool Measures</i>			
Source	Measure	Description	Data Period
CAHPS	Children with Good Access to Urgent Care	Percent of caregivers who, when surveyed, responded their child always received urgent care for illness, injury or condition as soon as needed	Surveys conducted between Jan. 1 - Dec. 31 Measurement Year
CAHPS	Caregivers Rating their Child's MCO a 9 or 10	Percent of caregivers who rated their child's MCO a 9 or 10 (on a scale of 0-10) when surveyed	Surveys conducted between Jan. 1 - Dec. 31 Measurement Year
HEDIS	Childhood Immunization	The percentage of children 2 years	Jan. 1, two years

	Status (CIS) Combination 10*	of age who had all immunizations as recommended by the Center for Disease Control and Prevention	prior - Dec. 31 Measurement Year
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The medical P4Q program assesses MCOs based on three categories:

- Performance Against Benchmarks
- Performance Against Self (comparison of an MCO's performance to their prior year performance)
- Bonus pool measures

The performance against self and performance against benchmarks measures are the at-risk components of the program: MCOs can lose money based on their performance on these measures. Utilizing both the performance against self and performance against benchmarks rewards high performing MCOs while still incentivizing improvement regardless of current level of performance. The total percent capitation earned/lost for each at-risk measure in a program is added to determine the total capitation earned/lost for each MCO across all at-risk measures for that program.

The bonus pool measures provide an additional way for MCOs to earn rewards, without the risk of losing money. Bonus pool measures encourage improvement in new areas with no financial risk to the health MCOs.

Three percent of the MCOs' capitation is at-risk. The MCO's at-risk capitation is distributed equally across the at-risk measures. Some HEDIS quality measures have submeasures. The capitation at-risk for that measure will be divided evenly across the submeasures.

The maximum bonus or penalty in the P4Q program is 3.0%; however the typical results are far below these limits.

Historically the impact of the P4Q program on total premium has been immaterial. HHSC performed simulations on the FY2014 and FY2015 managed care data and the average impact by MCO was less 0.1%. As a result, we do not believe the P4Q program has a material impact on the premium rate development.

Attachment 9

FY2019 CHIP Rate Certification Index

The index below includes the pages of this report that correspond to the applicable sections of the 2018-2019 Medicaid Managed Care Rate Development Guide, dated May 2018.

Section I. Medicaid Managed Care Rates

1. General Information

A. Rate Development Standards

- i. Rates are for the period September 1, 2018 through August 31, 2019 (FY2019).
- ii.
 - (a) The certification letter is on page 14 of the report.
 - (b) The final capitation rates are shown on pages 11-12 of the report.
 - (c)
 - (i) See pages 1 through 6 of the report.
 - (ii) See page 1 through 6 of the report.
 - (iii) See page 1 through 6 of the report.
 - (iv) Not applicable.
 - (v) See Attachment 8 pages 116 through 117 of the report.
 - (vi) Acknowledged.
- iii. Acknowledged.
- iv. Acknowledged.
- v. Acknowledged.
- vi. Acknowledged.
- vii. Acknowledged.
- viii. Acknowledged.

B. Appropriate Documentation

- i. Acknowledged.
- ii. Acknowledged.

- iii. Acknowledged.
- iv. See Attachment 1 pages 16 through 26 of the report.

2. Data

A. Rate Development Standards

- i. (a) Acknowledged.
- (b) Acknowledged.
- (c) Acknowledged.
- (d) Not applicable.

B. Appropriate Documentation

- i. (a) See pages 1 through 3 of the report.
- ii. (a) See pages 1 through 3 of the report.
- (b) See pages 1 through 3 of the report.
- (c) See pages 1 through 3 of the report.
- (d) Not applicable.
- iii. (a) Base period data is fully credible.
- (b) See page 4 of the report.
- (c) No errors found in the data.
- (d) See pages 7 through 8 of the report.
- (e) See page 5 of the report.

3. Projected benefit Costs and Trends

A. Rate Development Standards

- i. Acknowledged.
- ii. Acknowledged.
- iii. Acknowledged.

- iv. Acknowledged.
 - v. Not applicable.
 - vi. Not applicable.
- B. Appropriate Documentation
- i. See pages 11 through 12 and Attachment 1 pages 16 through 26 of the report.
 - ii. See Attachment 3 pages 35 through 80 of the report. There have been no significant changes in the development of the benefit cost since the last certification.
 - iii.
 - (a) See Attachment 4 pages 81 through 86 of the report.
 - (b) See Attachment 4 pages 81 through 86 of the report.
 - (c) See Attachment 4 pages 81 through 86 of the report.
 - (d) See Attachment 4 pages 81 through 86 of the report.
 - (e) Not applicable.
 - iv. Not applicable.
 - v. Not applicable.
 - vi.
 - (a) Restorative enrollment can occur when an individual is deemed to have been CHIP eligible during a prior period. If the individual was eligible for and enrolled in CHIP managed care during the prior period, then the individual is retrospectively enrolled in the same managed care plan as their prior enrollment segment. The managed care plan is then retrospectively responsible for all CHIP expenses incurred during this retrospective period and is also paid a retrospective premium for this time period.
 - (b) All claims paid during retroactive enrollment periods are included in the base period data used to develop the FY2019 premium rate.
 - (c) All enrollment data during retroactive enrollment periods are included in the base period data used to develop the FY2019 premium rate.
 - (d) No adjustments are necessary to account for retroactive enrollment periods because the enrollment criteria has not changed from the base period to the rating period. All retroactive enrollment and claims information has been

included in the base period data, the trend calculations and all other adjustment factors.

vii. See Attachment 5 pages 87 through 106 of the report.

viii. See Attachment 5 pages 87 through 106 of the report.

4. Special Contract Provisions Related to Payment

A. Incentive Arrangements

i. Rate Development Standards

Acknowledged.

ii. Appropriate Documentation

(a) See Attachment 8 pages 116 through 117 of the report.

B. Withhold Arrangements

i. Rate Development Standards

Acknowledged.

ii. Appropriate Documentation

(a) See Attachment 8 pages 116 through 117 of the report.

C. Risk-Sharing Arrangements

i. Rate Development Standards

Not applicable.

ii. Appropriate Documentation

HHSC includes an experience rebate provision in its uniform managed care contracts which requires the MCOs to return a portion of net income before taxes if greater than the specified percentages. The net income is measured by the financial statistical reports (FSRs) submitted by the MCOs and audited by an external auditor. Net income is aggregated across all programs and service delivery areas. The aggregated net income is shared as follows:

Pre-tax Income as a	MCO	HHSC
% of Revenues	Share	Share

≤ 3%	100%	0%
> 3% and ≤ 5%	80%	20%
> 5% and ≤ 7%	60%	40%
> 7% and ≤ 9%	40%	60%
> 9% and ≤ 12%	20%	80%
> 12%	0%	100%

D. Delivery System and Provider Payment Initiatives

i. Rate Development Standards

Acknowledged.

ii. Appropriate Documentation

(a) Not applicable.

E. Pass-Through Payments

i. Rate Development Standards

Acknowledged.

ii. Appropriate Documentation

(a) Not applicable.

5. Projected Non-Benefit Costs

A. Rate Development Standards

i. Acknowledged.

ii. Acknowledged.

iii. Acknowledged.

iv. Acknowledged.

v. Acknowledged.

B. Appropriate Documentation

i. See page 9 of the report.

ii. See page 9 of the report.

iii. See page 9 of the report.

6. Risk Adjustment and Acuity Adjustments

A. Rate Development Standards

i. Acknowledged.

ii. Acknowledged.

iii. Acknowledged.

B. Appropriate Documentation

i. See Attachment 6 pages 107 through 114 of the report.

ii. Not applicable, risk adjustment is only applied on a prospective basis.

iii. No material changes have been made to the risk adjustment model other than annual updates of the data since the last rating period.

iv. Risk adjustment has been applied in a budget neutral manner in accordance with 42 CFR 438.5(g).