

**STATE OF TEXAS
MEDICAID MANAGED CARE
STAR PROGRAM RATE SETTING
STATE FISCAL YEAR 2009**

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 2009 (FY2009, September 1, 2008 through August 31, 2009) premium rates for HMOs participating in the Texas Medicaid STAR program. 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 20 years. We have participated in the state's managed care rating process since its inception in 1993. This year, as in previous years, we have worked closely with HHSC in developing the FY2009 HMO premium rates.

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

- Monthly enrollment by risk group for each health plan. This includes historical enrollment since September 2004 and a projection of future enrollment through August 2009. These projections were prepared by HHSC System Forecasting staff.
- Claim lag reports by risk group for each health plan for the period September 2004 through March 2008. These reports include monthly paid claims by month of service.
- Financial Statistical Reports (FSR) for each participating HMO for FY2006, FY2007 and the first six months of FY2008. The FSR contains detailed information regarding monthly enrollment, revenue, incurred claims and administrative expenses, as reported by the HMO.
- Reports from the EQRO summarizing their analysis of the HMO's encounter claims data.
- Reports from the health plans providing information on high volume claimants during the experience period.
- Current (FY2008) premium rates and Delivery Supplemental Payment rates by risk group for each HMO.
- The number of maternity deliveries by HMO and risk group for the period September 2004 through March 2008.
- Information from both HHSC and the HMOs regarding recent changes in covered services and provider reimbursement under the Medicaid program.
- Information from the HMOs regarding current and projected payment rates for certain capitated services, such as mental health and vision.
- Information regarding FY2007 third party reimbursement from each of the HMOs.
- FY2007 acuity risk adjustment analysis provided by the EQRO for each participating health plan.
- Information from the HMOs regarding current and projected reinsurance premium rates.
- Historical enrollment and claims experience data for the Medicaid Primary Care Case Management (PCCM) plan.

- Information provided by HHSC regarding FY2007 health plan claims cost by type of service for certain services. This information was obtained from the encounter database.
- Information provided by HHSC regarding proposed FY2009 Medicaid provider reimbursement rates.
- Information provided by HHSC regarding preliminary FY2009 Medicaid diagnosis-related group (DRG) standard dollar amounts and relative weights.

Although the above data was reviewed for reasonableness, Rudd and Wisdom did not audit the data.

II. Overview of the Rate Setting Methodology

The actuarial model used to derive the FY2009 STAR HMO premium rates relies primarily on health plan financial experience. The historical claims experience for each HMO and PCCM (by area) was analyzed and estimates for the base period (FY2007) were developed. These estimates were then projected forward to FY2009 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 FY2009 cost under the health plan. These projected total cost rates were determined separately for each risk group for each health plan. The results of this analysis were then combined for all HMOs and PCCM in a service area in order to develop a set of community rates for each service area.

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

- Bexar County Service Area (San Antonio)
- Dallas County Service Area (Dallas)
- El Paso County Service Area (El Paso)
- Harris County Service Area (Houston)
- Lubbock County Service Area (Lubbock)
- Nueces County Service Area (Corpus Christi)
- Tarrant County Service Area (Fort Worth)
- Travis County Service Area (Austin)

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

- TANF Children Over Age One Year
- TANF Children Under Age One Year
- TANF Adults
- Pregnant Women
- Newborns
- Expansion Children Over Age One Year
- Expansion Children Under Age One Year
- Federal Mandate Children

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 (except in the Dallas service area)
- EPSDT Medical Services
- Family Planning and Genetics Services
- Comprehensive Care Program Services
- Vision Services
- Hearing Services
- Home Health Services

- Emergency Room Services
- Ambulance Services

Services specifically excluded from the analysis include:

- Prescription Drugs
- Dental and Orthodontia Services

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 HMOs, (ii) the claim amounts reported in the FSRs and (iii) the claim amounts in the encounter data files as provided by the EQRO. There was satisfactory consistency between the three claims data sources for each of the health plans.

We projected the FY2009 cost for each individual HMO by estimating their base period (FY2007) average claims cost and then applying trend and other adjustment factors. (These adjustment factors are described in Section III.) We added capitation expenses for services capitated by the HMO (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 HMO. This type of analysis was conducted for each health plan.

Beginning December 1, 2006, the PCCM plan was eliminated as an option in the managed care service areas and those clients enrolled in PCCM were moved to the HMOs. In order to recognize this change in the risk characteristics of the HMO populations, PCCM experience data was included in our rating analysis. Estimated FY2007 PCCM claims experience was projected to FY2009 using the same methodology and trends as those used to project HMO experience. A managed care efficiency factor was applied to adjust the PCCM claims to an assumed HMO level. More information about this managed care efficiency factor is presented in Section III. The resulting projected PCCM claims were used to develop the FY2009 incurred claims assumption for use in the community rates.

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 adjustments were made if deemed appropriate.

HHSC utilizes a community rating methodology in setting the STAR base premium rates. The base rates vary by service area and risk group but are the same for each HMO in a service area. The community rates are developed by a weighted average of the projected FY2009 cost for each health plan in the service area. The weights used in this formula are the projected FY2009 number of clients enrolled in each health plan by risk group. Attachment 3 presents the summary community rating exhibit for each service area along with a description of the analysis.

The projected FY2009 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 HMO. 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 rates that are actually paid to the HMO. The amount paid for maternity expenses is called the Delivery Supplemental Payment. More information on this adjustment is provided in Section III below under Risk Adjustment and in Attachment 10.

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 11. The final FY2009 premium rates were defined as the maximum of (a) community rates without acuity risk adjustment and (b) community rates with acuity risk adjustment.

III. Adjustment Factors

This section contains a description of the adjustment factors used in the FY2009 STAR rate setting process.

Trend Factors

The rating methodology uses assumed trend factors to adjust the base period claims cost to the projection period. The cost trend factors used in this analysis are a combination of utilization and inflation components. The projected trend rate assumptions were developed by the actuary based on an analysis of recent experience under the various HMO plans. A single trend assumption applied to all service areas but varies by risk group and projection year (FY2008 and FY2009).

The trend analysis included a review of HMO and PCCM claims experience data through March 31, 2008. Based on this information, estimates of monthly incurred claims were made through January 2008. The claims cost and trend experience was 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.

The FY2008 trend assumptions by risk group were developed using the weighted average HMO and PCCM (combined) trend for the period September 1, 2007 through January 31, 2008 (the first five months of FY2008). The FY2009 trend assumptions were developed based on an average of the HMO and PCCM experience trends for the most recent three years (FY2006 through FY2008).

Attachment 4 is a summary of the cost trend analysis. The chart below presents the assumed annual trend rates for FY2008 and FY2009.

	<u>FY2008</u>	<u>FY2009</u>
TANF Children Over Age 1	11.7 %	6.3 %
TANF Children Under Age 1	11.7 %	6.3 %
TANF Adults	11.3 %	11.4 %
Pregnant Women	3.6 %	5.4 %
Newborns	6.2 %	6.3 %
Expansion Children Over Age 1	2.8 %	6.0 %
Expansion Children Under Age 1	2.8 %	6.0 %
Federal Mandate Children	0.7 %	5.6 %

Managed Care Efficiency Factor

A major change to STAR during FY2007 was the elimination of PCCM in the managed care service areas beginning December 1, 2006, and the movement of those clients to HMOs. We have considered this in our analysis by including the actual PCCM claims experience in our rating model. In each service area where PCCM previously served TANF-related clients, we used FY2007 PCCM claims experience in deriving the FY2009 community rates.

The basic premise regarding the future cost of current PCCM clients is that their FY2009 gross cost under the HMO model (including administrative expenses and risk margin) will be the same as the projected FY2009 gross cost under the PCCM model. Since administrative expenses and risk margin are significantly higher under the HMO model, in order for the gross cost to be the same as the PCCM it is necessary for the medical claims cost to be lower than that under the PCCM. We prepared an analysis which considered all of the cost factors (including PCCM case management fees and TMHP costs) and concluded that the managed care efficiency under the HMO model would need to be 10.2%, relative to the PCCM, in order for the gross cost of the two models to be equal. Therefore, we have applied a 10.2% managed care efficiency (or claims adjustment factor) to the FY2007 PCCM claims experience. Our analysis is presented in Attachment 12.

Provider Reimbursement Adjustments

As a component of the Frew lawsuit settlement, the Texas Medicaid program implemented significant changes in provider reimbursement effective September 1, 2007. Professional provider reimbursement increased an average of 26% for children (clients under age 21) and 16% for adults (clients over age 20). HHSC required STAR health plans to pass on this level of reimbursement increases to their participating providers and, as a result, these reimbursement increases have been considered in the rating analysis.

In developing the Frew adjustment factors, we used FY2007 health plan encounter data. To this claims experience we applied the proposed FY2009 Medicaid provider reimbursement schedule. The additional cost due to the increased reimbursement rates was then divided by total FY2007 claims (from the encounter data) to yield the overall claims adjustment factor.

It is anticipated that provisions of the Frew settlement will result in increased utilization of certain services under STAR. We have assumed that there will be a 33% increase in the utilization of EPSDT services and a 5% increase in the utilization of medical (type of service 1) services for clients under age 21. The utilization adjustment factors were derived in a similar manner as that described above for the fee increase. Attachment 5 presents a summary of the derivation of the adjustment factors related to the Frew lawsuit settlement.

In addition to those resulting from the Frew settlement, there were several other significant revisions to the Medicaid fee schedule. Reimbursement increases were provided for the following services: rural health clinics, ambulance services, ambulatory surgical centers, State-owned teaching hospitals, physician administered drugs, therapy services (physical, occupational and speech) provided through home health agencies, sonograms and dental home and dental varnish services.

The rating adjustments for these provider reimbursement changes were calculated in a manner similar to those for the Frew settlement, described above. The reimbursement change was applied to actual FY2007 health plan encounter data and the resulting impact determined. Attachment 5 and 6 presents a summary of the derivation of these adjustment factors.

The 2.5% reduction in reimbursement rates to professional, outpatient facility and certain other providers implemented in FY2004 was restored. Attachment 5 presents the estimated cost impact from this revision.

Diagnosis-related Group Rebasing

An adjustment was made to the rates to account for the diagnosis-related group (DRG) rebasing which is scheduled to be implemented in FY2009. DRG rebasing involves updating the hospital standard dollar amounts (SDAs) and relative weights based on recent claims experience. The final FY2009 DRG values will not be available until late summer or early fall so, for purposes of this rate setting project, we must use preliminary values provided by HHSC staff.

In developing the DRG rebasing adjustment factors, the FY2007 and preliminary FY2009 DRG standard dollar amounts and relative weights were applied to actual FY2007 encounter data for each health plan. The resulting data was then compiled by service area and risk group. Attachment 7 presents a summary of our analysis.

An adjustment was made to recognize the impact of changing the Medicaid reimbursement basis for several hospitals. Additional information and our cost analysis are presented in Attachment 7.

Third Party Recoveries

The rating methodology included a factor to recognize those health plans that do not satisfy a minimum level of recoveries for coordination of benefits. Any plan that did not recover at least 1.0% of claims had its projected claims cost reduced by 1.0% less their actual percentage of recoveries. For example, if a health plan has third party recoveries (TPR) of 0.6% of claims, then their projected claims cost would be reduced by 0.4%. Any plan that exceeded the minimum standard of 1.0% had no penalty applied. Additional information regarding TPR is included in Attachment 8.

Investment Income Adjustment

An investment income credit was included in the rating process to account for the income expected to be generated between the time the health plan receives the premium from HHSC and the time they pay claims. We have assumed that the value of this timing (or cash flow) difference is 0.23% of premium. Attachment 9 presents our analysis and estimate of the value of this revision.

Bariatric Surgery

The new Medicaid bariatric surgery benefit began July 1, 2008. The health plans will be financially responsible for bariatric surgery services provided to their Medicaid clients. Given the lack of credible experience data on which to project utilization of the benefit, HHSC has decided to fund the benefit for STAR clients using a supplemental payment made to the health plan. For each approved bariatric surgery, the health plan will be paid \$23,000. This amount is intended to provide for all covered facility and professional costs related to the surgery including services prior to surgery, the actual surgery, counseling

and after-care services.

Risk Adjustment

Several risk adjustment techniques are employed in the rate setting methodology. Premium rates are established separately by area of the state and risk 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 rate for maternity services. In addition, the rating methodology includes a health status adjustment.

The rate setting methodology incorporates a risk adjustment technique that is designed to provide uniform treatment of the health plans for costs related to maternity services. Maternity cases occur in several risk groups – Pregnant Women, TANF Adults, TANF Children and Federal Mandate Children. As a result, it is possible for one health plan to enroll a higher percentage of TANF Adults, for example, who are pregnant and therefore generally more expensive. In order to recognize the potential inequity that may arise between health plans, HHSC developed this risk adjustment methodology. The goal is to reimburse the plans uniformly for maternity delivery costs.

The State pays a delivery supplemental payment (DSP) for each delivery in a managed care plan. The amount of the payment is a function of the average delivery cost in the service area. Attachment 10 contains additional information regarding the DSP payment amounts.

In order to achieve cost neutrality, the projected cost of maternity expenses is subtracted from the unadjusted premium rates. The resulting adjusted premium rates are the rates actually paid to the HMOs, in addition to any DSP amounts.

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. 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 acuity risk adjustment is included in Attachment 11.

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 and Risk Margin

The rating methodology includes an explicit provision for administrative services. The amount allocated for administrative expenses is \$11.1025 pmpm plus 7.5% of gross premium. This amount is intended to provide for all administrative-related services performed by the HMO.

The administrative fee amounts were determined based on a review of (i) the administrative fee provision included in Medicaid HMO premium rates in other states, (ii) the reported administrative expenses of the STAR HMOs and (iii) the fees paid for similar services for other large Texas health plans.

The premium rates also include a risk margin equal to 2.0% of gross premium.

V. Summary

The chart below presents the results of the FY2009 STAR rating analysis.

Health Plan	TANF Children (over age 1)	TANF Children (<1)	TANF Adults	Pregnant Women	Newborns
Monthly Adjusted Premium Rates					
Aetna - Bexar	\$101.47	\$312.46	\$280.80	\$462.52	\$ 886.85
CFHP - Bexar	117.94	360.88	345.20	464.96	758.48
Superior - Bexar	115.68	371.16	325.72	466.92	775.12
Americaid - Dallas	106.80	275.84	300.38	470.77	689.84
Parkland - Dallas	110.69	308.20	326.45	471.55	727.63
Unicare - Dallas	106.80	275.84	300.38	470.77	689.84
El Paso First - El Paso	101.52	224.60	314.36	413.92	585.07
Superior - El Paso	100.83	233.31	309.01	415.81	557.33
Americaid - Harris	109.61	306.89	395.19	494.73	834.99
CHC - Harris	119.39	319.57	418.47	515.54	824.40
Molina - Harris	109.61	306.89	395.19	494.73	834.99
TCHP - Harris	108.12	264.42	349.59	474.00	841.41
United - Harris	109.61	306.89	395.19	494.73	834.99
Firstcare - Lubbock	105.19	325.02	465.02	856.30	492.31
Superior - Lubbock	103.87	316.70	449.00	854.19	483.31
Americaid - Nueces	155.73	391.90	344.34	526.50	1,038.25
Driscoll - Nueces	155.00	370.89	375.83	522.42	948.77
Superior - Nueces	155.00	370.89	375.83	522.42	948.77
Aetna - Tarrant	95.90	216.70	305.94	517.59	810.17
Americaid - Tarrant	106.29	219.79	329.78	519.39	712.16
Cook - Tarrant	110.20	181.81	281.10	504.18	687.20
Americaid - Travis	100.69	306.85	282.31	546.00	834.32
Superior - Travis	100.65	311.86	286.82	550.10	836.20

Health Plan	Expansion Children (over age 1)	Expansion Children (<1)	Federal Mandate Children	Delivery Supplemental Payment
Monthly Adjusted Premium Rates				
Aetna – Bexar	\$108.20	\$250.75	\$ 79.17	\$3,266.59
CFHP – Bexar	126.10	294.22	87.59	3,266.59
Superior – Bexar	123.76	266.90	85.65	3,266.59
Amerigroup – Dallas	131.70	254.61	90.75	3,537.13
Parkland – Dallas	135.15	258.08	93.06	3,537.13
Unicare – Dallas	131.70	254.61	90.75	3,537.13
El Paso First – El Paso	109.49	215.35	79.73	3,443.04
Superior – El Paso	108.44	210.84	78.91	3,443.04
Amerigroup – Harris	121.22	248.24	89.38	3,519.20
CHC – Harris	128.12	245.55	94.98	3,519.20
Molina – Harris	121.22	248.24	89.38	3,519.20
TCHP - Harris	125.01	261.71	90.47	3,519.20
United – Harris	121.22	248.24	89.38	3,519.20
Firstcare – Lubbock	118.27	165.55	89.83	3,230.39
Superior – Lubbock	116.71	164.41	88.87	3,230.39
Amerigroup – Nueces	154.98	268.77	107.70	3,203.82
Driscoll – Nueces	158.07	297.90	105.45	3,203.82
Superior – Nueces	158.07	297.90	105.45	3,203.82
Aetna – Tarrant	99.01	206.23	82.93	3,635.64
Amerigroup – Tarrant	114.89	237.33	94.15	3,635.64
Cook – Tarrant	124.58	262.95	98.07	3,635.64
Amerigroup – Travis	114.93	224.16	81.31	3,247.49
Superior – Travis	113.16	222.95	81.92	3,247.49

The above premium rates include provision for 1915(b)(3) waiver services. The STAR HMOs cover annual adult well-checks and adult inpatient hospital days in excess of thirty. The chart below presents the amount included in the FY2009 STAR HMO premium rates for 1915(b)(3) waiver services.

Health Plan	TANF Adults	Pregnant Women
Monthly Premium Rate for 1915(b)(3) Services		
All Plans/All Areas	\$ 3.85	\$ 2.56

Attachment 1 presents additional information regarding the FY2009 rates including a comparison to current (FY2008) rates.

VI. Actuarial Certification of FY2009 STAR HMO Premium Rates

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

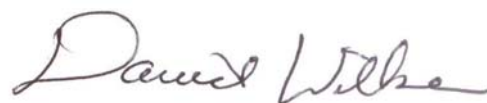
Rudd and Wisdom has been retained by the Texas Health and Human Services Commission (HHSC) to assist in the development of their state fiscal year 2009 (FY2009) managed care rate-setting methodology, assumptions and resulting premium rates and to provide the actuarial certification required under Centers for Medicare and Medicaid Services (CMS) requirements 42 CFR 438.6(c).

I certify that the FY2009 HMO premium rates developed by HHSC and Rudd and Wisdom satisfy the following:

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

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

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



David G. Wilkes, F.S.A., M.A.A.A.

VII. Attachments

Attachment 1

Summary of FY2009 STAR Rating Analysis

The attached exhibit presents summary information regarding the FY2009 rates. Included on the exhibit are current (FY2008) premium and delivery supplemental payment (DSP) rates, projected FY2009 enrollment, FY2009 premium and DSP rates and a comparison of FY2008 and FY2009 rates.

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
Projected FY2009 Member Months									
CFHP - Bexar	47,125	3,092	11,373	55,263	86,510	275,673	8,905	367,469	855,410
Superior - Bexar	50,770	3,661	13,673	67,905	94,016	262,403	11,693	342,750	846,872
Aetna - Bexar	11,169	1,122	3,753	13,886	24,721	42,679	1,988	77,587	176,906
Americaid - Dallas	58,841	2,412	12,100	45,445	59,815	430,647	44,787	505,522	1,159,570
Parkland - Dallas	65,712	5,164	14,765	98,641	162,924	509,093	49,779	479,688	1,385,765
Unicare - Dallas	9,167	453	3,101	13,619	15,686	54,645	4,575	69,817	171,062
El Paso First - El Paso	43,423	2,158	10,149	22,490	32,188	138,431	6,161	218,655	473,654
Superior - El Paso	60,472	3,874	11,891	39,374	57,758	176,267	9,449	276,391	635,474
Americaid - Harris	83,913	6,441	21,158	114,861	140,243	515,613	38,713	637,712	1,558,654
CHC - Harris	60,949	6,080	21,255	87,775	150,422	410,707	36,437	423,507	1,197,131
TCHP - Harris	77,298	4,296	8,789	44,536	83,976	645,736	61,449	703,095	1,629,175
Molina - Harris	9,065	351	1,453	5,497	7,929	40,285	3,094	55,267	122,941
United - Harris	11,395	577	3,157	8,194	10,132	35,230	3,451	64,671	136,807
Firstcare - Lubbock	18,980	1,565	4,561	25,639	40,952	87,250	1,933	113,374	294,253
Superior - Lubbock	5,361	442	1,666	6,449	6,750	22,361	444	27,061	70,534
Americaid - Tarrant	57,432	3,112	13,228	70,075	114,069	420,511	28,472	447,902	1,154,803
Aetna - Tarrant	4,300	711	2,885	23,714	31,452	23,977	2,629	30,202	119,870
Cook - Tarrant	13,846	1,151	2,460	21,140	30,194	105,977	11,592	117,268	303,628
Americaid - Travis	42,062	4,141	16,577	9,321	13,150	52,584	6,385	42,430	186,651
Superior - Travis	186,126	15,967	57,991	37,477	67,090	189,779	15,329	198,843	768,601
Americaid - Nueces	8,541	767	5,602	13,299	16,863	29,691	667	44,360	119,789
Driscoll - Nueces	35,637	1,953	6,589	27,998	42,933	137,816	2,285	196,458	451,668
Superior - Nueces	12,613	974	4,944	13,841	19,399	43,610	974	64,021	160,377
Total	974,194	70,465	253,123	866,440	1,309,170	4,650,962	351,189	5,504,050	13,979,594

Projected FY2009 Number of Deliveries									
CFHP - Bexar	47	0	125	6,427	0	0	0	147	6,746
Superior - Bexar	41	0	138	7,354	0	0	0	137	7,670
Aetna - Bexar	10	0	29	1,337	0	0	0	47	1,423
Americaid - Dallas	29	0	65	4,931	0	0	0	152	5,177
Parkland - Dallas	79	0	190	11,551	0	0	0	336	12,156
Unicare - Dallas	5	0	16	1,237	0	0	0	21	1,279
El Paso First - El Paso	22	0	44	2,357	0	0	0	87	2,510
Superior - El Paso	42	0	106	4,193	0	0	0	83	4,424
Americaid - Harris	92	0	235	13,852	0	0	0	383	14,562
CHC - Harris	73	0	244	10,235	0	0	0	212	10,764
TCHP - Harris	31	0	95	5,059	0	0	0	141	5,326
Molina - Harris	8	0	14	437	0	0	0	11	470
United - Harris	3	0	22	615	0	0	0	19	660
Firstcare - Lubbock	21	0	39	2,849	0	0	0	68	2,977
Superior - Lubbock	4	0	14	586	0	0	0	11	615
Americaid - Tarrant	52	0	146	8,136	0	0	0	224	8,557
Aetna - Tarrant	11	0	46	2,644	0	0	0	21	2,722
Cook - Tarrant	4	0	13	1,463	0	0	0	12	1,492
Americaid - Travis	59	0	157	969	0	0	0	8	1,194
Superior - Travis	279	0	783	4,179	0	0	0	60	5,300
Americaid - Nueces	20	0	46	1,384	0	0	0	22	1,474
Driscoll - Nueces	36	0	71	3,108	0	0	0	59	3,274
Superior - Nueces	14	0	49	1,376	0	0	0	32	1,471
Total	983	0	2,688	96,278	0	0	0	2,292	102,242

FY2009 STAR Rating Summary

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2008 Unadjusted Premium Rates pmpm									
CFHP - Bexar	107.06	220.26	393.30	797.62	706.47	107.70	227.27	86.48	209.12
Superior - Bexar	105.65	225.72	379.15	804.81	705.42	108.32	236.12	84.75	227.40
Aetna - Bexar	105.65	225.72	379.15	804.81	705.42	108.32	236.12	84.75	243.85
Americaid - Dallas	99.41	283.94	283.12	770.84	690.29	126.42	251.08	94.13	172.09
Parkland - Dallas	100.88	262.59	295.60	786.96	724.83	128.60	258.04	94.84	239.49
Unicare - Dallas	99.41	283.94	283.12	770.84	690.29	126.42	251.08	94.13	221.39
El Paso First - El Paso	92.71	364.38	294.27	806.06	571.93	103.59	245.86	83.96	165.84
Superior - El Paso	91.54	362.20	293.46	797.08	579.00	104.12	223.81	83.40	186.90
Americaid - Harris	93.27	230.49	360.47	811.36	713.39	105.72	228.43	90.83	212.66
CHC - Harris	99.15	249.09	385.51	832.42	711.85	106.92	237.46	95.27	241.25
TCHP - Harris	88.94	215.31	330.25	752.38	714.74	109.38	227.84	91.89	155.58
Molina - Harris	93.27	230.49	360.47	811.36	713.39	105.72	228.43	90.83	175.31
United - Harris	93.27	230.49	360.47	811.36	713.39	105.72	228.43	90.83	194.41
Firstcare - Lubbock	99.43	183.18	318.15	880.33	437.14	99.81	262.61	90.68	216.12
Superior - Lubbock	99.43	183.18	318.15	880.33	437.14	99.81	262.61	90.68	206.63
Americaid - Tarrant	99.67	248.32	347.00	852.72	600.57	112.21	204.84	96.77	204.11
Aetna - Tarrant	99.67	248.32	347.00	852.72	600.57	112.21	204.84	96.77	390.99
Cook - Tarrant	99.67	248.32	347.00	852.72	600.57	112.21	204.84	96.77	211.75
Americaid - Travis	85.22	231.57	264.19	814.31	776.58	97.66	281.87	78.00	198.07
Superior - Travis	85.67	229.19	271.56	826.63	760.37	98.68	290.55	79.20	203.32
Americaid - Nueces	126.45	450.28	350.69	714.21	936.09	128.78	450.28	95.10	309.01
Driscoll - Nueces	139.39	497.50	384.41	756.94	1,034.26	142.29	497.50	104.94	255.57
Superior - Nueces	126.45	450.28	350.69	714.21	936.09	128.78	450.28	95.10	274.08
Total	96.82	258.77	321.56	806.57	697.33	112.86	240.93	91.31	208.72

Projected FY2009 Premium Based on FY2008 Unadjusted Rates

CFHP - Bexar	5,045,168	681,152	4,473,197	44,079,111	61,116,409	29,689,984	2,023,806	31,778,679	178,887,505
Superior - Bexar	5,363,851	826,421	5,184,258	54,650,346	66,320,905	28,423,501	2,761,022	29,048,048	192,578,351
Aetna - Bexar	1,180,028	253,226	1,423,045	11,175,969	17,438,775	4,622,950	469,351	6,575,524	43,138,867
Americaid - Dallas	5,849,360	684,903	3,425,783	35,030,643	41,289,892	54,442,380	11,245,179	47,584,823	199,552,964
Parkland - Dallas	6,629,061	1,356,029	4,364,553	77,626,382	118,091,882	65,469,328	12,844,936	45,493,605	331,875,777
Unicare - Dallas	911,243	128,495	878,046	10,497,917	10,827,563	6,908,228	1,148,710	6,571,878	37,872,081
El Paso First - El Paso	4,025,705	786,383	2,986,475	18,128,153	18,409,226	14,340,066	1,514,666	18,358,264	78,548,937
Superior - El Paso	5,535,581	1,403,004	3,489,583	31,383,911	33,441,708	18,352,899	2,114,676	23,051,043	118,772,406
Americaid - Harris	7,826,573	1,484,476	7,626,824	93,194,014	100,047,907	54,510,574	8,843,215	57,923,386	331,456,969
CHC - Harris	6,043,050	1,514,512	8,194,184	73,065,541	107,077,700	43,912,746	8,652,244	40,347,516	288,807,493
TCHP - Harris	6,874,861	925,064	2,902,574	33,508,219	60,020,727	70,630,554	14,000,525	64,607,398	253,469,923
Molina - Harris	845,463	80,858	523,942	4,460,126	5,656,732	4,258,879	706,691	5,019,945	21,552,636
United - Harris	1,062,837	132,888	1,138,164	6,648,181	7,228,188	3,724,540	788,285	5,874,046	26,597,129
Firstcare - Lubbock	1,887,168	286,673	1,451,095	22,571,149	17,901,648	8,708,379	507,497	10,280,745	63,594,354
Superior - Lubbock	532,999	81,008	530,187	5,677,272	2,950,781	2,231,860	116,590	2,453,866	14,574,562
Americaid - Tarrant	5,724,252	772,822	4,590,131	59,754,759	68,506,431	47,185,549	5,832,298	43,343,511	235,709,754
Aetna - Tarrant	428,568	176,625	1,001,205	20,221,013	18,889,389	2,690,418	538,509	2,922,672	46,868,399
Cook - Tarrant	1,380,002	285,900	853,487	18,026,671	18,133,374	11,891,720	2,374,535	11,348,004	64,293,695
Americaid - Travis	3,584,491	959,021	4,379,569	7,590,250	10,212,303	5,135,358	1,799,661	3,309,577	36,970,229
Superior - Travis	15,945,404	3,659,574	15,747,981	30,979,657	51,013,000	18,727,415	4,453,726	15,748,338	156,275,096
Americaid - Nueces	1,080,029	345,144	1,964,394	9,498,528	15,785,138	3,823,569	300,138	4,218,625	37,015,564
Driscoll - Nueces	4,967,591	971,610	2,532,716	21,192,935	44,403,443	19,609,784	1,136,876	20,616,611	115,431,566
Superior - Nueces	1,594,947	438,738	1,733,928	9,885,414	18,159,190	5,616,077	438,679	6,088,361	43,955,336
Total	94,318,234	18,234,527	81,395,320	698,846,163	912,922,310	524,906,756	84,611,814	502,564,466	2,917,799,590

FY2009 STAR Rating Summary

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2008 Adjusted Premium Rates pmpm									
CFHP - Bexar	104.34	220.26	358.73	459.70	706.47	107.70	227.27	85.59	186.30
Superior - Bexar	102.97	225.72	345.82	463.85	705.42	108.32	236.12	83.88	199.01
Aetna - Bexar	102.97	225.72	345.82	463.85	705.42	108.32	236.12	83.88	215.83
Americaid - Dallas	95.85	283.94	250.97	390.90	690.29	126.42	251.08	92.57	156.01
Parkland - Dallas	97.26	262.59	262.03	399.07	724.83	128.60	258.04	93.28	210.81
Unicare - Dallas	95.85	283.94	250.97	390.90	690.29	126.42	251.08	92.57	189.74
El Paso First - El Paso	89.03	362.20	271.62	446.68	579.00	104.12	223.81	82.36	147.55
Superior - El Paso	88.14	360.60	270.85	443.70	584.53	104.55	212.40	81.89	164.05
Americaid - Harris	90.45	230.49	327.46	421.53	713.39	105.72	228.43	89.34	182.72
CHC - Harris	96.15	249.09	350.22	432.47	711.85	106.92	237.46	93.72	210.60
TCHP - Harris	86.25	215.31	300.01	390.89	714.74	109.38	227.84	90.39	144.76
Molina - Harris	90.45	230.49	327.46	421.53	713.39	105.72	228.43	89.34	156.61
United - Harris	90.45	230.49	327.46	421.53	713.39	105.72	228.43	89.34	169.36
Firstcare - Lubbock	96.20	183.18	292.63	542.76	437.14	99.81	262.61	89.39	185.61
Superior - Lubbock	96.20	183.18	292.63	542.76	437.14	99.81	262.61	89.39	174.42
Americaid - Tarrant	96.76	248.32	316.09	462.98	600.57	112.21	204.84	95.32	179.40
Aetna - Tarrant	96.76	248.32	316.09	462.98	600.57	112.21	204.84	95.32	312.68
Cook - Tarrant	96.76	248.32	316.09	462.98	600.57	112.21	204.84	95.32	183.67
Americaid - Travis	81.21	231.57	224.65	457.65	776.58	97.66	281.87	76.76	175.56
Superior - Travis	81.64	229.19	230.91	464.58	760.37	98.68	290.55	77.94	181.30
Americaid - Nueces	123.41	450.28	321.57	407.48	936.09	128.78	450.28	93.82	272.90
Driscoll - Nueces	136.35	497.50	355.29	450.21	1,034.26	142.29	497.50	103.66	235.33
Superior - Nueces	123.41	450.28	321.57	407.48	936.09	128.78	450.28	93.82	245.96
Total	93.52	258.62	287.71	437.23	697.75	112.89	240.24	89.91	184.47

Projected FY2009 Premium Based on FY2008 Adjusted Rates

CFHP - Bexar	4,916,989	681,152	4,080,015	25,404,537	61,116,409	29,689,984	2,023,806	31,451,632	159,364,524
Superior - Bexar	5,227,787	826,421	4,728,524	31,497,575	66,320,905	28,423,501	2,761,022	28,749,855	168,535,590
Aetna - Bexar	1,150,094	253,226	1,297,950	6,441,238	17,438,775	4,622,950	469,351	6,508,023	38,181,607
Americaid - Dallas	5,639,887	684,903	3,036,765	17,764,359	41,289,892	54,442,380	11,245,179	46,796,208	180,899,573
Parkland - Dallas	6,391,182	1,356,029	3,868,890	39,364,593	118,091,882	65,469,328	12,844,936	44,745,292	292,132,133
Unicare - Dallas	878,610	128,495	778,339	5,323,590	10,827,563	6,908,228	1,148,710	6,462,963	32,456,498
El Paso First - El Paso	3,865,910	781,678	2,756,605	10,045,758	18,636,795	14,413,434	1,378,823	18,008,416	69,887,418
Superior - El Paso	5,329,978	1,396,806	3,220,724	17,470,067	33,761,108	18,428,694	2,006,868	22,633,692	104,247,937
Americaid - Harris	7,589,938	1,484,476	6,928,398	48,417,561	100,047,907	54,510,574	8,843,215	56,973,196	284,795,265
CHC - Harris	5,860,204	1,514,512	7,444,080	37,959,990	107,077,700	43,912,746	8,652,244	39,691,080	252,112,556
TCHP - Harris	6,666,930	925,064	2,636,794	17,408,793	60,020,727	70,630,554	14,000,525	63,552,756	235,842,144
Molina - Harris	819,901	80,858	475,962	2,317,192	5,656,732	4,258,879	706,691	4,937,597	19,253,811
United - Harris	1,030,702	132,888	1,033,937	3,453,964	7,228,188	3,724,540	788,285	5,777,686	23,170,190
Firstcare - Lubbock	1,825,863	286,673	1,334,697	13,916,050	17,901,648	8,708,379	507,497	10,134,493	54,615,300
Superior - Lubbock	515,684	81,008	487,659	3,500,274	2,950,781	2,231,860	116,590	2,418,957	12,302,813
Americaid - Tarrant	5,557,125	772,822	4,181,252	32,443,544	68,506,431	47,185,549	5,832,298	42,694,052	207,173,074
Aetna - Tarrant	416,056	176,625	912,019	10,978,897	18,889,389	2,690,418	538,509	2,878,879	37,480,791
Cook - Tarrant	1,339,711	285,900	777,460	9,787,490	18,133,374	11,891,720	2,374,535	11,177,966	55,768,157
Americaid - Travis	3,415,824	959,021	3,724,100	4,265,793	10,212,303	5,135,358	1,799,661	3,256,963	32,769,023
Superior - Travis	15,195,317	3,659,574	13,390,655	17,411,090	51,013,000	18,727,415	4,453,726	15,497,796	139,348,573
Americaid - Nueces	1,054,064	345,144	1,801,278	5,419,219	15,785,138	3,823,569	300,138	4,161,844	32,690,392
Driscoll - Nueces	4,859,125	971,610	2,340,840	12,605,007	44,403,443	19,609,784	1,136,876	20,364,844	106,291,528
Superior - Nueces	1,556,603	438,738	1,589,949	5,639,950	18,159,190	5,616,077	438,679	6,006,415	39,445,602
Total	91,103,485	18,223,625	72,826,892	378,836,530	913,469,278	525,055,920	84,368,163	494,880,607	2,578,764,499

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2008 DSP Payment Rates per Delivery									
CFHP - Bexar	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59
Superior - Bexar	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59
Aetna - Bexar	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59
Americaid - Dallas	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13
Parkland - Dallas	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13
Unicare - Dallas	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13
El Paso First - El Paso	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04
Superior - El Paso	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04
Americaid - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
CHC - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
TCHP - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
Molina - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
United - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
Firstcare - Lubbock	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39
Superior - Lubbock	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39
Americaid - Tarrant	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64
Aetna - Tarrant	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64
Cook - Tarrant	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64
Americaid - Travis	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49
Superior - Travis	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49
Americaid - Nueces	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82
Driscoll - Nueces	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82
Superior - Nueces	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82
Total	3,376.02		3,377.82	3,448.41				3,460.54	3,446.13

Projected FY2009 DSP Payments Based on FY2008 DSP Rates

CFHP - Bexar	153,937	0	408,678	20,994,770	0	0	0	480,148	22,037,533
Superior - Bexar	132,676	0	451,119	24,022,745	0	0	0	447,849	25,054,390
Aetna - Bexar	32,837	0	94,405	4,368,303	0	0	0	152,068	4,647,612
Americaid - Dallas	104,064	0	231,118	17,440,729	0	0	0	536,430	18,312,340
Parkland - Dallas	278,920	0	673,715	40,856,824	0	0	0	1,187,703	42,997,161
Unicare - Dallas	19,454	0	57,043	4,373,970	0	0	0	74,086	4,524,552
El Paso First - El Paso	74,753	0	150,253	8,115,019	0	0	0	301,135	8,641,160
Superior - El Paso	145,745	0	364,382	14,437,661	0	0	0	285,488	15,233,275
Americaid - Harris	324,838	0	826,497	48,748,997	0	0	0	1,346,542	51,246,873
CHC - Harris	257,388	0	860,225	36,017,420	0	0	0	745,203	37,880,236
TCHP - Harris	108,810	0	334,047	17,804,771	0	0	0	494,866	18,742,495
Molina - Harris	28,710	0	49,617	1,537,958	0	0	0	38,899	1,655,185
United - Harris	12,031	0	76,671	2,165,575	0	0	0	68,277	2,322,553
Firstcare - Lubbock	67,444	0	126,712	9,201,893	0	0	0	219,745	9,615,793
Superior - Lubbock	12,122	0	46,835	1,891,625	0	0	0	34,967	1,985,548
Americaid - Tarrant	187,922	0	529,016	29,578,704	0	0	0	814,206	31,109,849
Aetna - Tarrant	40,645	0	166,791	9,612,851	0	0	0	76,863	9,897,150
Cook - Tarrant	15,101	0	46,500	5,318,584	0	0	0	42,634	5,422,820
Americaid - Travis	191,233	0	511,430	3,148,092	0	0	0	27,559	3,878,314
Superior - Travis	906,663	0	2,542,381	13,570,259	0	0	0	193,722	17,213,025
Americaid - Nueces	65,674	0	148,954	4,435,568	0	0	0	71,061	4,721,257
Driscoll - Nueces	114,175	0	227,972	9,956,783	0	0	0	188,825	10,487,754
Superior - Nueces	44,452	0	156,823	4,407,816	0	0	0	102,555	4,711,646
Total	3,319,592	0	9,081,184	332,006,916	0	0	0	7,930,829	352,338,521

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
Projected FY2009 Premium Based on FY2008 Adjusted Rates including DSP									
CFHP - Bexar	5,070,926	681,152	4,488,693	46,399,308	61,116,409	29,689,984	2,023,806	31,931,780	181,402,057
Superior - Bexar	5,360,463	826,421	5,179,644	55,520,320	66,320,905	28,423,501	2,761,022	29,197,705	193,589,980
Aetna - Bexar	1,182,931	253,226	1,392,354	10,809,541	17,438,775	4,622,950	469,351	6,660,091	42,829,218
Americaid - Dallas	5,743,951	684,903	3,267,883	35,205,088	41,289,892	54,442,380	11,245,179	47,332,638	199,211,913
Parkland - Dallas	6,670,102	1,356,029	4,542,605	80,221,417	118,091,882	65,469,328	12,844,936	45,932,995	335,129,294
Unicare - Dallas	898,064	128,495	835,382	9,697,560	10,827,563	6,908,228	1,148,710	6,537,049	36,981,050
El Paso First - El Paso	3,940,662	781,678	2,906,858	18,160,777	18,636,795	14,413,434	1,378,823	18,309,551	78,528,578
Superior - El Paso	5,475,722	1,396,806	3,585,106	31,907,728	33,761,108	18,428,694	2,006,868	22,919,180	119,481,212
Americaid - Harris	7,914,776	1,484,476	7,754,895	97,166,558	100,047,907	54,510,574	8,843,215	58,319,737	336,042,138
CHC - Harris	6,117,592	1,514,512	8,304,304	73,977,410	107,077,700	43,912,746	8,652,244	40,436,283	289,992,791
TCHP - Harris	6,775,741	925,064	2,970,841	35,213,564	60,020,727	70,630,554	14,000,525	64,047,622	254,584,639
Molina - Harris	848,611	80,858	525,579	3,855,151	5,656,732	4,258,879	706,691	4,976,496	20,908,996
United - Harris	1,042,733	132,888	1,110,607	5,619,538	7,228,188	3,724,540	788,285	5,845,963	25,492,743
Firstcare - Lubbock	1,893,306	286,673	1,461,409	23,117,943	17,901,648	8,708,379	507,497	10,354,238	64,231,094
Superior - Lubbock	527,806	81,008	534,494	5,391,899	2,950,781	2,231,860	116,590	2,453,924	14,288,361
Americaid - Tarrant	5,745,047	772,822	4,710,269	62,022,248	68,506,431	47,185,549	5,832,298	43,508,258	238,282,922
Aetna - Tarrant	456,701	176,625	1,078,810	20,591,747	18,889,389	2,690,418	538,509	2,955,742	47,377,941
Cook - Tarrant	1,354,813	285,900	823,960	15,106,074	18,133,374	11,891,720	2,374,535	11,220,600	61,190,977
Americaid - Travis	3,607,057	959,021	4,235,531	7,413,885	10,212,303	5,135,358	1,799,661	3,284,522	36,647,336
Superior - Travis	16,101,980	3,659,574	15,933,036	30,981,349	51,013,000	18,727,415	4,453,726	15,691,518	156,561,598
Americaid - Nueces	1,119,738	345,144	1,950,231	9,854,787	15,785,138	3,823,569	300,138	4,232,905	37,411,649
Driscoll - Nueces	4,973,300	971,610	2,568,811	22,561,789	44,403,443	19,609,784	1,136,876	20,553,669	116,779,282
Superior - Nueces	1,601,055	438,738	1,746,773	10,047,766	18,159,190	5,616,077	438,679	6,108,970	44,157,248
Total	94,423,077	18,223,625	81,908,076	710,843,446	913,469,278	525,055,920	84,368,163	502,811,436	2,931,103,020

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Unadjusted Premium Rates pmpm (Community Rates)									
CFHP - Bexar	118.62	371.16	358.75	826.88	775.12	123.76	266.90	87.02	224.50
Superior - Bexar	118.62	371.16	358.75	826.88	775.12	123.76	266.90	87.02	244.11
Aetna - Bexar	118.62	371.16	358.75	826.88	775.12	123.76	266.90	87.02	261.70
Americaid - Dallas	109.79	275.84	332.04	869.45	689.84	131.70	254.61	92.45	178.32
Parkland - Dallas	109.79	275.84	332.04	869.45	689.84	131.70	254.61	92.45	242.29
Unicare - Dallas	109.79	275.84	332.04	869.45	689.84	131.70	254.61	92.45	231.72
El Paso First - El Paso	102.94	233.31	331.58	780.19	557.33	108.44	210.84	80.09	163.93
Superior - El Paso	102.94	233.31	331.58	780.19	557.33	108.44	210.84	80.09	184.47
Americaid - Harris	112.69	306.89	433.45	898.54	834.99	121.22	248.24	90.83	237.99
CHC - Harris	112.69	306.89	433.45	898.54	834.99	121.22	248.24	90.83	267.07
TCHP - Harris	112.69	306.89	433.45	898.54	834.99	121.22	248.24	90.83	172.70
Molina - Harris	112.69	306.89	433.45	898.54	834.99	121.22	248.24	90.83	195.14
United - Harris	112.69	306.89	433.45	898.54	834.99	121.22	248.24	90.83	216.76
Firstcare - Lubbock	107.16	316.70	476.85	1,204.83	483.31	116.71	164.41	90.71	258.87
Superior - Lubbock	107.16	316.70	476.85	1,204.83	483.31	116.71	164.41	90.71	250.64
Americaid - Tarrant	109.52	219.79	369.75	906.67	712.16	114.89	237.33	95.72	220.45
Aetna - Tarrant	109.52	219.79	369.75	906.67	712.16	114.89	237.33	95.72	432.66
Cook - Tarrant	109.52	219.79	369.75	906.67	712.16	114.89	237.33	95.72	228.90
Americaid - Travis	105.50	306.85	323.26	903.24	834.32	114.93	224.16	82.22	221.92
Superior - Travis	105.50	306.85	323.26	903.24	834.32	114.93	224.16	82.22	227.30
Americaid - Nueces	158.95	370.89	406.98	863.38	948.77	158.07	297.90	106.64	342.48
Driscoll - Nueces	158.95	370.89	406.98	863.38	948.77	158.07	297.90	106.64	259.91
Superior - Nueces	158.95	370.89	406.98	863.38	948.77	158.07	297.90	106.64	303.94
Total	112.54	301.71	366.22	883.90	757.63	123.40	246.75	90.65	224.67

FY2009 Unadjusted Premium Rate Change Relative to FY2008 (Community Rates)

CFHP - Bexar	10.8 %	68.5 %	-8.8 %	3.7 %	9.7 %	14.9 %	17.4 %	0.6 %	7.4 %
Superior - Bexar	12.3 %	64.4 %	-5.4 %	2.7 %	9.9 %	14.3 %	13.0 %	2.7 %	7.4 %
Aetna - Bexar	12.3 %	64.4 %	-5.4 %	2.7 %	9.9 %	14.3 %	13.0 %	2.7 %	7.3 %
Americaid - Dallas	10.4 %	-2.9 %	17.3 %	12.8 %	-0.1 %	4.2 %	1.4 %	-1.8 %	3.6 %
Parkland - Dallas	8.8 %	5.0 %	12.3 %	10.5 %	-4.8 %	2.4 %	-1.3 %	-2.5 %	1.2 %
Unicare - Dallas	10.4 %	-2.9 %	17.3 %	12.8 %	-0.1 %	4.2 %	1.4 %	-1.8 %	4.7 %
El Paso First - El Paso	11.0 %	-36.0 %	12.7 %	-3.2 %	-2.6 %	4.7 %	-14.2 %	-4.6 %	-1.1 %
Superior - El Paso	12.5 %	-35.6 %	13.0 %	-2.1 %	-3.7 %	4.1 %	-5.8 %	-4.0 %	-1.3 %
Americaid - Harris	20.8 %	33.1 %	20.2 %	10.7 %	17.0 %	14.7 %	8.7 %	0.0 %	11.9 %
CHC - Harris	13.7 %	23.2 %	12.4 %	7.9 %	17.3 %	13.4 %	4.5 %	-4.7 %	10.7 %
TCHP - Harris	26.7 %	42.5 %	31.2 %	19.4 %	16.8 %	10.8 %	9.0 %	-1.2 %	11.0 %
Molina - Harris	20.8 %	33.1 %	20.2 %	10.7 %	17.0 %	14.7 %	8.7 %	0.0 %	11.3 %
United - Harris	20.8 %	33.1 %	20.2 %	10.7 %	17.0 %	14.7 %	8.7 %	0.0 %	11.5 %
Firstcare - Lubbock	7.8 %	72.9 %	49.9 %	36.9 %	10.6 %	16.9 %	-37.4 %	0.0 %	19.8 %
Superior - Lubbock	7.8 %	72.9 %	49.9 %	36.9 %	10.6 %	16.9 %	-37.4 %	0.0 %	21.3 %
Americaid - Tarrant	9.9 %	-11.5 %	6.6 %	6.3 %	18.6 %	2.4 %	15.9 %	-1.1 %	8.0 %
Aetna - Tarrant	9.9 %	-11.5 %	6.6 %	6.3 %	18.6 %	2.4 %	15.9 %	-1.1 %	10.7 %
Cook - Tarrant	9.9 %	-11.5 %	6.6 %	6.3 %	18.6 %	2.4 %	15.9 %	-1.1 %	8.1 %
Americaid - Travis	23.8 %	32.5 %	22.4 %	10.9 %	7.4 %	17.7 %	-20.5 %	5.4 %	12.0 %
Superior - Travis	23.1 %	33.9 %	19.0 %	9.3 %	9.7 %	16.5 %	-22.9 %	3.8 %	11.8 %
Americaid - Nueces	25.7 %	-17.6 %	16.1 %	20.9 %	1.4 %	22.7 %	-33.8 %	12.1 %	10.8 %
Driscoll - Nueces	14.0 %	-25.4 %	5.9 %	14.1 %	-8.3 %	11.1 %	-40.1 %	1.6 %	1.7 %
Superior - Nueces	25.7 %	-17.6 %	16.1 %	20.9 %	1.4 %	22.7 %	-33.8 %	12.1 %	10.9 %
Total	16.2 %	16.6 %	13.9 %	9.6 %	8.6 %	9.3 %	2.4 %	-0.7 %	7.6 %

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Unadjusted Premium (Community Rates)									
CFHP - Bexar	5,589,735	1,147,803	4,080,292	45,696,196	67,055,031	34,118,620	2,376,673	31,978,036	192,042,386
Superior - Bexar	6,022,129	1,358,909	4,905,380	56,149,103	72,873,552	32,476,268	3,120,899	29,826,952	206,733,190
Aetna - Bexar	1,324,846	416,387	1,346,495	11,482,463	19,161,764	5,282,113	530,527	6,751,842	46,296,438
Americaid - Dallas	6,460,181	665,365	4,017,731	39,511,788	41,262,683	56,715,816	11,403,342	46,733,122	206,770,027
Parkland - Dallas	7,214,617	1,424,453	4,902,604	85,762,908	112,390,391	67,047,067	12,674,266	44,344,852	335,761,158
Unicare - Dallas	1,006,399	124,829	1,029,765	11,840,818	10,820,428	7,196,706	1,164,867	6,454,250	39,638,064
El Paso First - El Paso	4,470,058	503,522	3,365,100	17,546,280	17,939,413	15,011,047	1,298,889	17,512,361	77,646,670
Superior - El Paso	6,225,154	903,753	3,942,845	30,718,785	32,190,332	19,113,851	1,992,083	22,136,555	117,223,359
Americaid - Harris	9,456,227	1,976,551	9,170,946	103,207,621	117,101,870	62,500,797	9,609,978	57,923,541	370,947,532
CHC - Harris	6,868,338	1,865,965	9,213,182	78,869,201	125,601,084	49,784,438	9,044,898	38,467,247	319,714,352
TCHP - Harris	8,710,740	1,318,544	3,809,606	40,017,638	70,119,048	78,273,842	15,253,858	63,862,288	281,365,564
Molina - Harris	1,021,506	107,660	630,019	4,939,362	6,620,967	4,883,150	767,966	5,019,959	23,990,589
United - Harris	1,284,142	176,938	1,368,596	7,362,522	8,460,290	4,270,487	856,635	5,874,061	29,653,671
Firstcare - Lubbock	2,033,961	495,626	2,174,930	30,891,062	19,792,341	10,183,193	317,726	10,283,711	76,172,551
Superior - Lubbock	574,458	140,053	794,655	7,769,962	3,262,429	2,609,839	72,993	2,454,574	17,678,963
Americaid - Tarrant	6,289,854	684,016	4,891,061	63,535,408	81,235,394	48,312,181	6,757,485	42,874,357	254,579,755
Aetna - Tarrant	470,914	156,329	1,066,844	21,500,385	22,399,166	2,754,656	623,934	2,891,037	51,863,264
Cook - Tarrant	1,516,358	253,047	909,442	19,167,208	21,502,679	12,175,654	2,751,212	11,225,173	69,500,772
Americaid - Travis	4,437,424	1,270,803	5,358,811	8,419,185	10,971,566	6,043,285	1,431,167	3,488,827	41,421,068
Superior - Travis	19,635,937	4,899,675	18,746,170	33,850,821	55,974,092	21,810,609	3,435,985	16,349,749	174,703,038
Americaid - Nueces	1,357,645	284,294	2,279,700	11,482,422	15,998,897	4,693,298	198,568	4,730,364	41,025,188
Driscoll - Nueces	5,664,643	724,351	2,681,399	24,173,028	40,732,979	21,784,927	680,757	20,949,518	117,391,602
Superior - Nueces	2,004,921	361,387	2,012,243	11,950,114	18,405,098	6,893,540	290,226	6,826,908	48,744,438
Total	109,640,188	21,260,259	92,697,817	765,844,282	991,871,493	573,935,384	86,654,932	498,959,285	3,140,863,641

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Adjusted Premium Rates pmpm (Community Rates)									
CFHP - Bexar	115.68	371.16	325.72	466.92	775.12	123.76	266.90	85.65	200.06
Superior - Bexar	115.68	371.16	325.72	466.92	775.12	123.76	266.90	85.65	213.99
Aetna - Bexar	115.68	371.16	325.72	466.92	775.12	123.76	266.90	85.65	231.96
Americaid - Dallas	106.80	275.84	300.38	470.77	689.84	131.70	254.61	90.75	161.47
Parkland - Dallas	106.80	275.84	300.38	470.77	689.84	131.70	254.61	90.75	212.85
Unicare - Dallas	106.80	275.84	300.38	470.77	689.84	131.70	254.61	90.75	198.55
El Paso First - El Paso	100.83	233.31	309.01	415.81	557.33	108.44	210.84	78.91	145.41
Superior - El Paso	100.83	233.31	309.01	415.81	557.33	108.44	210.84	78.91	160.75
Americaid - Harris	109.61	306.89	395.19	494.73	834.99	121.22	248.24	89.38	206.96
CHC - Harris	109.61	306.89	395.19	494.73	834.99	121.22	248.24	89.38	236.11
TCHP - Harris	109.61	306.89	395.19	494.73	834.99	121.22	248.24	89.38	160.69
Molina - Harris	109.61	306.89	395.19	494.73	834.99	121.22	248.24	89.38	175.75
United - Harris	109.61	306.89	395.19	494.73	834.99	121.22	248.24	89.38	190.75
Firstcare - Lubbock	103.87	316.70	449.00	854.19	483.31	116.71	164.41	88.87	226.96
Superior - Lubbock	103.87	316.70	449.00	854.19	483.31	116.71	164.41	88.87	216.97
Americaid - Tarrant	106.29	219.79	329.78	519.39	712.16	114.89	237.33	94.15	195.73
Aetna - Tarrant	106.29	219.79	329.78	519.39	712.16	114.89	237.33	94.15	354.57
Cook - Tarrant	106.29	219.79	329.78	519.39	712.16	114.89	237.33	94.15	200.86
Americaid - Travis	100.69	306.85	282.31	546.00	834.32	114.93	224.16	81.31	199.15
Superior - Travis	100.69	306.85	282.31	546.00	834.32	114.93	224.16	81.31	205.39
Americaid - Nueces	155.00	370.89	375.83	522.42	948.77	158.07	297.90	105.45	302.45
Driscoll - Nueces	155.00	370.89	375.83	522.42	948.77	158.07	297.90	105.45	237.49
Superior - Nueces	155.00	370.89	375.83	522.42	948.77	158.07	297.90	105.45	272.77
Total	109.12	301.71	330.52	501.45	757.63	123.40	246.75	89.21	199.52

FY2009 Adjusted Premium Rate Change Relative to FY2008 (Community Rates)

CFHP - Bexar	10.9 %	68.5 %	-9.2 %	1.6 %	9.7 %	14.9 %	17.4 %	0.1 %	7.4 %
Superior - Bexar	12.3 %	64.4 %	-5.8 %	0.7 %	9.9 %	14.3 %	13.0 %	2.1 %	7.5 %
Aetna - Bexar	12.3 %	64.4 %	-5.8 %	0.7 %	9.9 %	14.3 %	13.0 %	2.1 %	7.5 %
Americaid - Dallas	11.4 %	-2.9 %	19.7 %	20.4 %	-0.1 %	4.2 %	1.4 %	-2.0 %	3.5 %
Parkland - Dallas	9.8 %	5.0 %	14.6 %	18.0 %	-4.8 %	2.4 %	-1.3 %	-2.7 %	1.0 %
Unicare - Dallas	11.4 %	-2.9 %	19.7 %	20.4 %	-0.1 %	4.2 %	1.4 %	-2.0 %	4.6 %
El Paso First - El Paso	13.3 %	-35.6 %	13.8 %	-6.9 %	-3.7 %	4.1 %	-5.8 %	-4.2 %	-1.5 %
Superior - El Paso	14.4 %	-35.3 %	14.1 %	-6.3 %	-4.7 %	3.7 %	-0.7 %	-3.6 %	-2.0 %
Americaid - Harris	21.2 %	33.1 %	20.7 %	17.4 %	17.0 %	14.7 %	8.7 %	0.0 %	13.3 %
CHC - Harris	14.0 %	23.2 %	12.8 %	14.4 %	17.3 %	13.4 %	4.5 %	-4.6 %	12.1 %
TCHP - Harris	27.1 %	42.5 %	31.7 %	26.6 %	16.8 %	10.8 %	9.0 %	-1.1 %	11.0 %
Molina - Harris	21.2 %	33.1 %	20.7 %	17.4 %	17.0 %	14.7 %	8.7 %	0.0 %	12.2 %
United - Harris	21.2 %	33.1 %	20.7 %	17.4 %	17.0 %	14.7 %	8.7 %	0.0 %	12.6 %
Firstcare - Lubbock	8.0 %	72.9 %	53.4 %	57.4 %	10.6 %	16.9 %	-37.4 %	-0.6 %	22.3 %
Superior - Lubbock	8.0 %	72.9 %	53.4 %	57.4 %	10.6 %	16.9 %	-37.4 %	-0.6 %	24.4 %
Americaid - Tarrant	9.9 %	-11.5 %	4.3 %	12.2 %	18.6 %	2.4 %	15.9 %	-1.2 %	9.1 %
Aetna - Tarrant	9.9 %	-11.5 %	4.3 %	12.2 %	18.6 %	2.4 %	15.9 %	-1.2 %	13.4 %
Cook - Tarrant	9.9 %	-11.5 %	4.3 %	12.2 %	18.6 %	2.4 %	15.9 %	-1.2 %	9.4 %
Americaid - Travis	24.0 %	32.5 %	25.7 %	19.3 %	7.4 %	17.7 %	-20.5 %	5.9 %	13.4 %
Superior - Travis	23.3 %	33.9 %	22.3 %	17.5 %	9.7 %	16.5 %	-22.9 %	4.3 %	13.3 %
Americaid - Nueces	25.6 %	-17.6 %	16.9 %	28.2 %	1.4 %	22.7 %	-33.8 %	12.4 %	10.8 %
Driscoll - Nueces	13.7 %	-25.4 %	5.8 %	16.0 %	-8.3 %	11.1 %	-40.1 %	1.7 %	0.9 %
Superior - Nueces	25.6 %	-17.6 %	16.9 %	28.2 %	1.4 %	22.7 %	-33.8 %	12.4 %	10.9 %
Total	16.7 %	16.7 %	14.9 %	14.7 %	8.6 %	9.3 %	2.7 %	-0.8 %	8.2 %

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Adjusted Premium (Community Rates)									
CFHP - Bexar	5,451,184	1,147,803	3,704,595	25,803,527	67,055,031	34,118,620	2,376,673	31,475,051	171,132,483
Superior - Bexar	5,872,860	1,358,909	4,453,712	31,706,028	72,873,552	32,476,268	3,120,899	29,357,801	181,220,029
Aetna - Bexar	1,292,008	416,387	1,222,515	6,483,867	19,161,764	5,282,113	530,527	6,645,642	41,034,823
Americaid - Dallas	6,284,375	665,365	3,634,584	21,394,053	41,262,683	56,715,816	11,403,342	45,876,954	187,237,170
Parkland - Dallas	7,018,280	1,424,453	4,435,072	46,437,185	112,390,391	67,047,067	12,674,266	43,532,437	294,959,151
Unicare - Dallas	979,011	124,829	931,563	6,411,330	10,820,428	7,196,706	1,164,867	6,336,006	33,964,740
El Paso First - El Paso	4,378,385	503,522	3,136,081	9,351,530	17,939,413	15,011,047	1,298,889	17,253,488	68,872,357
Superior - El Paso	6,097,489	903,753	3,674,507	16,371,997	32,190,332	19,113,851	1,992,083	21,809,327	102,153,339
Americaid - Harris	9,198,010	1,976,551	8,361,489	56,825,124	117,101,870	62,500,797	9,609,978	57,001,367	322,575,186
CHC - Harris	6,680,787	1,865,965	8,399,997	43,424,624	125,601,084	49,784,438	9,044,898	37,854,828	282,656,619
TCHP - Harris	8,472,879	1,318,544	3,473,358	22,033,327	70,119,048	78,273,842	15,253,858	62,845,566	261,790,421
Molina - Harris	993,613	107,660	574,412	2,719,565	6,620,967	4,883,150	767,966	4,940,038	21,607,371
United - Harris	1,249,076	176,938	1,247,799	4,053,734	8,460,290	4,270,487	856,635	5,780,543	26,095,503
Firstcare - Lubbock	1,971,426	495,626	2,047,928	21,901,060	19,792,341	10,183,193	317,726	10,075,595	66,784,895
Superior - Lubbock	556,796	140,053	748,252	5,508,726	3,262,429	2,609,839	72,993	2,404,899	15,303,988
Americaid - Tarrant	6,104,688	684,016	4,362,376	36,396,364	81,235,394	48,312,181	6,757,485	42,171,926	226,024,428
Aetna - Tarrant	457,051	156,329	951,526	12,316,531	22,399,166	2,754,656	623,934	2,843,671	42,502,864
Cook - Tarrant	1,471,718	253,047	811,138	10,979,967	21,502,679	12,175,654	2,751,212	11,041,265	60,986,680
Americaid - Travis	4,235,049	1,270,803	4,679,914	5,089,285	10,971,566	6,043,285	1,431,167	3,449,913	37,170,982
Superior - Travis	18,740,416	4,899,675	16,371,256	20,462,369	55,974,092	21,810,609	3,435,985	16,167,383	157,861,785
Americaid - Nueces	1,323,911	284,294	2,105,209	6,947,838	15,998,897	4,693,298	198,568	4,677,622	36,229,637
Driscoll - Nueces	5,523,893	724,351	2,476,161	14,626,729	40,732,979	21,784,927	680,757	20,715,937	107,265,734
Superior - Nueces	1,955,104	361,387	1,858,223	7,230,831	18,405,098	6,893,540	290,226	6,750,790	43,745,200
Total	106,308,009	21,260,259	83,661,667	434,475,593	991,871,493	573,935,384	86,654,932	491,008,048	2,789,175,386

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 DSP Payment Rates per Delivery									
CFHP - Bexar	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59
Superior - Bexar	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59
Aetna - Bexar	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59	3,266.59
Americaid - Dallas	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13
Parkland - Dallas	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13
Unicare - Dallas	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13	3,537.13
El Paso First - El Paso	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04
Superior - El Paso	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04	3,443.04
Americaid - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
CHC - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
TCHP - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
Molina - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
United - Harris	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20	3,519.20
Firstcare - Lubbock	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39
Superior - Lubbock	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39	3,230.39
Americaid - Tarrant	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64
Aetna - Tarrant	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64
Cook - Tarrant	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64	3,635.64
Americaid - Travis	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49
Superior - Travis	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49	3,247.49
Americaid - Nueces	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82
Driscoll - Nueces	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82
Superior - Nueces	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82	3,203.82
Total	3,376.02		3,377.82	3,448.41				3,460.54	3,446.13

Projected FY2009 DSP Payments

CFHP - Bexar	153,937	0	408,678	20,994,770	0	0	0	480,148	22,037,533
Superior - Bexar	132,676	0	451,119	24,022,745	0	0	0	447,849	25,054,390
Aetna - Bexar	32,837	0	94,405	4,368,303	0	0	0	152,068	4,647,612
Americaid - Dallas	104,064	0	231,118	17,440,729	0	0	0	536,430	18,312,340
Parkland - Dallas	278,920	0	673,715	40,856,824	0	0	0	1,187,703	42,997,161
Unicare - Dallas	19,454	0	57,043	4,373,970	0	0	0	74,086	4,524,552
El Paso First - El Paso	74,753	0	150,253	8,115,019	0	0	0	301,135	8,641,160
Superior - El Paso	145,745	0	364,382	14,437,661	0	0	0	285,488	15,233,275
Americaid - Harris	324,838	0	826,497	48,748,997	0	0	0	1,346,542	51,246,873
CHC - Harris	257,388	0	860,225	36,017,420	0	0	0	745,203	37,880,236
TCHP - Harris	108,810	0	334,047	17,804,771	0	0	0	494,866	18,742,495
Molina - Harris	28,710	0	49,617	1,537,958	0	0	0	38,899	1,655,185
United - Harris	12,031	0	76,671	2,165,575	0	0	0	68,277	2,322,553
Firstcare - Lubbock	67,444	0	126,712	9,201,893	0	0	0	219,745	9,615,793
Superior - Lubbock	12,122	0	46,835	1,891,625	0	0	0	34,967	1,985,548
Americaid - Tarrant	187,922	0	529,016	29,578,704	0	0	0	814,206	31,109,849
Aetna - Tarrant	40,645	0	166,791	9,612,851	0	0	0	76,863	9,897,150
Cook - Tarrant	15,101	0	46,500	5,318,584	0	0	0	42,634	5,422,820
Americaid - Travis	191,233	0	511,430	3,148,092	0	0	0	27,559	3,878,314
Superior - Travis	906,663	0	2,542,381	13,570,259	0	0	0	193,722	17,213,025
Americaid - Nueces	65,674	0	148,954	4,435,568	0	0	0	71,061	4,721,257
Driscoll - Nueces	114,175	0	227,972	9,956,783	0	0	0	188,825	10,487,754
Superior - Nueces	44,452	0	156,823	4,407,816	0	0	0	102,555	4,711,646
Total	3,319,592	0	9,081,184	332,006,916	0	0	0	7,930,829	352,338,521

FY2009 STAR Rating Summary

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Total Premium Rate Based on FY2009 Adjusted Community Rates plus DSP									
CFHP - Bexar	118.94	371.16	361.65	846.82	775.12	123.76	266.90	86.96	225.82
Superior - Bexar	118.29	371.16	358.71	820.69	775.12	123.76	266.90	86.96	243.57
Aetna - Bexar	118.62	371.16	350.87	781.49	775.12	123.76	266.90	87.61	258.23
Americaid - Dallas	108.57	275.84	319.48	854.55	689.84	131.70	254.61	91.81	177.26
Parkland - Dallas	111.05	275.84	346.01	884.97	689.84	131.70	254.61	93.23	243.88
Unicare - Dallas	108.93	275.84	318.77	791.94	689.84	131.70	254.61	91.81	225.00
El Paso First - El Paso	102.55	233.31	323.82	776.64	557.33	108.44	210.84	80.28	163.65
Superior - El Paso	103.24	233.31	339.65	782.50	557.33	108.44	210.84	79.94	184.72
Americaid - Harris	113.48	306.89	434.26	919.14	834.99	121.22	248.24	91.50	239.84
CHC - Harris	113.84	306.89	435.66	905.07	834.99	121.22	248.24	91.14	267.75
TCHP - Harris	111.02	306.89	433.20	894.51	834.99	121.22	248.24	90.09	172.19
Molina - Harris	112.78	306.89	429.33	774.50	834.99	121.22	248.24	90.09	189.22
United - Harris	110.67	306.89	419.48	759.02	834.99	121.22	248.24	90.44	207.72
Firstcare - Lubbock	107.42	316.70	476.79	1,213.09	483.31	116.71	164.41	90.81	259.64
Superior - Lubbock	106.13	316.70	477.11	1,147.51	483.31	116.71	164.41	90.16	245.12
Americaid - Tarrant	109.57	219.79	369.77	941.49	712.16	114.89	237.33	95.97	222.67
Aetna - Tarrant	115.75	219.79	387.59	924.76	712.16	114.89	237.33	96.70	437.14
Cook - Tarrant	107.38	219.79	348.69	770.97	712.16	114.89	237.33	94.52	218.72
Americaid - Travis	105.23	306.85	313.16	883.74	834.32	114.93	224.16	81.96	219.93
Superior - Travis	105.56	306.85	326.15	908.09	834.32	114.93	224.16	82.28	227.78
Americaid - Nueces	162.69	370.89	402.42	855.94	948.77	158.07	297.90	107.05	341.86
Driscoll - Nueces	158.21	370.89	410.43	878.04	948.77	158.07	297.90	106.41	260.71
Superior - Nueces	158.53	370.89	407.55	840.88	948.77	158.07	297.90	107.05	302.14
Total	112.53	301.71	366.39	884.63	757.63	123.40	246.75	90.65	224.72

Projected FY2009 Premium Based on FY2009 Adjusted Community Rates plus DSP									
CFHP - Bexar	5,605,121	1,147,803	4,113,273	46,798,298	67,055,031	34,118,620	2,376,673	31,955,198	193,170,016
Superior - Bexar	6,005,536	1,358,909	4,904,832	55,728,774	72,873,552	32,476,268	3,120,899	29,805,650	206,274,419
Aetna - Bexar	1,324,845	416,387	1,316,920	10,852,170	19,161,764	5,282,113	530,527	6,797,709	45,682,434
Americaid - Dallas	6,388,438	665,365	3,865,702	38,834,782	41,262,683	56,715,816	11,403,342	46,413,383	205,549,510
Parkland - Dallas	7,297,200	1,424,453	5,108,786	87,294,009	112,390,391	67,047,067	12,674,266	44,720,140	337,956,312
Unicare - Dallas	998,465	124,829	988,606	10,785,299	10,820,428	7,196,706	1,164,867	6,410,092	38,489,292
El Paso First - El Paso	4,453,138	503,522	3,286,334	17,466,549	17,939,413	15,011,047	1,298,889	17,554,623	77,513,517
Superior - El Paso	6,243,233	903,753	4,038,889	30,809,657	32,190,332	19,113,851	1,992,083	22,094,815	117,386,614
Americaid - Harris	9,522,847	1,976,551	9,187,987	105,574,120	117,101,870	62,500,797	9,609,978	58,347,908	373,822,060
CHC - Harris	6,938,175	1,865,965	9,260,221	79,442,044	125,601,084	49,784,438	9,044,898	38,600,031	320,536,855
TCHP - Harris	8,581,690	1,318,544	3,807,405	39,838,097	70,119,048	78,273,842	15,253,858	63,340,432	280,532,916
Molina - Harris	1,022,323	107,660	624,029	4,257,524	6,620,967	4,883,150	767,966	4,978,937	23,262,556
United - Harris	1,261,107	176,938	1,324,470	6,219,309	8,460,290	4,270,487	856,635	5,848,820	28,418,055
Firstcare - Lubbock	2,038,869	495,626	2,174,639	31,102,953	19,792,341	10,183,193	317,726	10,295,340	76,400,688
Superior - Lubbock	568,918	140,053	795,087	7,400,351	3,262,429	2,609,839	72,993	2,439,866	17,289,536
Americaid - Tarrant	6,292,610	684,016	4,891,392	65,975,068	81,235,394	48,312,181	6,757,485	42,986,132	257,134,277
Aetna - Tarrant	497,696	156,329	1,118,317	21,929,382	22,399,166	2,754,656	623,934	2,920,535	52,400,014
Cook - Tarrant	1,486,819	253,047	857,638	16,298,551	21,502,679	12,175,654	2,751,212	11,083,900	66,409,500
Americaid - Travis	4,426,282	1,270,803	5,191,344	8,237,377	10,971,566	6,043,285	1,431,167	3,477,471	41,049,296
Superior - Travis	19,647,079	4,899,675	18,913,637	34,032,628	55,974,092	21,810,609	3,435,985	16,361,105	175,074,810
Americaid - Nueces	1,389,585	284,294	2,254,163	11,383,406	15,998,897	4,693,298	198,568	4,748,682	40,950,893
Driscoll - Nueces	5,638,068	724,351	2,704,132	24,583,512	40,732,979	21,784,927	680,757	20,904,762	117,753,488
Superior - Nueces	1,999,556	361,387	2,015,047	11,638,647	18,405,098	6,893,540	290,226	6,853,345	48,456,846
Total	109,627,601	21,260,259	92,742,850	766,482,509	991,871,493	573,935,384	86,654,932	498,938,878	3,141,513,907

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Unadjusted Premium Rates pmpm (Community Rates with Risk Adjustment)									
CFHP - Bexar	120.93	360.88	380.21	823.42	758.48	126.10	294.22	88.99	224.86
Superior - Bexar	119.67	397.83	354.49	831.29	761.04	123.84	248.83	86.40	242.54
Aetna - Bexar	104.05	312.46	309.28	819.09	886.85	108.20	250.75	80.44	267.54
Americaid - Dallas	106.75	221.61	314.51	877.08	623.93	129.71	252.38	91.28	173.43
Parkland - Dallas	113.78	308.20	360.86	870.88	727.63	135.15	258.08	94.80	249.66
Unicare - Dallas	100.68	195.56	263.22	833.59	548.54	115.28	238.74	84.76	205.15
El Paso First - El Paso	103.64	224.60	337.31	776.63	585.07	109.49	215.35	80.92	166.55
Superior - El Paso	102.44	238.17	326.68	782.22	541.87	107.61	207.89	79.43	182.52
Americaid - Harris	110.36	321.39	448.38	891.54	848.01	113.30	229.78	87.10	234.18
CHC - Harris	122.74	319.57	458.99	936.34	824.40	128.12	245.55	96.52	273.84
TCHP - Harris	111.16	264.42	383.44	860.89	841.41	125.01	261.71	91.94	174.04
Molina - Harris	96.99	408.88	299.26	852.30	744.95	104.93	246.49	81.78	175.36
United - Harris	98.96	265.63	362.48	827.38	829.35	105.75	245.38	86.05	202.81
Firstcare - Lubbock	108.53	325.02	493.85	1207.80	492.31	118.27	165.55	91.69	261.62
Superior - Lubbock	102.32	287.24	430.31	1193.01	428.71	110.63	159.44	86.59	239.14
Americaid - Tarrant	109.35	234.54	385.73	915.75	691.74	113.35	229.78	95.45	218.35
Aetna - Tarrant	98.80	216.70	343.02	903.53	810.17	99.01	206.23	84.31	449.98
Cook - Tarrant	113.55	181.81	315.16	880.12	687.20	124.58	262.95	99.71	230.07
Americaid - Travis	105.66	287.54	305.20	875.97	824.72	121.31	227.04	79.30	219.11
Superior - Travis	105.46	311.86	328.42	910.02	836.20	113.16	222.95	82.85	227.98
Americaid - Nueces	159.70	391.90	372.88	870.12	1038.25	154.98	268.77	108.91	354.33
Driscoll - Nueces	158.27	372.71	404.84	866.16	930.96	161.09	323.41	107.45	259.71
Superior - Nueces	160.38	350.73	448.47	851.30	910.39	150.65	258.01	102.57	295.64
Total	112.54	301.71	366.22	883.90	757.63	123.40	246.75	90.65	224.67

FY2009 Unadjusted Premium Rate Change Relative to FY2008 (Community Rates with Risk Adjustment)									
CFHP - Bexar	13.0%	63.8%	-3.3%	3.2%	7.4%	17.1%	29.5%	2.9%	7.5%
Superior - Bexar	13.3%	76.2%	-6.5%	3.3%	7.9%	14.3%	5.4%	2.0%	6.7%
Aetna - Bexar	-1.5%	38.4%	-18.4%	1.8%	25.7%	-0.1%	6.2%	-5.1%	9.7%
Americaid - Dallas	7.4%	-22.0%	11.1%	13.8%	-9.6%	2.6%	0.5%	-3.0%	0.8%
Parkland - Dallas	12.8%	17.4%	22.1%	10.7%	0.4%	5.1%	0.0%	0.0%	4.2%
Unicare - Dallas	1.3%	-31.1%	-7.0%	8.1%	-20.5%	-8.8%	-4.9%	-10.0%	-7.3%
El Paso First - El Paso	11.8%	-38.4%	14.6%	-3.7%	2.3%	5.7%	-12.4%	-3.6%	0.4%
Superior - El Paso	11.9%	-34.2%	11.3%	-1.9%	-6.4%	3.3%	-7.1%	-4.8%	-2.3%
Americaid - Harris	18.3%	39.4%	24.4%	9.9%	18.9%	7.2%	0.6%	-4.1%	10.1%
CHC - Harris	23.8%	28.3%	19.1%	12.5%	15.8%	19.8%	3.4%	1.3%	13.5%
TCHP - Harris	25.0%	22.8%	16.1%	14.4%	17.7%	14.3%	14.9%	0.0%	11.9%
Molina - Harris	4.0%	77.4%	-17.0%	5.0%	4.4%	-0.7%	7.9%	-10.0%	0.0%
United - Harris	6.1%	15.2%	0.6%	2.0%	16.3%	0.0%	7.4%	-5.3%	4.3%
Firstcare - Lubbock	9.2%	77.4%	55.2%	37.2%	12.6%	18.5%	-37.0%	1.1%	21.1%
Superior - Lubbock	2.9%	56.8%	35.3%	35.5%	-1.9%	10.8%	-39.3%	-4.5%	15.7%
Americaid - Tarrant	9.7%	-5.6%	11.2%	7.4%	15.2%	1.0%	12.2%	-1.4%	7.0%
Aetna - Tarrant	-0.9%	-12.7%	-1.1%	6.0%	34.9%	-11.8%	0.7%	-12.9%	15.1%
Cook - Tarrant	13.9%	-26.8%	-9.2%	3.2%	14.4%	11.0%	28.4%	3.0%	8.6%
Americaid - Travis	24.0%	24.2%	15.5%	7.6%	6.2%	24.2%	-19.5%	1.7%	10.6%
Superior - Travis	23.1%	36.1%	20.9%	10.1%	10.0%	14.7%	-23.3%	4.6%	12.1%
Americaid - Nueces	26.3%	-13.0%	6.3%	21.8%	10.9%	20.3%	-40.3%	14.5%	14.7%
Driscoll - Nueces	13.5%	-25.1%	5.3%	14.4%	-10.0%	13.2%	-35.0%	2.4%	1.6%
Superior - Nueces	26.8%	-22.1%	27.9%	19.2%	-2.7%	17.0%	-42.7%	7.9%	7.9%
Total	16.2%	16.6%	13.9%	9.6%	8.6%	9.3%	2.4%	-0.7%	7.6%

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Unadjusted Premium (Community Rates with Risk Adjustment)									
CFHP - Bexar	5,699,017	1,116,016	4,324,282	45,504,864	65,615,962	34,763,194	2,619,989	32,700,806	192,344,128
Superior - Bexar	6,075,562	1,456,550	4,847,090	56,448,596	71,550,472	32,495,818	2,909,670	29,615,286	205,399,043
Aetna - Bexar	1,162,132	350,533	1,160,795	11,374,302	21,923,913	4,617,990	498,439	6,240,739	47,328,843
Americaid - Dallas	6,281,331	534,560	3,805,585	39,858,634	37,320,791	55,858,716	11,303,558	46,142,293	201,105,469
Parkland - Dallas	7,476,984	1,591,586	5,328,189	85,904,323	118,548,567	68,801,561	12,846,678	45,472,383	345,970,271
Unicare - Dallas	922,882	88,501	816,326	11,352,557	8,604,143	6,299,313	1,092,239	5,917,549	35,093,510
El Paso First - El Paso	4,500,337	484,727	3,423,301	17,466,286	18,832,322	15,157,213	1,326,722	17,694,564	78,885,472
Superior - El Paso	6,194,874	922,547	3,884,644	30,798,779	31,297,423	18,967,686	1,964,251	21,954,352	115,984,556
Americaid - Harris	9,260,850	2,069,936	9,486,872	102,404,134	118,927,429	58,416,952	8,895,428	55,544,963	365,006,564
CHC - Harris	7,480,796	1,943,057	9,755,928	82,186,694	124,007,673	52,621,580	8,947,079	40,877,568	327,820,376
TCHP - Harris	8,592,441	1,136,078	3,370,047	38,340,930	70,658,053	80,721,473	16,081,505	64,639,458	283,539,985
Molina - Harris	879,210	143,439	434,977	4,685,153	5,906,955	4,227,014	762,554	4,519,957	21,559,259
United - Harris	1,127,657	153,148	1,144,523	6,779,432	8,403,149	3,725,695	846,769	5,565,151	27,745,525
Firstcare - Lubbock	2,059,913	508,652	2,252,490	30,967,276	20,160,913	10,319,285	319,934	10,395,153	76,983,616
Superior - Lubbock	548,507	127,027	717,094	7,693,749	2,893,857	2,473,746	70,785	2,343,132	16,867,898
Americaid - Tarrant	6,280,165	729,930	5,102,457	64,171,293	78,906,143	47,665,786	6,542,359	42,751,822	252,149,955
Aetna - Tarrant	424,846	154,132	989,711	21,425,900	25,481,944	2,373,950	542,157	2,546,408	53,939,048
Cook - Tarrant	1,572,115	209,329	775,179	18,605,808	20,749,153	13,202,754	3,048,114	11,692,337	69,854,789
Americaid - Travis	4,444,037	1,190,804	5,059,466	8,164,952	10,845,325	6,378,981	1,449,582	3,364,642	40,897,790
Superior - Travis	19,629,324	4,979,674	19,045,515	34,105,053	56,100,333	21,474,913	3,417,570	16,473,934	175,226,316
Americaid - Nueces	1,364,032	300,399	2,088,667	11,572,011	17,507,855	4,601,558	179,150	4,831,242	42,444,914
Driscoll - Nueces	5,640,232	727,898	2,667,272	24,250,684	39,968,530	22,200,327	739,043	21,109,037	117,303,023
Superior - Nueces	2,022,945	341,736	2,217,403	11,782,870	17,660,589	6,569,880	251,358	6,566,511	47,413,291
Total	109,640,188	21,260,259	92,697,817	765,844,282	991,871,493	573,935,384	86,654,932	498,959,285	3,140,863,641

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Adjusted Premium Rates pmpm (Community Rates with Risk Adjustment)									
CFHP - Bexar	117.94	360.88	345.20	464.96	758.48	126.10	294.22	87.59	200.47
Superior - Bexar	116.70	397.83	321.85	469.41	761.04	123.84	248.83	85.05	212.27
Aetna - Bexar	101.47	312.46	280.80	462.52	886.85	108.20	250.75	79.17	238.23
Americaid - Dallas	103.85	221.61	284.52	474.90	623.93	129.71	252.38	89.60	156.48
Parkland - Dallas	110.69	308.20	326.45	471.55	727.63	135.15	258.08	93.06	220.12
Unicare - Dallas	97.94	195.56	238.12	451.36	548.54	115.28	238.74	83.21	173.48
El Paso First - El Paso	101.52	224.60	314.36	413.92	585.07	109.49	215.35	79.73	148.09
Superior - El Paso	100.34	238.17	304.45	416.89	541.87	107.61	207.89	78.26	158.75
Americaid - Harris	107.35	321.39	408.81	490.88	848.01	113.30	229.78	85.71	203.39
CHC - Harris	119.39	319.57	418.47	515.54	824.40	128.12	245.55	94.98	241.55
TCHP - Harris	108.12	264.42	349.59	474.00	841.41	125.01	261.71	90.47	162.50
Molina - Harris	94.34	408.88	272.85	469.27	744.95	104.93	246.49	80.48	157.14
United - Harris	96.26	265.63	330.49	455.55	829.35	105.75	245.38	84.68	178.93
Firstcare - Lubbock	105.19	325.02	465.02	856.30	492.31	118.27	165.55	89.83	229.62
Superior - Lubbock	99.18	287.24	405.18	845.82	428.71	110.63	159.44	84.84	205.90
Americaid - Tarrant	106.13	234.54	344.04	524.59	691.74	113.35	229.78	93.89	193.37
Aetna - Tarrant	95.90	216.70	305.94	517.59	810.17	99.01	206.23	82.93	372.28
Cook - Tarrant	110.20	181.81	281.10	504.18	687.20	124.58	262.95	98.07	202.83
Americaid - Travis	100.84	287.54	266.54	529.51	824.72	121.31	227.04	78.41	197.09
Superior - Travis	100.65	311.86	286.82	550.10	836.20	113.16	222.95	81.92	205.89
Americaid - Nueces	155.73	391.90	344.34	526.50	1038.25	154.98	268.77	107.70	314.11
Driscoll - Nueces	154.34	372.71	373.85	524.10	930.96	161.09	323.41	106.25	237.22
Superior - Nueces	156.40	350.73	414.15	515.11	910.39	150.65	258.01	101.43	264.79
Total	109.12	301.71	330.52	501.45	757.63	123.40	246.75	89.21	199.52

FY2009 Adjusted Premium Rate Change Relative to FY2008 (Community Rates with Risk Adjustment)

CFHP - Bexar	13.0%	63.8%	-3.8%	1.1%	7.4%	17.1%	29.5%	2.3%	7.6%
Superior - Bexar	13.3%	76.2%	-6.9%	1.2%	7.9%	14.3%	5.4%	1.4%	6.7%
Aetna - Bexar	-1.5%	38.4%	-18.8%	-0.3%	25.7%	-0.1%	6.2%	-5.6%	10.4%
Americaid - Dallas	8.3%	-22.0%	13.4%	21.5%	-9.6%	2.6%	0.5%	-3.2%	0.3%
Parkland - Dallas	13.8%	17.4%	24.6%	18.2%	0.4%	5.1%	0.0%	-0.2%	4.4%
Unicare - Dallas	2.2%	-31.1%	-5.1%	15.5%	-20.5%	-8.8%	-4.9%	-10.1%	-8.6%
El Paso First - El Paso	14.0%	-38.0%	15.7%	-7.3%	1.0%	5.2%	-3.8%	-3.2%	0.4%
Superior - El Paso	13.8%	-34.0%	12.4%	-6.0%	-7.3%	2.9%	-2.1%	-4.4%	-3.2%
Americaid - Harris	18.7%	39.4%	24.8%	16.5%	18.9%	7.2%	0.6%	-4.1%	11.3%
CHC - Harris	24.2%	28.3%	19.5%	19.2%	15.8%	19.8%	3.4%	1.3%	14.7%
TCHP - Harris	25.4%	22.8%	16.5%	21.3%	17.7%	14.3%	14.9%	0.1%	12.3%
Molina - Harris	4.3%	77.4%	-16.7%	11.3%	4.4%	-0.7%	7.9%	-9.9%	0.3%
United - Harris	6.4%	15.2%	0.9%	8.1%	16.3%	0.0%	7.4%	-5.2%	5.6%
Firstcare - Lubbock	9.3%	77.4%	58.9%	57.8%	12.6%	18.5%	-37.0%	0.5%	23.7%
Superior - Lubbock	3.1%	56.8%	38.5%	55.8%	-1.9%	10.8%	-39.3%	-5.1%	18.0%
Americaid - Tarrant	9.7%	-5.6%	8.8%	13.3%	15.2%	1.0%	12.2%	-1.5%	7.8%
Aetna - Tarrant	-0.9%	-12.7%	-3.2%	11.8%	34.9%	-11.8%	0.7%	-13.0%	19.1%
Cook - Tarrant	13.9%	-26.8%	-11.1%	8.9%	14.4%	11.0%	28.4%	2.9%	10.4%
Americaid - Travis	24.2%	24.2%	18.6%	15.7%	6.2%	24.2%	-19.5%	2.2%	12.3%
Superior - Travis	23.3%	36.1%	24.2%	18.4%	10.0%	14.7%	-23.3%	5.1%	13.6%
Americaid - Nueces	26.2%	-13.0%	7.1%	29.2%	10.9%	20.3%	-40.3%	14.8%	15.1%
Driscoll - Nueces	13.2%	-25.1%	5.2%	16.4%	-10.0%	13.2%	-35.0%	2.5%	0.8%
Superior - Nueces	26.7%	-22.1%	28.8%	26.4%	-2.7%	17.0%	-42.7%	8.1%	7.7%
Total	16.7%	16.7%	14.9%	14.7%	8.6%	9.3%	2.7%	-0.8%	8.2%

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Adjusted Premium (Community Rates with Risk Adjustment)									
CFHP - Bexar	5,557,757	1,116,016	3,926,119	25,695,487	65,615,962	34,763,194	2,619,989	32,186,452	171,480,974
Superior - Bexar	5,924,969	1,456,550	4,400,790	31,875,145	71,550,472	32,495,818	2,909,670	29,149,464	179,762,877
Aetna - Bexar	1,133,326	350,533	1,053,914	6,422,791	21,923,913	4,617,990	498,439	6,142,578	42,143,484
Americaid - Dallas	6,110,392	534,560	3,442,669	21,581,857	37,320,791	55,858,716	11,303,558	45,296,949	181,449,491
Parkland - Dallas	7,273,507	1,591,586	4,820,071	46,513,756	118,548,567	68,801,561	12,846,678	44,639,311	305,035,036
Unicare - Dallas	897,767	88,501	738,478	6,146,955	8,604,143	6,299,313	1,092,239	5,809,137	29,676,534
El Paso First - El Paso	4,408,044	484,727	3,190,321	9,308,896	18,832,322	15,157,213	1,326,722	17,432,999	70,141,244
Superior - El Paso	6,067,830	922,547	3,620,267	16,414,631	31,297,423	18,967,686	1,964,251	21,629,817	100,884,452
Americaid - Harris	9,007,968	2,069,936	8,649,531	56,382,732	118,927,429	58,416,952	8,895,428	54,660,657	317,010,631
CHC - Harris	7,276,521	1,943,057	8,894,839	45,251,204	124,007,673	52,621,580	8,947,079	40,226,774	289,168,728
TCHP - Harris	8,357,810	1,136,078	3,072,596	21,110,148	70,658,053	80,721,473	16,081,505	63,610,362	264,748,025
Molina - Harris	855,201	143,439	396,585	2,579,600	5,906,955	4,227,014	762,554	4,447,997	19,319,345
United - Harris	1,096,865	153,148	1,043,504	3,732,690	8,403,149	3,725,695	846,769	5,476,551	24,478,371
Firstcare - Lubbock	1,996,579	508,652	2,120,959	21,955,094	20,160,913	10,319,285	319,934	10,184,782	67,566,198
Superior - Lubbock	531,643	127,027	675,221	5,454,693	2,893,857	2,473,746	70,785	2,295,713	14,522,685
Americaid - Tarrant	6,095,284	729,930	4,550,921	36,760,631	78,906,143	47,665,786	6,542,359	42,051,399	223,302,453
Aetna - Tarrant	412,339	154,132	882,731	12,273,862	25,481,944	2,373,950	542,157	2,504,689	44,625,804
Cook - Tarrant	1,525,834	209,329	691,389	10,658,368	20,749,153	13,202,754	3,048,114	11,500,776	61,585,715
Americaid - Travis	4,241,361	1,190,804	4,418,492	4,935,605	10,845,325	6,378,981	1,449,582	3,327,112	36,787,264
Superior - Travis	18,734,104	4,979,674	16,632,678	20,616,050	56,100,333	21,474,913	3,417,570	16,290,183	158,245,504
Americaid - Nueces	1,330,140	300,399	1,928,798	7,002,047	17,507,855	4,601,558	179,150	4,777,375	37,627,321
Driscoll - Nueces	5,500,088	727,898	2,463,116	14,673,718	39,968,530	22,200,327	739,043	20,873,677	107,146,397
Superior - Nueces	1,972,681	341,736	2,047,680	7,129,634	17,660,589	6,569,880	251,358	6,493,296	42,466,853
Total	106,308,009	21,260,259	83,661,667	434,475,593	991,871,493	573,935,384	86,654,932	491,008,048	2,789,175,386

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
Maximum of Adjusted Community Rate w/o Risk Adjustment and Adjusted Community Rate with Risk Adjustment									
CFHP - Bexar	117.94	360.88	345.20	464.96	758.48	126.10	294.22	87.59	200.47
Superior - Bexar	115.68	371.16	325.72	466.92	775.12	123.76	266.90	85.65	213.99
Aetna - Bexar	101.47	312.46	280.80	462.52	886.85	108.20	250.75	79.17	238.23
Americaid - Dallas	106.80	275.84	300.38	470.77	689.84	131.70	254.61	90.75	161.47
Parkland - Dallas	110.69	308.20	326.45	471.55	727.63	135.15	258.08	93.06	220.12
Unicare - Dallas	106.80	275.84	300.38	470.77	689.84	131.70	254.61	90.75	198.55
El Paso First - El Paso	101.52	224.60	314.36	413.92	585.07	109.49	215.35	79.73	148.09
Superior - El Paso	100.83	233.31	309.01	415.81	557.33	108.44	210.84	78.91	160.75
Americaid - Harris	109.61	306.89	395.19	494.73	834.99	121.22	248.24	89.38	206.96
CHC - Harris	119.39	319.57	418.47	515.54	824.40	128.12	245.55	94.98	241.55
TCHP - Harris	108.12	264.42	349.59	474.00	841.41	125.01	261.71	90.47	162.50
Molina - Harris	109.61	306.89	395.19	494.73	834.99	121.22	248.24	89.38	175.75
United - Harris	109.61	306.89	395.19	494.73	834.99	121.22	248.24	89.38	190.75
Firstcare - Lubbock	105.19	325.02	465.02	856.30	492.31	118.27	165.55	89.83	229.62
Superior - Lubbock	103.87	316.70	449.00	854.19	483.31	116.71	164.41	88.87	216.97
Americaid - Tarrant	106.29	219.79	329.78	519.39	712.16	114.89	237.33	94.15	195.73
Aetna - Tarrant	95.90	216.70	305.94	517.59	810.17	99.01	206.23	82.93	372.28
Cook - Tarrant	110.20	181.81	281.10	504.18	687.20	124.58	262.95	98.07	202.83
Americaid - Travis	100.69	306.85	282.31	546.00	834.32	114.93	224.16	81.31	199.15
Superior - Travis	100.65	311.86	286.82	550.10	836.20	113.16	222.95	81.92	205.89
Americaid - Nueces	155.73	391.90	344.34	526.50	1038.25	154.98	268.77	107.70	314.11
Driscoll - Nueces	155.00	370.89	375.83	522.42	948.77	158.07	297.90	105.45	237.49
Superior - Nueces	155.00	370.89	375.83	522.42	948.77	158.07	297.90	105.45	272.77
Total	109.89	301.83	332.71	502.22	766.53	125.02	250.51	90.13	201.49

FY2009 Adjusted Premium Rate Change

CFHP - Bexar	13.0%	63.8%	-3.8%	1.1%	7.4%	17.1%	29.5%	2.3%	7.6%
Superior - Bexar	12.3%	64.4%	-5.8%	0.7%	9.9%	14.3%	13.0%	2.1%	7.5%
Aetna - Bexar	-1.5%	38.4%	-18.8%	-0.3%	25.7%	-0.1%	6.2%	-5.6%	10.4%
Americaid - Dallas	11.4%	-2.9%	19.7%	20.4%	-0.1%	4.2%	1.4%	-2.0%	3.5%
Parkland - Dallas	13.8%	17.4%	24.6%	18.2%	0.4%	5.1%	0.0%	-0.2%	4.4%
Unicare - Dallas	11.4%	-2.9%	19.7%	20.4%	-0.1%	4.2%	1.4%	-2.0%	4.6%
El Paso First - El Paso	14.0%	-38.0%	15.7%	-7.3%	1.0%	5.2%	-3.8%	-3.2%	0.4%
Superior - El Paso	14.4%	-35.3%	14.1%	-6.3%	-4.7%	3.7%	-0.7%	-3.6%	-2.0%
Americaid - Harris	21.2%	33.1%	20.7%	17.4%	17.0%	14.7%	8.7%	0.0%	13.3%
CHC - Harris	24.2%	28.3%	19.5%	19.2%	15.8%	19.8%	3.4%	1.3%	14.7%
TCHP - Harris	25.4%	22.8%	16.5%	21.3%	17.7%	14.3%	14.9%	0.1%	12.3%
Molina - Harris	21.2%	33.1%	20.7%	17.4%	17.0%	14.7%	8.7%	0.0%	12.2%
United - Harris	21.2%	33.1%	20.7%	17.4%	17.0%	14.7%	8.7%	0.0%	12.6%
Firstcare - Lubbock	9.3%	77.4%	58.9%	57.8%	12.6%	18.5%	-37.0%	0.5%	23.7%
Superior - Lubbock	8.0%	72.9%	53.4%	57.4%	10.6%	16.9%	-37.4%	-0.6%	24.4%
Americaid - Tarrant	9.9%	-11.5%	4.3%	12.2%	18.6%	2.4%	15.9%	-1.2%	9.1%
Aetna - Tarrant	-0.9%	-12.7%	-3.2%	11.8%	34.9%	-11.8%	0.7%	-13.0%	19.1%
Cook - Tarrant	13.9%	-26.8%	-11.1%	8.9%	14.4%	11.0%	28.4%	2.9%	10.4%
Americaid - Travis	24.0%	32.5%	25.7%	19.3%	7.4%	17.7%	-20.5%	5.9%	13.4%
Superior - Travis	23.3%	36.1%	24.2%	18.4%	10.0%	14.7%	-23.3%	5.1%	13.6%
Americaid - Nueces	26.2%	-13.0%	7.1%	29.2%	10.9%	20.3%	-40.3%	14.8%	15.1%
Driscoll - Nueces	13.7%	-25.4%	5.8%	16.0%	-8.3%	11.1%	-40.1%	1.7%	0.9%
Superior - Nueces	25.6%	-17.6%	16.9%	28.2%	1.4%	22.7%	-33.8%	12.4%	10.9%
Total	17.5%	16.7%	15.6%	14.9%	9.9%	10.7%	4.3%	0.2%	9.2%

Health Plan	TANF Children (over age 1)	TANF Children (< 1)	TANF Adults	Pregnant Women	Newborns	Expansion Children (over age 1)	Expansion Children (< 1)	Federal Mandate Children	Total
FY2009 Adjusted Premium									
CFHP - Bexar	5,557,757	1,116,016	3,926,119	25,695,487	65,615,962	34,763,194	2,619,989	32,186,452	171,480,974
Superior - Bexar	5,872,860	1,358,909	4,453,712	31,706,028	72,873,552	32,476,268	3,120,899	29,357,801	181,220,029
Aetna - Bexar	1,133,326	350,533	1,053,914	6,422,791	21,923,913	4,617,990	498,439	6,142,578	42,143,484
Americaid - Dallas	6,284,375	665,365	3,634,584	21,394,053	41,262,683	56,715,816	11,403,342	45,876,954	187,237,170
Parkland - Dallas	7,273,507	1,591,586	4,820,071	46,513,756	118,548,567	68,801,561	12,846,678	44,639,311	305,035,036
Unicare - Dallas	979,011	124,829	931,563	6,411,330	10,820,428	7,196,706	1,164,867	6,336,006	33,964,740
El Paso First - El Paso	4,408,044	484,727	3,190,321	9,308,896	18,832,322	15,157,213	1,326,722	17,432,999	70,141,244
Superior - El Paso	6,097,489	903,753	3,674,507	16,371,997	32,190,332	19,113,851	1,992,083	21,809,327	102,153,339
Americaid - Harris	9,198,010	1,976,551	8,361,489	56,825,124	117,101,870	62,500,797	9,609,978	57,001,367	322,575,186
CHC - Harris	7,276,521	1,943,057	8,894,839	45,251,204	124,007,673	52,621,580	8,947,079	40,226,774	289,168,728
TCHP - Harris	8,357,810	1,136,078	3,072,596	21,110,148	70,658,053	80,721,473	16,081,505	63,610,362	264,748,025
Molina - Harris	993,613	107,660	574,412	2,719,565	6,620,967	4,883,150	767,966	4,940,038	21,607,371
United - Harris	1,249,076	176,938	1,247,799	4,053,734	8,460,290	4,270,487	856,635	5,780,543	26,095,503
Firstcare - Lubbock	1,996,579	508,652	2,120,959	21,955,094	20,160,913	10,319,285	319,934	10,184,782	67,566,198
Superior - Lubbock	556,796	140,053	748,252	5,508,726	3,262,429	2,609,839	72,993	2,404,899	15,303,988
Americaid - Tarrant	6,104,688	684,016	4,362,376	36,396,364	81,235,394	48,312,181	6,757,485	42,171,926	226,024,428
Aetna - Tarrant	412,339	154,132	882,731	12,273,862	25,481,944	2,373,950	542,157	2,504,689	44,625,804
Cook - Tarrant	1,525,834	209,329	691,389	10,658,368	20,749,153	13,202,754	3,048,114	11,500,776	61,585,715
Americaid - Travis	4,235,049	1,270,803	4,679,914	5,089,285	10,971,566	6,043,285	1,431,167	3,449,913	37,170,982
Superior - Travis	18,734,104	4,979,674	16,632,678	20,616,050	56,100,333	21,474,913	3,417,570	16,290,183	158,245,504
Americaid - Nueces	1,330,140	300,399	1,928,798	7,002,047	17,507,855	4,601,558	179,150	4,777,375	37,627,321
Driscoll - Nueces	5,523,893	724,351	2,476,161	14,626,729	40,732,979	21,784,927	680,757	20,715,937	107,265,734
Superior - Nueces	1,955,104	361,387	1,858,223	7,230,831	18,405,098	6,893,540	290,226	6,750,790	43,745,200
Total	107,055,925	21,268,798	84,217,406	435,141,468	1,003,524,275	581,456,318	87,975,733	496,091,781	2,816,731,704

Attachment 2

Individual HMO Experience Analysis

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

Exhibit A. This exhibit shows monthly enrollment, number of maternity deliveries and earned premium by risk group for the period September 2005 through March 2008. All of this information was provided by HHSC.

Exhibit B. This exhibit shows a sample of a claim lag report for one risk group. This report includes claim amounts by payment month and month of service. We analyzed claims experience for the period September 2005 through January 2008.

Exhibit C. This exhibit shows the calculation of estimated monthly incurred claims for one risk group. The report includes the following information: (i) monthly enrollment, (ii) claim amounts incurred in that month and paid through March 31, 2008, (iii) estimated proportion of that month's incurred claims paid through March 31, 2008 (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 HMO.

Exhibit D. This exhibit is a summary of the sample HMO's projected FY2009 cost based on the HMO's actual experience. The top of the exhibit shows summary base period (FY2007) enrollment, premium and claims experience. Next are projected FY2009 enrollment and premium based on current (FY2008) rates. Trend assumptions for FY2008 and FY2009 are used to project the average base period claims cost to FY2009. Adjustment factors are used to recognize the cost impact of benefit and provider reimbursement changes. Combining these factors results in projected FY2009 incurred claims.

In addition to incurred claims, provision is also made for services that are capitated by the HMO, 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 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) \$1.50 pmpm.

A provision for administrative expenses is included in the amount of \$11.1025 pmpm and 7.5% of gross premium. A risk margin is also included at 2.0% of gross premium. An investment income adjustment is made to recognize the cash flow advantage to the HMO from the receiving the premium prior to paying claims.

At the bottom of Exhibit D is a summary of the projected FY2009 cost based on the above assumptions. Cost projections are presented both with and without the inclusion of maternity expenses.

Sample HMO
 Enrollment and Premium Experience
 Number of Members

Month	TANF Children	TANF Ch <1	TANF Adults	Pregnant Women	Newborns	Expansion Children	Exp Ch <1	Fed Mand Children	Total Members
Sep-05	4,100	319	1,116	3,386	4,700	15,639	905	20,713	50,878
Oct-05	4,079	291	1,086	3,372	4,762	15,399	886	20,347	50,222
Nov-05	4,055	284	1,088	3,391	4,795	15,843	899	20,899	51,254
Dec-05	4,006	279	1,067	3,289	4,852	15,851	891	20,904	51,139
Jan-06	3,938	269	1,054	3,256	4,908	15,520	862	20,641	50,448
Feb-06	3,780	268	1,012	3,376	4,908	15,306	855	20,262	49,767
Mar-06	3,611	246	958	3,328	4,985	14,980	833	19,860	48,801
Apr-06	3,454	227	918	3,323	4,953	14,766	819	19,672	48,132
May-06	3,321	229	901	3,373	4,961	14,900	867	20,010	48,562
Jun-06	3,274	225	884	3,406	4,960	14,722	840	20,034	48,345
Jul-06	3,220	216	872	3,440	4,921	14,652	819	20,059	48,199
Aug-06	3,229	223	850	3,499	4,927	14,959	847	20,580	49,114
Sep-06	3,278	229	842	3,492	4,930	14,850	801	20,322	48,744
Oct-06	3,230	226	826	3,541	4,961	14,718	792	20,044	48,338
Nov-06	3,294	223	840	3,510	5,013	14,872	820	20,159	48,731
Dec-06	3,297	213	813	3,375	5,033	14,681	832	20,029	48,273
Jan-07	3,137	193	782	3,317	5,061	14,296	804	19,507	47,097
Feb-07	3,066	188	766	3,336	5,047	14,264	830	19,387	46,884
Mar-07	2,979	186	743	3,340	5,172	14,237	817	19,258	46,732
Apr-07	2,917	179	721	3,442	5,198	14,254	806	19,168	46,685
May-07	2,822	179	722	3,510	5,259	15,360	857	20,795	49,504
Jun-07	2,816	183	743	3,502	5,275	15,769	863	21,570	50,721
Jul-07	2,789	187	751	3,525	5,307	15,708	844	21,465	50,576
Aug-07	2,850	194	746	3,560	5,340	15,771	834	21,629	50,924
Sep-07	2,887	192	750	3,570	5,312	15,508	793	21,241	50,253
Oct-07	2,913	190	768	3,571	5,318	15,178	740	20,696	49,374
Nov-07	2,991	207	779	3,524	5,330	15,545	729	21,021	50,126
Dec-07	3,035	218	800	3,446	5,331	15,657	686	21,156	50,329
Jan-08	3,058	212	819	3,367	5,335	15,096	635	20,565	49,087
Feb-08	3,009	207	791	3,377	5,309	14,479	597	19,753	47,522
Mar-08	2,947	201	782	3,353	5,366	14,180	576	19,270	46,675
FY2006	44,067	3,076	11,806	40,439	58,632	182,537	10,323	243,981	594,861
FY2007	36,475	2,380	9,295	41,450	61,596	178,780	9,900	243,333	583,209
FY2008	20,840	1,427	5,489	24,208	37,301	105,643	4,756	143,702	343,366

Sample HMO
 Enrollment and Premium Experience
 Number of Deliveries

Month	Deliveries (continued)								Total Deliveries
	TANF Children	TANF Ch <1	TANF Adults	Pregnant Women	Newborns	Expansion Children	Exp Ch <1	Fed Mand Children	
Sep-05	4	0	12	372	0	0	0	4	392
Oct-05	4	0	11	353	0	0	0	5	373
Nov-05	4	0	11	347	0	0	0	4	366
Dec-05	3	0	13	349	0	0	0	4	369
Jan-06	4	0	10	372	0	0	0	5	391
Feb-06	3	0	8	337	0	0	0	6	354
Mar-06	2	0	7	340	0	0	0	6	355
Apr-06	2	0	8	332	0	0	0	5	347
May-06	4	0	11	358	0	0	0	5	378
Jun-06	2	0	12	356	0	0	0	6	376
Jul-06	2	0	9	348	0	0	0	7	366
Aug-06	3	0	9	387	0	0	0	7	406
Sep-06	3	0	8	371	0	0	0	8	390
Oct-06	4	0	8	377	0	0	0	10	399
Nov-06	2	0	9	383	0	0	0	9	403
Dec-06	3	0	11	393	0	0	0	11	418
Jan-07	3	0	7	388	0	0	0	9	407
Feb-07	1	0	6	356	0	0	0	9	372
Mar-07	4	0	8	387	0	0	0	9	408
Apr-07	3	0	7	368	0	0	0	8	386
May-07	2	0	6	369	0	0	0	7	384
Jun-07	4	0	8	347	0	0	0	9	368
Jul-07	2	0	8	407	0	0	0	9	426
Aug-07	3	0	10	420	0	0	0	9	442
Sep-07	4	0	5	396	0	0	0	8	413
Oct-07	3	0	8	395	0	0	0	7	413
Nov-07	4	0	9	395	0	0	0	8	416
Dec-07	4	0	10	382	0	0	0	6	402
Jan-08	4	0	7	393	0	0	0	8	412
Feb-08									
Mar-08									
FY2006	37	0	121	4,251	0	0	0	64	4,473
FY2007	34	0	96	4,566	0	0	0	107	4,803
FY2008	19	0	39	1,961	0	0	0	37	2,056

Sample HMO

Enrollment and Premium Experience

Premium Amount

Month	TANF Children	TANF Ch <1	TANF Adults	Pregnant Women	Newborns	Expansion Children	Exp Ch <1	Fed Mand Children	Deliveries	Total
Sep-05	332,838	73,380	238,166	1,213,204	2,647,792	1,253,309	137,605	1,400,820	1,241,303	8,538,417
Oct-05	331,133	66,939	231,763	1,208,188	2,682,720	1,234,076	134,716	1,376,068	1,181,138	8,446,741
Nov-05	329,185	65,329	232,190	1,214,995	2,701,311	1,269,658	136,693	1,413,399	1,158,972	8,521,732
Dec-05	325,207	64,178	227,708	1,178,449	2,733,423	1,270,299	135,477	1,413,738	1,168,472	8,516,950
Jan-06	319,687	61,878	224,934	1,166,625	2,764,971	1,243,773	131,067	1,395,951	1,238,137	8,547,022
Feb-06	306,860	61,648	215,971	1,209,621	2,764,971	1,226,623	130,003	1,370,319	1,120,973	8,406,989
Mar-06	293,141	56,587	204,447	1,192,422	2,808,350	1,200,497	126,658	1,343,132	1,124,139	8,349,373
Apr-06	280,396	52,217	195,910	1,190,631	2,790,322	1,183,347	124,529	1,330,417	1,098,807	8,246,576
May-06	269,599	52,677	192,282	1,208,546	2,794,829	1,194,086	131,827	1,353,276	1,196,971	8,394,094
Jun-06	265,783	51,757	188,654	1,220,370	2,794,266	1,179,821	127,722	1,354,899	1,190,638	8,373,910
Jul-06	261,400	49,686	186,094	1,232,552	2,772,295	1,174,211	124,529	1,356,590	1,158,972	8,316,329
Aug-06	262,130	51,297	181,399	1,253,692	2,775,675	1,198,814	128,786	1,391,825	1,285,636	8,529,253
Sep-06	285,547	64,198	220,335	1,396,765	3,206,817	1,298,039	147,712	1,369,703	1,234,970	9,224,085
Oct-06	281,365	63,357	216,148	1,416,365	3,226,982	1,286,500	146,053	1,350,966	1,263,469	9,251,204
Nov-06	286,940	62,516	219,811	1,403,965	3,260,806	1,299,962	151,216	1,358,717	1,276,136	9,320,068
Dec-06	287,202	59,712	212,746	1,349,966	3,273,816	1,283,266	153,429	1,349,955	1,323,635	9,293,726
Jan-07	273,264	54,106	204,634	1,326,767	3,292,029	1,249,613	148,266	1,314,772	1,288,802	9,152,252
Feb-07	267,079	52,704	200,447	1,334,367	3,282,922	1,246,816	153,060	1,306,684	1,177,971	9,022,051
Mar-07	259,501	52,143	194,428	1,335,967	3,364,231	1,244,456	150,663	1,297,989	1,291,969	9,191,347
Apr-07	254,100	50,181	188,671	1,376,766	3,381,143	1,245,942	148,634	1,291,923	1,222,304	9,159,664
May-07	245,824	50,181	188,933	1,403,965	3,420,822	1,342,618	158,039	1,401,583	1,215,971	9,427,935
Jun-07	245,302	51,302	194,428	1,400,765	3,431,229	1,378,368	159,146	1,453,818	1,165,305	9,479,664
Jul-07	242,950	52,424	196,522	1,409,965	3,452,044	1,373,036	155,642	1,446,741	1,348,967	9,678,291
Aug-07	248,264	54,386	195,213	1,423,964	3,473,510	1,378,543	153,798	1,457,795	1,399,633	9,785,105
Sep-07	297,274	43,338	259,365	1,655,945	3,747,191	1,679,827	187,243	1,781,695	1,349,102	11,000,980
Oct-07	299,952	42,887	265,590	1,656,408	3,751,424	1,644,081	174,729	1,735,980	1,349,102	10,920,152
Nov-07	307,983	46,724	269,394	1,634,607	3,759,889	1,683,834	172,131	1,763,241	1,358,901	10,996,706
Dec-07	312,514	49,207	276,656	1,598,427	3,760,594	1,695,966	161,978	1,774,565	1,313,169	10,943,077
Jan-08	314,882	47,853	283,227	1,561,783	3,763,416	1,635,199	149,936	1,724,992	1,345,835	10,827,122
Feb-08	309,837	46,724	273,544	1,566,421	3,745,075	1,568,365	140,964	1,656,882	0	9,307,811
Mar-08	303,453	45,370	270,431	1,555,289	3,785,284	1,535,978	136,005	1,616,368	0	9,248,177
FY2006	3,577,359	707,572	2,519,518	14,489,294	33,030,924	14,628,515	1,569,612	16,500,435	14,164,157	101,187,386
FY2007	3,177,337	667,209	2,432,316	16,579,586	40,066,350	15,627,160	1,825,659	16,400,644	15,209,132	111,985,392
FY2008	2,145,895	322,102	1,898,206	11,228,881	26,312,871	11,443,250	1,122,987	12,053,724	6,716,109	73,244,025

Sample HMO
Claims Lag Report

Month	Month Paid	Incurred	Sep-05	Oct-05	Nov-05	Dec-05	Jan-06	Feb-06	Mar-06	Apr-06	May-06	Jun-06	Jul-06	Aug-06	Sep-06	Oct-06	Nov-06	Dec-06	Jan-07
TANF Children (over age 1)																			
Sep-05	68212	147950	16059	5966	20511	1330	645	64	59	-27	112	797	-326	448	0	0	5		
Oct-05	103276	118655	61550	90434	28091	1158	638	684	1312	198	506	227	-161	-33	0	-27	0		
Nov-05		171062	90881	124083	97844	3758	2938	1694	-214	754	847	860	125	136	7	0	0		
Dec-05						15371	4990	435	-330	1720	386	83	-165	-153	10	19	47		
Jan-06						127149	40379	5262	3476	1488	1223	981	107	1066	-582	-2408	-10		
Feb-06						77717	131369	21331	3621	2091	865	1535	248	403	-111	-126	-1231		
Mar-06							79464	135926	19217	4819	1694	1116	1070	211	1584	-44	-39		
Apr-06								60269	130643	23717	1450	546	529	-174	1732	-95	17		
May-06									80430	191680	-16818	6125	2776	1256	335	-119	175		
Jun-06										74221	83587	-2906	21245	1323	-134	-378	139		
Jul-06											63875	99563	14869	9373	875	-333	229		
Aug-06												91674	107506	26721	3834	5506	-410		
Sep-06													49765	105987	10964	1942	1616		
Oct-06														62184	116464	11308	32743		
Nov-06															60160	89026	13074		
Dec-06																21653	105662		
Jan-07																	42774		
Feb-07																			
Mar-07																			
Apr-07																			
May-07																			
Jun-07																			
Jul-07																			
Aug-07																			
Sep-07																			
Oct-07																			
Nov-07																			
Dec-07																			
Jan-08																			
Feb-08																			
Mar-08																			
Total	68212	251226	225148	329458	277483	226483	260424	225665	238213	300662	137726	200602	197587	208749	195136	125926	194792		

Sample HMO
Estimated Claims Experience

Month	TANF Children (over age 1)		Compl Factor	Est Inc Claims	Est Inc pmpm	Trend Factor
	Members	Inc & Pd Claims				
Sep-05	4,100	261,811	1.000	261,811	63.86	
Oct-05	4,079	294,919	1.000	294,919	72.30	
Nov-05	4,055	299,842	1.000	299,842	73.94	
Dec-05	4,006	237,423	1.000	237,423	59.27	
Jan-06	3,938	275,872	1.000	275,872	70.05	
Feb-06	3,780	237,543	1.000	237,543	62.84	
Mar-06	3,611	243,542	1.000	243,542	67.44	
Apr-06	3,454	214,063	1.000	214,063	61.98	
May-06	3,321	267,783	1.000	267,783	80.63	
Jun-06	3,274	177,175	1.000	177,175	54.12	
Jul-06	3,220	188,593	1.000	188,593	58.57	
Aug-06	3,229	235,978	1.000	235,978	73.08	
Sep-06	3,278	172,287	1.000	172,287	52.56	0.823
Oct-06	3,230	224,485	1.000	224,485	69.50	0.961
Nov-06	3,294	171,081	1.000	171,081	51.94	0.702
Dec-06	3,297	138,404	1.000	138,404	41.98	0.708
Jan-07	3,137	221,634	1.000	221,634	70.65	1.009
Feb-07	3,066	213,591	1.000	213,591	69.66	1.109
Mar-07	2,979	167,719	1.000	167,719	56.30	0.835
Apr-07	2,917	154,689	1.000	154,689	53.03	0.856
May-07	2,822	173,592	1.000	173,592	61.51	0.763
Jun-07	2,816	141,345	1.000	141,345	50.19	0.928
Jul-07	2,789	148,253	0.999	148,402	53.21	0.908
Aug-07	2,850	143,203	0.998	143,490	50.35	0.689
Sep-07	2,887	160,618	0.998	160,940	55.75	1.061
Oct-07	2,913	168,017	0.998	168,354	57.79	0.832
Nov-07	2,991	214,227	0.993	215,737	72.13	1.389
Dec-07	3,035	209,888	0.980	214,171	70.57	1.681
Jan-08	3,058	190,119	0.948	200,548	65.58	0.928
Feb-08	3,009					
Mar-08	2,947					
9/05-11/05	12,234			856,571	70.02	
12/05-2/06	11,724			750,838	64.04	
3/06-5/06	10,386			725,388	69.84	
6/06-8/06	9,723			601,746	61.89	
9/06-11/06	9,802			567,854	57.93	0.827
12/06-2/07	9,500			573,629	60.38	0.943
3/07-5/07	8,718			496,000	56.89	0.815
6/07-8/07	8,455			433,237	51.24	0.828
9/07-11/07	8,791			545,031	62.00	1.070
FY2006	44,067			2,934,543	66.59	
FY2007	36,475			2,070,720	56.77	0.853
FY2008	14,884			959,750	64.48	1.128

Sample HMO
Experienced-based Renewal Rating

	TANF Children (over age 1)		TANF Children <1	
	Amount	per Member per Month	Amount	per Member per Month
FY2007 Experience Period				
Member Months	36,475		2,380	
Premium Revenue	3,177,337	87.11	667,209	280.34
Adjusted Premium	3,755,831	102.97	537,214	225.72
Estimated Incurred Claims	2,070,720	56.77	560,569	235.53
Projected FY2009 Member Months	63,827		7,114	
Projected FY2009 Premium				
Current Unadjusted Rates	6,743,323	105.65	751,594	105.65
Current Adjusted Rates	6,572,266	102.97	1,605,772	225.72
Current DSP Rate	187,647	3,266.59	0	3,266.59
Annual Cost Trend Assumptions				
FY2008	11.7 %		11.7 %	
FY2009	6.3 %		6.3 %	
Provider Reimbursement Adjustment		1.1430		1.1200
Other Reimbursement Changes		1.0161		1.0118
Inpatient Reimbursement Changes		1.009		1.012
Third Party Recovery Adjustment		1.000		1.000
Projected FY2009 Incurred Claims	5,041,695	78.99	2,281,602	320.72
Capitation Expenses				
Vision	63,827	1.00	7,114	1.00
Mental Health	159,568	2.50	17,785	2.50
PCP	191,481	3.00	21,342	3.00
Other	0	0.00	0	0.00
Total	414,876	6.50	46,241	6.50
Reinsurance Expenses				
Gross Premium	319,135	5.00	35,570	5.00
Projected Reinsurance Recoveries	223,395	3.50	24,899	3.50
Net Reinsurance Cost	95,741	1.50	10,671	1.50
Administrative Expenses				
Fixed Amount	708,639	11.10	78,983	11.10
Percentage of Premium	517,670	7.50 %	199,884	7.50 %
Total	1,226,309		278,867	
Risk Margin	138,045	2.0 %	53,302	2.0 %
Investment Income Adjustment		0.9977		0.9977
Projected FY2009 Total Cost				
with deliveries	6,902,265	108.14	2,665,124	374.63
without deliveries	6,714,618	105.20	2,665,124	374.63

Attachment 3

Community Experience Analysis

The following exhibits present a summary of the experience analysis performed for each managed care service area. HHSC utilizes an adjusted community rating methodology in setting the STAR premium rates. The base community rates by risk group vary by service area but are the same for each HMO in a service area. The community rates are developed by a weighted average of the projected FY2009 cost for each health plan in the service area. The weights used in this formula are the projected number of FY2009 clients enrolled in each health plan.

Below is a brief description of the exhibits contained in this attachment. The exhibits present the derivation of the FY2009 STAR HMO community rates for the following service areas:

- Exhibit A – Bexar Service Area
- Exhibit B – Dallas Service Area
- Exhibit C – El Paso Service Area
- Exhibit D – Harris Service Area
- Exhibit E – Lubbock Service Area
- Exhibit F – Nueces Service Area
- Exhibit G – Tarrant Service Area
- Exhibit H – Travis Service Area

These exhibits show projected FY2009 experience for each of the service areas. These amounts were derived by summing amounts from each individual health plan in the service area (including PCCM, if applicable). The experience analysis for individual HMOs is described in Attachment 2. The top portion of the exhibit shows summary base period (FY2007) experience and projected FY2009 enrollment, premium and incurred claims experience.

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) \$1.50 pmpm.

A provision for administrative expenses is included in the amount of \$11.1025 pmpm and 7.5% of gross premium. A risk margin is also included at 2.0% of gross premium. An investment income adjustment is made to recognize the cash flow advantage to the HMO from the receiving the premium prior to paying claims.

The bottom of the exhibit shows a summary of the projected FY2009 cost based on these assumptions. Cost projections are presented both with and without the inclusion of maternity expenses.

FY2009 STAR Rating Summary
Bexar SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	109,431		7,143		27,886		124,346		184,786	
Premium Revenue	9,705,294	88.69	2,030,624	284.28	7,319,944	262.50	49,874,866	401.10	120,783,897	653.64
Adjusted Premium	11,330,394	103.54	1,594,928	223.29	9,782,642	350.81	57,460,594	462.10	130,441,588	705.91
FY2007 Incurred Claims	7,301,054	66.72	1,727,068	241.78	6,710,926	240.66	80,010,833	643.45	102,756,389	556.08
Proj.FY2009 Member Months	109,064		7,876		28,800		137,054		205,247	
Projected FY2009 Premium										
Current Unadjusted Rates	11,586,488	106.24	1,758,510	223.29	11,077,029	384.62	109,887,816	801.78	144,885,050	705.91
Current Adjusted Rates	11,292,384	103.54	1,758,510	223.29	10,103,322	350.81	63,333,187	462.10	144,885,050	705.91
Current DSP Rate	320,658	2.94	0	0.00	951,344	33.03	49,334,340	359.96	0	0.00
Annual Cost Trend Assumptions										
FY2008	11.7 %		11.7 %		11.3 %		3.6 %		6.2 %	
FY2009	6.3 %		6.3 %		11.4 %		5.4 %		6.3 %	
Provider Reimbursement Adjust.		1.1675		1.1164		1.0547		1.0597		1.0854
Other Reimbursement Changes		1.0041		1.0017		1.0048		1.0106		1.0018
Inpatient Reimbursement Changes		0.986		1.004		0.982		0.979		1.011
Third Party Recovery Adjust.		0.995		0.994		0.996		0.996		0.996
Projected Incurred Claims	9,940,278	91.14	2,523,769	320.45	8,901,233	309.07	100,531,634	733.52	141,016,154	687.06
Capitation Expenses	436,065	4.00	29,545	3.75	114,322	3.97	566,122	4.13	729,654	3.56
Net Reinsurance Cost	147,487	1.35	10,750	1.36	36,859	1.28	178,658	1.30	284,113	1.38

FY2009 STAR Rating Summary
Bexar SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	1,210,882	11.1025	87,439	11.1025	319,753	11.1025	1,521,647	11.1025	2,278,753	11.1025
Percentage of Premium	970,253	7.50%	219,232	7.50%	774,913	7.50%	8,499,582	7.50%	11,931,776	7.50%
Total	2,181,135		306,671		1,094,666		10,021,229		14,210,529	
Risk Margin	258,734	2.00%	58,462	2.00%	206,643	2.00%	2,266,555	2.00%	3,181,807	2.00%
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	12,936,710	118.62	2,923,098	371.16	10,332,167	358.75	113,327,763	826.88	159,090,346	775.12
without deliveries	12,616,052	115.68	2,923,098	371.16	9,380,823	325.72	63,993,423	466.92	159,090,346	775.12
Experience Rate Increase										
with deliveries		11.7 %		66.2 %		-6.7 %		3.1 %		9.8 %
without deliveries		11.7 %		66.2 %		-7.2 %		1.0 %		9.8 %

FY2009 STAR Rating Summary
Bexar SDA Total

FY2007 Experience Period	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Member Months	536,339		29,696		729,994		14,403		1,749,621	
Premium Revenue	46,936,515	87.51	5,538,789	186.52	49,753,203	68.16	45,608,561	3,166.59	337,551,692	192.93
Adjusted Premium	57,940,895	108.03	6,901,327	232.40	61,790,032	84.64	47,048,866	3,266.59	384,291,266	219.64
FY2007 Incurred Claims	40,472,900	75.46	5,090,381	171.42	38,242,002	52.39			282,311,553	161.36
Proj.FY2009 Member Months	580,755		22,586		787,806				1,879,187	
Projected FY2009 Premium										
Current Unadjusted Rates	62,739,141	108.03	5,248,949	232.40	67,375,912	85.52			414,558,897	220.61
Current Adjusted Rates	62,739,141	108.03	5,248,949	232.40	66,683,476	84.64			366,044,021	194.79
Current DSP Rate	0	0.00	0	0.00	1,078,337	1.37			51,684,680	27.50
Annual Cost Trend Assumptions										
FY2008	2.8 %		2.8 %		0.7 %					
FY2009	6.0 %		6.0 %		5.6 %					
Provider Reimbursement Adjust.		1.1835		1.1750		1.1477				
Other Reimbursement Changes		1.0052		1.0018		1.0029				
Inpatient Reimbursement Changes		0.986		1.032		0.979				
Third Party Recovery Adjust.		0.995		0.995		0.995				
Projected Incurred Claims	55,746,817	95.99	5,096,839	225.66	49,215,831	62.47			372,972,555	198.48
Capitation Expenses	2,192,206	3.77	90,661	4.01	3,163,084	4.02			7,321,658	3.90
Net Reinsurance Cost	811,791	1.40	29,745	1.32	1,061,434	1.35			2,560,837	1.36

FY2009 STAR Rating Summary
Bexar SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	6,447,829	11.1025	250,760	11.1025	8,746,612	11.1025	20,863,676	11.1025	20,863,676	11.1025
Percentage of Premium	5,390,775	7.50%	452,107	7.50%	5,141,762	7.50%	33,380,401	7.50 %	33,380,401	7.50 %
Total	11,838,604		702,867		13,888,375		54,244,077		54,244,077	28.87
Risk Margin	1,437,540	2.00%	120,562	2.00%	1,371,137	2.00%	8,901,440	2.0 %	8,901,440	2.0 %
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	71,877,002	123.76	6,028,098	266.90	68,556,830	87.02	445,072,015	236.84	445,072,015	236.84
without deliveries	71,877,002	123.76	6,028,098	266.90	67,478,493	85.65	393,387,335	209.34	393,387,335	209.34
Experience Rate Increase										
with deliveries		14.6 %		14.8 %		1.8 %		7.4 %		7.4 %
without deliveries		14.6 %		14.8 %		1.2 %		7.5 %		7.5 %

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	146,500		9,430		32,204		146,764		219,149	
Premium Revenue	12,960,815	88.47	2,345,489	248.73	6,975,265	216.60	50,909,277	346.88	144,223,454	658.11
Adjusted Premium	14,137,490	96.50	2,556,030	271.05	8,244,798	256.02	58,146,206	396.19	155,977,534	711.74
FY2007 Incurred Claims	9,153,489	62.48	1,650,377	175.01	7,039,701	218.60	97,785,547	666.28	105,994,381	483.66
Proj.FY2009 Member Months	133,720		8,029		29,966		157,704		238,424	
Projected FY2009 Premium										
Current Unadjusted Rates	13,383,912	100.09	2,176,214	271.05	8,654,801	288.82	123,210,427	781.27	169,696,621	711.74
Current Adjusted Rates	12,904,162	96.50	2,176,214	271.05	7,671,957	256.02	62,480,662	396.19	169,696,621	711.74
Current DSP Rate	399,531	2.99	0	0.00	948,883	31.66	62,872,947	398.68	0	0.00
Annual Cost Trend Assumptions										
FY2008	11.7 %		11.7 %		11.3 %		3.6 %		6.2 %	
FY2009	6.3 %		6.3 %		11.4 %		5.4 %		6.3 %	
Provider Reimbursement Adjust.		1.1387		1.1296		1.0470		1.0530		1.0912
Other Reimbursement Changes		1.0027		1.0007		1.0029		1.0090		1.0009
Inpatient Reimbursement Changes		0.999		1.006		1.010		1.006		1.029
Third Party Recovery Adjust.		0.996		0.994		0.996		0.995		0.995
Projected Incurred Claims	11,269,661	84.28	1,885,868	234.89	8,572,680	286.08	121,948,871	773.28	145,533,897	610.40
Capitation Expenses	491,298	3.67	28,937	3.60	104,877	3.50	576,536	3.66	860,520	3.61
Net Reinsurance Cost	71,532	0.53	4,932	0.61	15,341	0.51	99,284	0.63	150,136	0.63

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	1,484,622	11.1025	89,139	11.1025	332,703	11.1025	1,750,913	11.1025	2,647,107	11.1025
Percentage of Premium	1,101,090	7.50%	166,099	7.50%	746,258	7.50%	10,283,664	7.50%	12,335,513	7.50%
Total	2,585,712		255,238		1,078,961		12,034,577		14,982,619	
Risk Margin	293,624	2.00%	44,293	2.00%	199,002	2.00%	2,742,310	2.00%	3,289,470	2.00%
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	14,681,197	109.79	2,214,647	275.84	9,950,101	332.04	137,115,514	869.45	164,473,502	689.84
without deliveries	14,281,666	106.80	2,214,647	275.84	9,001,218	300.38	74,242,568	470.77	164,473,502	689.84
Experience Rate Increase										
with deliveries		9.7 %		1.8 %		15.0 %		11.3 %		-3.1 %
without deliveries		10.7 %		1.8 %		17.3 %		18.8 %		-3.1 %

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	875,304		127,757		917,941		17,361		2,475,049	
Premium Revenue	93,902,571	107.28	28,425,027	222.49	66,889,451	72.87	59,671,692	3,437.13	466,303,042	188.40
Adjusted Premium	111,603,717	127.50	32,521,345	254.56	85,259,871	92.88	61,407,783	3,537.13	529,854,773	214.08
FY2007 Incurred Claims	72,319,872	82.62	21,985,742	172.09	52,621,562	57.33			368,550,671	148.91
Proj.FY2009 Member Months	994,385		99,141		1,055,027				2,716,397	
Projected FY2009 Premium										
Current Unadjusted Rates	126,786,842	127.50	25,237,005	254.56	99,638,523	94.44			568,784,345	209.39
Current Adjusted Rates	126,786,842	127.50	25,237,005	254.56	97,992,680	92.88			504,946,144	185.89
Current DSP Rate	0	0.00	0	0.00	1,786,828	1.69			66,008,189	24.30
Annual Cost Trend Assumptions										
FY2008	2.8 %		2.8 %		0.7 %					
FY2009	6.0 %		6.0 %		5.6 %					
Provider Reimbursement Adjust.		1.1530		1.1542		1.1212				
Other Reimbursement Changes		1.0037		1.0007		1.0014				
Inpatient Reimbursement Changes		1.003		0.999		1.005				
Third Party Recovery Adjust.		0.996		0.995		0.996				
Projected Incurred Claims	103,449,486	104.03	21,342,677	215.28	72,287,031	68.52			486,290,172	179.02
Capitation Expenses	3,747,546	3.77	399,812	4.03	3,922,089	3.72			10,131,614	3.73
Net Reinsurance Cost	554,460	0.56	53,899	0.54	547,583	0.52			1,497,168	0.55

FY2009 STAR Rating Summary
Dallas SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	11,040,156	11.1025	1,100,715	11.1025	11,713,442	11.1025	30,158,796	11.1025	30,158,796	11.1025
Percentage of Premium	9,821,969	7.50%	1,893,186	7.50%	7,314,917	7.50%	43,662,694	7.50 %	43,662,694	7.50 %
Total	20,862,125		2,993,900		19,028,358		73,821,490		73,821,490	27.18
Risk Margin	2,619,192	2.00%	504,849	2.00%	1,950,644	2.00%	11,643,385	2.0 %	11,643,385	2.0 %
Investment Income Adjust.		0.9977		0.9977		0.9977				0.9977
Projected Total Cost										
with deliveries	130,959,589	131.70	25,242,475	254.61	97,532,225	92.45	582,169,250	214.32	582,169,250	214.32
without deliveries	130,959,589	131.70	25,242,475	254.61	95,745,397	90.75	516,161,061	190.02	516,161,061	190.02
Experience Rate Increase										
with deliveries		3.3 %		0.0 %		-2.1 %		2.4 %		2.4 %
without deliveries		3.3 %		0.0 %		-2.3 %		2.2 %		2.2 %

FY2009 STAR Rating Summary
El Paso SDA Total

FY2007 Experience Period	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Member Months	114,465		6,843		23,357		58,128		83,364	
Premium Revenue	8,794,020	76.83	1,636,613	239.17	5,091,671	217.99	22,262,529	382.99	46,993,679	563.72
Adjusted Premium	10,131,112	88.51	2,472,074	361.26	6,335,113	271.23	25,859,168	444.87	48,532,543	582.18
FY2007 Incurred Claims	6,377,384	55.71	1,013,308	148.08	5,129,333	219.61	35,435,224	609.61	32,667,466	391.87
Proj.FY2009 Member Months	103,894		6,032		22,040		61,863		89,946	
Projected FY2009 Premium										
Current Unadjusted Rates	9,560,795	92.02	2,190,072	363.09	6,476,642	293.86	49,527,462	800.59	51,807,840	575.99
Current Adjusted Rates	9,195,513	88.51	2,178,987	361.26	5,977,884	271.23	27,520,935	444.87	52,364,195	582.18
Current DSP Rate	219,338	2.11	0	0.00	497,357	22.57	22,541,538	364.38	0	0.00
Annual Cost Trend Assumptions										
FY2008	11.7 %		11.7 %		11.3 %		3.6 %		6.2 %	
FY2009	6.3 %		6.3 %		11.4 %		5.4 %		6.3 %	
Provider Reimbursement Adjust.		1.1537		1.1463		1.0520		1.0635		1.1091
Other Reimbursement Changes		1.0045		1.0015		1.0036		1.0098		1.0016
Inpatient Reimbursement Changes		0.976		0.956		0.983		0.965		0.993
Third Party Recovery Adjust.		0.997		0.998		0.997		0.998		0.998
Projected Incurred Claims	7,746,370	74.56	1,161,529	192.57	6,209,221	281.73	42,586,539	688.40	43,761,384	486.53
Capitation Expenses	675,811	6.50	40,663	6.74	149,482	6.78	430,744	6.96	603,035	6.70
Net Reinsurance Cost	125,813	1.21	7,360	1.22	25,535	1.16	76,457	1.24	108,965	1.21

FY2009 STAR Rating Summary
El Paso SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	1,153,486	11.1025	66,967	11.1025	244,698	11.1025	686,839	11.1025	998,621	11.1025
Percentage of Premium	802,141	7.50%	105,546	7.50%	548,096	7.50%	3,619,880	7.50%	3,759,731	7.50%
Total	1,955,627		172,513		792,794		4,306,719		4,758,352	
Risk Margin	213,904	2.00%	28,145	2.00%	146,159	2.00%	965,301	2.00%	1,002,595	2.00%
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	10,695,212	102.94	1,407,275	233.31	7,307,945	331.58	48,265,065	780.19	50,129,745	557.33
without deliveries	10,475,874	100.83	1,407,275	233.31	6,810,588	309.01	25,723,527	415.81	50,129,745	557.33
Experience Rate Increase										
with deliveries		11.9 %		-35.7 %		12.8 %		-2.5 %		-3.2 %
without deliveries		13.9 %		-35.4 %		13.9 %		-6.5 %		-4.3 %

FY2009 STAR Rating Summary
El Paso SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	295,487		20,554		474,661		6,531		1,076,859	
Premium Revenue	27,185,374	92.00	3,779,550	183.88	31,949,275	67.31	21,832,636	3,343.04	169,525,347	157.43
Adjusted Premium	30,837,242	104.36	4,470,790	217.51	38,967,841	82.10	22,485,714	3,443.04	190,091,597	176.52
FY2007 Incurred Claims	18,986,612	64.26	2,916,917	141.91	21,126,088	44.51			123,652,332	114.83
Proj.FY2009 Member Months	314,698		15,609		495,046				1,109,128	
Projected FY2009 Premium										
Current Unadjusted Rates	32,692,922	103.89	3,647,773	233.69	41,408,458	83.65			197,311,963	177.90
Current Adjusted Rates	32,842,094	104.36	3,395,228	217.51	40,641,396	82.10			174,116,232	156.98
Current DSP Rate	0	0.00	0	0.00	586,101	1.18			23,844,333	21.50
Annual Cost Trend Assumptions										
FY2008	2.8 %		2.8 %		0.7 %					
FY2009	6.0 %		6.0 %		5.6 %					
Provider Reimbursement Adjust.		1.1640		1.1467		1.1492				
Other Reimbursement Changes		1.0055		1.0016		1.0031				
Inpatient Reimbursement Changes		0.973		0.972		0.992				
Third Party Recovery Adjust.		0.997		0.998		0.997				
Projected Incurred Claims	25,026,526	79.53	2,689,893	172.33	26,707,132	53.95			155,888,595	140.55
Capitation Expenses	2,056,410	6.53	103,303	6.62	3,169,756	6.40			7,229,205	6.52
Net Reinsurance Cost	377,359	1.20	18,699	1.20	591,848	1.20			1,332,037	1.20

FY2009 STAR Rating Summary
El Paso SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	3,493,932	11.1025	173,301	11.1025	5,496,251	11.1025	12,314,096	11.1025	12,314,096	11.1025
Percentage of Premium	2,559,367	7.50%	246,823	7.50%	2,973,669	7.50%	14,615,252	7.50 %	14,615,252	7.50 %
Total	6,053,300		420,124		8,469,920		26,929,348		26,929,348	24.28
Risk Margin	682,498	2.00%	65,819	2.00%	792,978	2.00%	3,897,401	2.0 %	3,897,401	2.0 %
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	34,124,899	108.44	3,290,973	210.84	39,648,916	80.09	194,870,028	175.70	194,870,028	175.70
without deliveries	34,124,899	108.44	3,290,973	210.84	39,062,815	78.91	171,025,696	154.20	171,025,696	154.20
Experience Rate Increase										
with deliveries		4.4 %		-9.8 %		-4.2 %		-1.2 %		-1.2 %
without deliveries		3.9 %		-3.1 %		-3.9 %		-1.8 %		-1.8 %

FY2009 STAR Rating Summary
Harris SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	245,668		16,589		53,215		232,374		365,330	
Premium Revenue	20,190,733	82.19	5,190,251	312.87	12,833,325	241.16	86,238,561	371.12	243,305,137	665.99
Adjusted Premium	22,258,554	90.60	3,874,414	233.55	17,668,066	332.01	98,026,094	421.85	260,511,682	713.09
FY2007 Incurred Claims	15,036,677	61.21	3,046,961	183.67	14,645,279	275.21	153,900,847	662.30	207,460,896	567.87
Proj.FY2009 Member Months	242,619		17,744		55,813		260,864		392,702	
Projected FY2009 Premium										
Current Unadjusted Rates	22,667,873	93.43	4,144,283	233.55	20,398,477	365.48	211,813,221	811.97	280,030,126	713.09
Current Adjusted Rates	21,982,333	90.60	4,144,283	233.55	18,530,767	332.01	110,044,326	421.85	280,030,126	713.09
Current DSP Rate	746,589	3.08	0	0.00	2,135,293	38.26	105,339,970	403.81	0	0.00
Annual Cost Trend Assumptions										
FY2008	11.7 %		11.7 %		11.3 %		3.6 %		6.2 %	
FY2009	6.3 %		6.3 %		11.4 %		5.4 %		6.3 %	
Provider Reimbursement Adjust.		1.1714		1.1849		1.0670		1.0742		1.0994
Other Reimbursement Changes		1.0023		1.0003		1.0022		1.0074		1.0003
Inpatient Reimbursement Changes		1.003		1.016		1.032		1.021		1.057
Third Party Recovery Adjust.		0.998		0.996		0.997		0.997		0.997
Projected Incurred Claims	20,718,672	85.40	4,642,375	261.62	20,961,337	375.56	207,612,047	795.86	291,752,062	742.94
Capitation Expenses	1,155,860	4.76	82,141	4.63	312,228	5.59	1,841,223	7.06	908,572	2.31
Net Reinsurance Cost	232,391	0.96	18,158	1.02	51,315	0.92	268,204	1.03	415,948	1.06

FY2009 STAR Rating Summary
Harris SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	2,693,681	11.1025	197,008	11.1025	619,668	11.1025	2,896,238	11.1025	4,359,972	11.1025
Percentage of Premium	2,050,572	7.50%	408,424	7.50%	1,814,426	7.50%	17,579,726	7.50%	24,592,744	7.50%
Total	4,744,253		605,433		2,434,094		20,475,964		28,952,716	
Risk Margin	546,819	2.00%	108,913	2.00%	483,847	2.00%	4,687,927	2.00%	6,558,065	2.00%
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	27,340,953	112.69	5,445,658	306.89	24,192,348	433.45	234,396,344	898.54	327,903,259	834.99
without deliveries	26,594,365	109.61	5,445,658	306.89	22,057,055	395.19	129,056,374	494.73	327,903,259	834.99
Experience Rate Increase										
with deliveries		20.6 %		31.4 %		18.6 %		10.7 %		17.1 %
without deliveries		21.0 %		31.4 %		19.0 %		17.3 %		17.1 %

FY2009 STAR Rating Summary
Harris SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	1,459,351		182,134		1,637,693		28,142		4,192,354	
Premium Revenue	134,835,636	92.39	40,075,159	220.03	116,310,310	71.02	96,222,118	3,419.20	755,201,229	180.14
Adjusted Premium	156,571,633	107.29	41,997,139	230.58	148,383,564	90.61	99,036,288	3,519.20	848,327,435	202.35
FY2007 Incurred Claims	103,064,345	70.62	28,553,851	156.77	86,186,187	52.63			611,895,042	145.96
Proj.FY2009 Member Months	1,647,570		143,143		1,884,252				4,644,708	
Projected FY2009 Premium										
Current Unadjusted Rates	176,765,326	107.29	33,006,485	230.58	173,560,557	92.11			922,386,349	198.59
Current Adjusted Rates	176,765,326	107.29	33,006,485	230.58	170,723,131	90.61			815,226,778	175.52
Current DSP Rate	0	0.00	0	0.00	2,724,756	1.45			110,946,608	23.89
Annual Cost Trend Assumptions										
FY2008	2.8 %		2.8 %		0.7 %					
FY2009	6.0 %		6.0 %		5.6 %					
Provider Reimbursement Adjust.		1.2023		1.2067		1.1671				
Other Reimbursement Changes		1.0038		1.0003		1.0010				
Inpatient Reimbursement Changes		1.003		1.005		1.008				
Third Party Recovery Adjust.		0.998		0.998		0.998				
Projected Incurred Claims	153,206,279	92.99	29,602,915	206.81	123,917,810	65.76			852,413,495	183.52
Capitation Expenses	7,924,840	4.81	882,408	6.16	8,514,091	4.52			21,621,363	4.66
Net Reinsurance Cost	1,733,407	1.05	157,231	1.10	1,893,374	1.00			4,770,028	1.03

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	18,292,141	11.1025	1,589,247	11.1025	20,919,912	11.1025	51,567,867	11.1025	51,567,867	11.1025
Percentage of Premium	14,978,454	7.50%	2,665,000	7.50%	12,836,032	7.50%	76,925,378	7.50 %	76,925,378	7.50 %
Total	33,270,595		4,254,247		33,755,944		128,493,245		128,493,245	27.66
Risk Margin	3,994,254	2.00%	710,667	2.00%	3,422,942	2.00%	20,513,434	2.0 %	20,513,434	2.0 %
Investment Income Adjust.		0.9977		0.9977		0.9977				0.9977
Projected Total Cost										
with deliveries	199,712,715	121.22	35,533,335	248.24	171,147,097	90.83	#####	#####	#####	220.83
without deliveries	199,712,715	121.22	35,533,335	248.24	168,422,341	89.38	914,725,100		914,725,100	196.94
Experience Rate Increase										
with deliveries		13.0 %		7.7 %		-1.4 %				11.2 %
without deliveries		13.0 %		7.7 %		-1.3 %				12.2 %

FY2009 STAR Rating Summary
Lubbock SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	23,616		1,691		6,404		30,402		43,538	
Premium Revenue	2,039,950	86.38	350,172	207.08	1,621,237	253.16	15,527,517	510.74	18,128,352	416.38
Adjusted Premium	2,271,859	96.20	309,757	183.18	1,874,003	292.63	16,500,990	542.76	19,032,201	437.14
FY2007 Incurred Claims	1,376,743	58.30	337,937	199.84	1,904,021	297.32	25,723,595	846.12	14,313,025	328.75
Proj.FY2009 Member Months	24,340		2,007		6,228		32,088		47,702	
Projected FY2009 Premium										
Current Unadjusted Rates	2,420,167	99.43	367,681	183.18	1,981,281	318.15	28,248,421	880.33	20,852,429	437.14
Current Adjusted Rates	2,341,547	96.20	367,681	183.18	1,822,356	292.63	17,416,324	542.76	20,852,429	437.14
Current DSP Rate	80,198	3.29	0	0.00	173,405	27.85	11,251,238	350.63	0	0.00
Annual Cost Trend Assumptions										
FY2008	11.7 %		11.7 %		11.3 %		3.6 %		6.2 %	
FY2009	6.3 %		6.3 %		11.4 %		5.4 %		6.3 %	
Provider Reimbursement Adjust.		1.1307		1.1102		1.0367		1.0463		1.0885
Other Reimbursement Changes		1.0247		1.0209		1.0233		1.0307		1.0212
Inpatient Reimbursement Changes		1.009		1.002		1.065		1.081		1.019
Third Party Recovery Adjust.		1.000		1.000		1.000		1.000		1.000
Projected Incurred Claims	1,969,531	80.92	541,087	269.57	2,593,239	416.42	34,549,895	1,076.71	20,058,395	420.49
Capitation Expenses	89,781	3.69	10,233	5.10	21,949	3.52	114,597	3.57	253,108	5.31
Net Reinsurance Cost	36,511	1.50	3,011	1.50	9,341	1.50	48,133	1.50	71,553	1.50

FY2009 STAR Rating Summary
Lubbock SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	270,239	11.1025	22,285	11.1025	69,141	11.1025	356,262	11.1025	529,611	11.1025
Percentage of Premium	195,631	7.50%	47,676	7.50%	222,719	7.50%	2,899,577	7.50%	1,729,108	7.50%
Total	465,871		69,961		291,860		3,255,839		2,258,719	
Risk Margin	52,168	2.00%	12,714	2.00%	59,392	2.00%	773,220	2.00%	461,095	2.00%
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	2,608,420	107.16	635,679	316.70	2,969,585	476.85	38,661,025	1,204.83	23,054,770	483.31
without deliveries	2,528,222	103.87	635,679	316.70	2,796,180	449.00	27,409,787	854.19	23,054,770	483.31
Experience Rate Increase										
with deliveries		7.8 %		72.9 %		49.9 %		36.9 %		10.6 %
without deliveries		8.0 %		72.9 %		53.4 %		57.4 %		10.6 %

FY2009 STAR Rating Summary
Lubbock SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	98,925		3,004		132,518		3,452		340,098	
Premium Revenue	8,726,174	88.21	717,535	238.86	10,083,295	76.09	10,806,887	3,130.39	68,001,120	199.95
Adjusted Premium	9,873,704	99.81	788,880	262.61	11,845,784	89.39	11,152,112	3,230.39	73,649,290	216.55
FY2007 Incurred Claims	7,048,298	71.25	297,405	99.00	7,075,948	53.40			58,076,972	170.77
Proj.FY2009 Member Months	109,611		2,376		140,435				364,787	
Projected FY2009 Premium										
Current Unadjusted Rates	10,940,240	99.81	624,087	262.61	12,734,610	90.68			78,168,916	214.29
Current Adjusted Rates	10,940,240	99.81	624,087	262.61	12,553,450	89.39			66,918,113	183.44
Current DSP Rate	0	0.00	0	0.00	257,790	1.84			11,762,631	32.25
Annual Cost Trend Assumptions										
FY2008	2.8 %		2.8 %		0.7 %					
FY2009	6.0 %		6.0 %		5.6 %					
Provider Reimbursement Adjust.		1.1294		1.1907		1.1261				
Other Reimbursement Changes		1.0244		1.0212		1.0222				
Inpatient Reimbursement Changes		0.995		0.996		1.011				
Third Party Recovery Adjust.		1.000		1.000		1.000				
Projected Incurred Claims	9,791,764	89.33	310,394	130.61	9,276,313	66.05			79,090,616	216.81
Capitation Expenses	431,251	3.93	14,073	5.92	508,584	3.62			1,443,575	3.96
Net Reinsurance Cost	164,416	1.50	3,565	1.50	210,652	1.50			547,181	1.50

FY2009 STAR Rating Summary
Lubbock SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	1,216,952	11.1025	26,385	11.1025	1,559,175	11.1025	4,050,051	11.1025	4,050,051	11.1025
Percentage of Premium	959,477	7.50%	29,304	7.50%	955,371	7.50%	7,038,864	7.50 %	7,038,864	7.50 %
Total	2,176,430		55,689		2,514,547		11,088,914		11,088,914	30.40
Risk Margin	255,861	2.00%	7,814	2.00%	254,766	2.00%	1,877,030	2.0 %	1,877,030	2.0 %
Investment Income Adjust.		0.9977		0.9977		0.9977				0.9977
Projected Total Cost										
with deliveries	12,793,031	116.71	390,719	164.41	12,738,285	90.71	93,851,514	257.28	93,851,514	257.28
without deliveries	12,793,031	116.71	390,719	164.41	12,480,494	88.87	82,088,883	225.03	82,088,883	225.03
Experience Rate Increase										
with deliveries		16.9 %		-37.4 %		0.0 %		20.1 %		20.1 %
without deliveries		16.9 %		-37.4 %		-0.6 %		22.7 %		22.7 %

FY2009 STAR Rating Summary
Nueces SDA Total

FY2007 Experience Period	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Member Months	56,591		3,682		17,515		49,398		71,903	
Premium Revenue	5,006,040	88.46	1,188,402	322.76	4,037,208	230.50	14,428,168	292.08	48,246,194	670.99
Adjusted Premium	7,433,534	131.36	1,756,951	477.17	5,849,927	334.00	21,208,869	429.35	71,450,257	993.70
FY2007 Incurred Claims	5,336,894	94.31	879,507	238.87	4,486,823	256.17	31,661,502	640.95	48,861,309	679.54
Proj.FY2009 Member Months	56,792		3,694		17,134		55,138		79,194	
Projected FY2009 Premium										
Current Unadjusted Rates	7,642,567	134.57	1,755,492	475.25	6,231,038	363.66	40,576,878	735.91	78,347,771	989.31
Current Adjusted Rates	7,469,791	131.53	1,755,492	475.25	5,732,067	334.54	23,664,175	429.18	78,347,771	989.31
Current DSP Rate	224,301	3.95	0	0.00	533,749	31.15	18,800,166	340.96	0	0.00
Annual Cost Trend Assumptions										
FY2008	11.7 %		11.7 %		11.3 %		3.6 %		6.2 %	
FY2009	6.3 %		6.3 %		11.4 %		5.4 %		6.3 %	
Provider Reimbursement Adjust.		1.1153		1.1281		1.0430		1.0604		1.0745
Other Reimbursement Changes		1.0022		1.0002		1.0023		1.0092		1.0003
Inpatient Reimbursement Changes		0.986		0.997		1.069		1.030		1.027
Third Party Recovery Adjust.		0.993		0.994		0.995		0.994		0.994
Projected Incurred Claims	6,965,647	122.65	1,170,960	317.00	6,049,950	353.09	42,268,253	766.58	66,655,472	841.67
Capitation Expenses	526,254	9.27	26,634	7.21	67,906	3.96	242,179	4.39	533,169	6.73
Net Reinsurance Cost	66,029	1.16	4,133	1.12	17,333	1.01	59,749	1.08	87,823	1.11

FY2009 STAR Rating Summary
Nueces SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	630,528	11.1025	41,011	11.1025	190,234	11.1025	612,175	11.1025	879,256	11.1025
Percentage of Premium	677,041	7.50%	102,752	7.50%	523,001	7.50%	3,570,417	7.50%	5,635,273	7.50%
Total	1,307,569		143,764		713,235		4,182,592		6,514,529	
Risk Margin	180,544	2.00%	27,401	2.00%	139,467	2.00%	952,111	2.00%	1,502,739	2.00%
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	9,027,209	158.95	1,370,033	370.89	6,973,342	406.98	47,605,565	863.38	75,136,974	948.77
without deliveries	8,802,908	155.00	1,370,033	370.89	6,439,593	375.83	28,805,399	522.42	75,136,974	948.77
Experience Rate Increase										
with deliveries		18.1 %		-22.0 %		11.9 %		17.3 %		-4.1 %
without deliveries		17.8 %		-22.0 %		12.3 %		21.7 %		-4.1 %

FY2009 STAR Rating Summary
Nueces SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	193,281		5,777		280,129		5,601		678,276	
Premium Revenue	17,841,769	92.31	1,864,585	322.76	18,838,675	67.25	17,384,496	3,103.82	128,835,536	189.95
Adjusted Premium	26,602,269	137.64	2,770,221	479.53	28,034,453	100.08	17,944,596	3,203.82	183,051,077	269.88
FY2007 Incurred Claims	19,221,632	99.45	1,174,370	203.28	17,748,651	63.36			129,370,687	190.73
Proj.FY2009 Member Months	211,116		3,926		304,839				731,833	
Projected FY2009 Premium										
Current Unadjusted Rates	29,049,429	137.60	1,875,693	477.77	30,923,597	101.44			196,402,465	268.37
Current Adjusted Rates	29,049,429	137.60	1,875,693	477.77	30,533,103	100.16			178,427,522	243.81
Current DSP Rate	0	0.00	0	0.00	362,441	1.19			19,920,657	27.22
Annual Cost Trend Assumptions										
FY2008	2.8 %		2.8 %		0.7 %					
FY2009	6.0 %		6.0 %		5.6 %					
Provider Reimbursement Adjust.		1.1323		1.1443		1.1204				
Other Reimbursement Changes		1.0028		1.0005		1.0011				
Inpatient Reimbursement Changes		0.993		0.996		0.998				
Third Party Recovery Adjust.		0.993		0.993		0.993				
Projected Incurred Claims	25,624,064	121.37	984,176	250.68	22,834,518	74.91			172,553,040	235.78
Capitation Expenses	2,056,498	9.74	28,602	7.29	2,912,563	9.55			6,393,805	8.74
Net Reinsurance Cost	246,592	1.17	4,518	1.15	354,911	1.16			841,087	1.15

FY2009 STAR Rating Summary
Nueces SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	2,343,917	11.1025	43,588	11.1025	3,384,470	11.1025	8,125,180	11.1025	15,537,092	11.1025
Percentage of Premium	2,502,882	7.50%	87,716	7.50%	2,438,009	7.50%	23,662,272	7.50%	23,662,272	7.50%
Total	4,846,800		131,304		5,822,480					32.33
Risk Margin	667,435	2.00%	23,391	2.00%	650,136	2.00%	4,143,225	2.0%		2.0%
Investment Income Adjust.		0.9977		0.9977		0.9977				0.9977
Projected Total Cost										
with deliveries	33,371,765	158.07	1,169,551	297.90	32,506,789	106.64	207,161,228	283.07		283.07
without deliveries	33,371,765	158.07	1,169,551	297.90	32,144,348	105.45	187,240,571	255.85		255.85
Experience Rate Increase										
with deliveries		14.9%		-37.6%		5.1%				5.5%
without deliveries		14.9%		-37.6%		5.3%				4.9%

FY2009 STAR Rating Summary
Tarrant SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	83,287		5,340		20,782		106,307		161,890	
Premium Revenue	7,184,337	86.26	956,981	179.21	5,796,931	278.94	40,447,687	380.48	90,533,745	559.23
Adjusted Premium	8,058,850	96.76	1,326,029	248.32	6,568,982	316.09	49,218,015	462.98	97,226,277	600.57
FY2007 Incurred Claims	5,107,021	61.32	664,898	124.51	5,039,996	242.52	70,841,535	666.39	79,874,667	493.39
Proj.FY2009 Member Months	75,578		4,975		18,573		114,929		175,715	
Projected FY2009 Premium										
Current Unadjusted Rates	7,532,823	99.67	1,235,347	248.32	6,444,823	347.00	98,002,444	852.72	105,529,194	600.57
Current Adjusted Rates	7,312,892	96.76	1,235,347	248.32	5,870,732	316.09	53,209,930	462.98	105,529,194	600.57
Current DSP Rate	243,669	3.22	0	0.00	742,307	39.97	44,510,140	387.28	0	0.00
Annual Cost Trend Assumptions										
FY2008	11.7 %		11.7 %		11.3 %		3.6 %		6.2 %	
FY2009	6.3 %		6.3 %		11.4 %		5.4 %		6.3 %	
Provider Reimbursement Adjust.		1.1600		1.2330		1.0488		1.0569		1.0897
Other Reimbursement Changes		1.0026		1.0002		1.0026		1.0089		1.0003
Inpatient Reimbursement Changes		0.997		1.001		1.012		1.042		1.038
Third Party Recovery Adjust.		0.998		0.998		0.999		0.998		0.998
Projected Incurred Claims	6,365,202	84.22	905,686	182.05	5,936,313	319.62	92,780,653	807.29	110,539,829	629.09
Capitation Expenses	265,767	3.52	28,221	5.67	79,099	4.26	411,727	3.58	940,058	5.35
Net Reinsurance Cost	37,998	0.50	2,661	0.53	7,658	0.41	52,733	0.46	79,511	0.45

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	839,101	11.1025	55,233	11.1025	206,206	11.1025	1,276,002	11.1025	1,950,876	11.1025
Percentage of Premium	620,784	7.50%	82,004	7.50%	515,051	7.50%	7,815,225	7.50%	9,385,293	7.50%
Total	1,459,885		137,237		721,258		9,091,227		11,336,169	
Risk Margin	165,543	2.00%	21,868	2.00%	137,347	2.00%	2,084,060	2.00%	2,502,745	2.00%
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	8,277,126	109.52	1,093,392	219.79	6,867,347	369.75	#####	906.67	125,137,239	712.16
without deliveries	8,033,457	106.29	1,093,392	219.79	6,125,040	329.78	59,692,861	519.39	125,137,239	712.16
Experience Rate Increase										
with deliveries		9.9 %		-11.5 %		6.6 %		6.3 %		18.6 %
without deliveries		9.9 %		-11.5 %		4.3 %		12.2 %		18.6 %

FY2009 STAR Rating Summary
Tarrant SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	498,663		55,497		530,166		12,335		1,461,932	
Premium Revenue	49,208,065	98.68	10,421,782	187.79	39,587,495	74.67	43,612,119	3,535.64	287,749,142	196.83
Adjusted Premium	55,954,975	112.21	11,368,005	204.84	50,535,423	95.32	44,845,619	3,635.64	325,102,177	222.38
FY2007 Incurred Claims	33,751,684	67.68	8,313,838	149.81	32,139,429	60.62			235,733,067	161.25
Proj.FY2009 Member Months	550,465		42,694		595,372				1,578,301	
Projected FY2009 Premium										
Current Unadjusted Rates	61,767,686	112.21	8,745,342	204.84	57,614,187	96.77			346,871,847	219.78
Current Adjusted Rates	61,767,686	112.21	8,745,342	204.84	56,750,897	95.32			300,422,022	190.35
Current DSP Rate	0	0.00	0	0.00	933,703	1.57			46,429,818	29.42
Annual Cost Trend Assumptions										
FY2008	2.8 %		2.8 %		0.7 %					
FY2009	6.0 %		6.0 %		5.6 %					
Provider Reimbursement Adjust.		1.1966		1.1847		1.1271				
Other Reimbursement Changes		1.0039		1.0001		1.0009				
Inpatient Reimbursement Changes		1.000		1.007		0.994				
Third Party Recovery Adjust.		0.997		0.996		0.997				
Projected Incurred Claims	48,611,088	88.31	8,284,053	194.04	42,932,511	72.11			316,355,336	200.44
Capitation Expenses	2,358,650	4.28	407,183	9.54	1,842,456	3.09			6,333,159	4.01
Net Reinsurance Cost	285,119	0.52	25,930	0.61	310,272	0.52			801,882	0.51

FY2009 STAR Rating Summary
Tarrant SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	6,111,539	11.1025	474,005	11.1025	6,610,122	11.1025	17,523,084		11.1025	
Percentage of Premium	4,743,187	7.50%	759,947	7.50%	4,274,292	7.50%	28,195,784		7.50 %	
Total	10,854,725		1,233,952		10,884,415		45,718,868		28.97	
Risk Margin	1,264,850	2.00%	202,653	2.00%	1,139,811	2.00%	7,518,876		2.0 %	
Investment Income Adjust.		0.9977		0.9977		0.9977			0.9977	
Projected Total Cost										
with deliveries	63,242,490	114.89	10,132,630	237.33	56,990,566	95.72	375,943,791		238.20	
without deliveries	63,242,490	114.89	10,132,630	237.33	56,056,863	94.15	329,513,972		208.78	
Experience Rate Increase										
with deliveries		2.4 %		15.9 %		-1.1 %			8.4 %	
without deliveries		2.4 %		15.9 %		-1.2 %			9.7 %	

FY2009 STAR Rating Summary
Travis SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	213,845		20,069		69,919		46,675		75,736	
Premium Revenue	15,596,952	72.94	4,267,054	212.62	13,585,780	194.31	19,336,951	414.29	56,008,546	739.52
Adjusted Premium	17,441,635	81.56	4,610,093	229.71	16,047,002	229.51	21,623,696	463.28	57,819,007	763.43
FY2007 Incurred Claims	10,778,642	50.40	3,377,019	168.27	13,028,360	186.34	28,134,662	602.78	37,101,802	489.88
Proj.FY2009 Member Months	228,188		20,109		74,568		46,798		80,240	
Projected FY2009 Premium										
Current Unadjusted Rates	19,529,896	85.59	4,618,595	229.68	20,127,550	269.92	38,569,907	824.18	61,225,303	763.03
Current Adjusted Rates	18,611,141	81.56	4,618,595	229.68	17,114,755	229.52	21,676,883	463.20	61,225,303	763.03
Current DSP Rate	1,097,895	4.81	0	0.00	3,053,811	40.95	16,718,351	357.24	0	0.00
Annual Cost Trend Assumptions										
FY2008	11.7 %		11.7 %		11.3 %		3.6 %		6.2 %	
FY2009	6.3 %		6.3 %		11.4 %		5.4 %		6.3 %	
Provider Reimbursement Adjust.		1.1496		1.1308		1.0503		1.0587		1.0953
Other Reimbursement Changes		1.0161		1.0118		1.0157		1.0204		1.0118
Inpatient Reimbursement Changes		1.037		1.118		1.098		1.121		1.198
Third Party Recovery Adjust.		0.999		0.999		0.999		0.999		0.999
Projected Incurred Claims	16,517,513	72.39	5,133,762	255.30	20,161,312	270.37	37,259,973	796.18	58,834,720	733.23
Capitation Expenses	2,493,844	10.93	214,942	10.69	784,134	10.52	503,982	10.77	895,324	11.16
Net Reinsurance Cost	291,807	1.28	25,194	1.25	91,959	1.23	59,012	1.26	104,580	1.30

FY2009 STAR Rating Summary
Travis SDA Total

	TANF Children (age 1+)		TANF Children <1		TANF Adults		Pregnant Women		Newborns	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	2,533,452	11.1025	223,258	11.1025	827,893	11.1025	519,576	11.1025	890,865	11.1025
Percentage of Premium	1,805,502	7.50%	462,786	7.50%	1,807,874	7.50%	3,170,250	7.50%	5,020,924	7.50%
Total	4,338,954		686,044		2,635,766		3,689,827		5,911,790	
Risk Margin	481,467	2.00%	123,410	2.00%	482,100	2.00%	845,400	2.00%	1,338,913	2.00%
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	24,073,361	105.50	6,170,478	306.85	24,104,981	323.26	42,270,005	903.24	66,945,658	834.32
without deliveries	22,975,465	100.69	6,170,478	306.85	21,051,170	282.31	25,551,654	546.00	66,945,658	834.32
Experience Rate Increase										
with deliveries		23.3 %		33.6 %		19.8 %		9.6 %		9.3 %
without deliveries		23.5 %		33.6 %		23.0 %		17.9 %		9.3 %

FY2009 STAR Rating Summary
Travis SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
FY2007 Experience Period										
Member Months	227,172		30,587		234,352		6,401		918,355	
Premium Revenue	19,571,283	86.15	6,592,778	215.54	15,012,184	64.06	20,147,083	3,147.49	170,118,612	185.24
Adjusted Premium	22,370,705	98.47	8,809,914	288.03	18,217,558	77.74	20,787,183	3,247.49	187,726,793	204.42
FY2007 Incurred Claims	13,717,183	60.38	4,120,703	134.72	9,311,780	39.73			119,570,150	130.20
Proj.FY2009 Member Months	242,363		21,713		241,273				955,252	
Projected FY2009 Premium										
Current Unadjusted Rates	23,862,773	98.46	6,253,387	288.00	19,057,915	78.99			193,245,324	202.30
Current Adjusted Rates	23,862,773	98.46	6,253,387	288.00	18,754,759	77.73			172,117,596	180.18
Current DSP Rate	0	0.00	0	0.00	221,280	0.92			21,091,339	22.08
Annual Cost Trend Assumptions										
FY2008	2.8 %		2.8 %		0.7 %					
FY2009	6.0 %		6.0 %		5.6 %					
Provider Reimbursement Adjust.		1.1877		1.1435		1.1537				
Other Reimbursement Changes		1.0167		1.0116		1.0133				
Inpatient Reimbursement Changes		1.025		1.069		1.037				
Third Party Recovery Adjust.		0.999		0.999		0.999				
Projected Incurred Claims	19,715,131	81.35	3,937,837	181.36	12,346,498	51.17			173,906,747	182.05
Capitation Expenses	2,559,472	10.56	211,109	9.72	2,659,075	11.02			10,321,882	10.81
Net Reinsurance Cost	300,444	1.24	24,908	1.15	310,993	1.29			1,208,897	1.27

FY2009 STAR Rating Summary
Travis SDA Total

	Exp Children (age 1+)		Exp Children <1		Fed Mand Children		Deliveries		Total	
	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm	Amount	pmpm
Administrative Expenses										
Fixed Amount	2,690,838	11.1025	241,072	11.1025	2,678,735	11.1025	10,605,690	11.1025	10,605,690	11.1025
Percentage of Premium	2,089,042	7.50%	365,036	7.50%	1,487,893	7.50%	16,209,308	7.50 %	16,209,308	7.50 %
Total	4,779,880		606,109		4,166,628		26,814,998		26,814,998	28.07
Risk Margin	557,078	2.00%	97,343	2.00%	396,772	2.00%	4,322,482	2.0 %	4,322,482	2.0 %
Investment Income Adjust.		0.9977		0.9977		0.9977		0.9977		0.9977
Projected Total Cost										
with deliveries	27,853,894	114.93	4,867,152	224.16	19,838,576	82.22	216,124,106	226.25	216,124,106	226.25
without deliveries	27,853,894	114.93	4,867,152	224.16	19,617,296	81.31	195,032,768	204.17	195,032,768	204.17
Experience Rate Increase										
with deliveries		16.7 %		-22.2 %		4.1 %		11.8 %		11.8 %
without deliveries		16.7 %		-22.2 %		4.6 %		13.3 %		13.3 %

Attachment 4

Trend Analysis

The FY2009 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 various HMO plans and PCCM plan. A single trend assumption applied to all service areas but varies by risk group and year.

The trend analysis included a review of HMO and PCCM claims experience data through March 31, 2008. Based on this information, estimates of monthly incurred claims were made through January 2008. The claims cost and trend experience was 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.

The FY2008 trend assumption by risk group was developed using the weighted average HMO and PCCM trend for the period September 1, 2007 through January 31, 2008 (the first five months of FY2008). The FY2009 trend assumption was developed based on an average of the HMO and PCCM experience trends for the most recent three years (FY2006 through FY2008).

In analyzing FY2008 trends, adjustments were made to remove the impact of the professional provider rate increases resulting from the Frew lawsuit settlement that went into effect September 1, 2007. In adjusting the trends, we used the same assumptions as were used to adjust for the Frew increases, described in Attachment 5.

The attached exhibits present recent trend experience under the HMO plans (Exhibit A), the PCCM (Exhibit B), the HMO and PCCM combined (Exhibit C) and the trend assumptions used in the rating analysis (Exhibit D). The chart below presents the assumed annual trend rates for FY2008 and FY2009.

	<u>FY2008</u>	<u>FY2009</u>
TANF Children Over Age 1	11.7 %	6.3 %
TANF Children Under Age 1	11.7 %	6.3 %
TANF Adults	11.3 %	11.4 %
Pregnant Women	3.6 %	5.4 %
Newborns	6.2 %	6.3 %
Expansion Children Over Age 1	2.8 %	6.0 %
Expansion Children Under Age 1	2.8 %	6.0 %
Federal Mandate Children	0.7 %	5.6 %

Health and Human Services Commission
Analysis of HMO Cost Trend Factors

	Bexar	Dallas	El Paso	Harris	Lubbock	Nueces	Tarrant	Travis	HMO Average	Weighted Average
TANF - Children >1										
FY2006	1.238	0.992	1.150	0.969	1.087		1.011	1.090	1.035	1.054
FY2007	0.962	1.009	1.048	1.205	0.874		0.990	1.048	1.096	1.063
FY2008	1.063	1.099	0.933	1.127	1.052	1.021	0.992	1.034	1.049	1.058
TANF - Children <1										
FY2006	0.806	1.107	1.122	0.616	0.925		1.306	1.106	0.913	0.993
FY2007	1.392	0.763	0.745	1.128	1.842		0.719	1.072	1.020	1.064
FY2008	0.663	0.924	0.909	1.484	2.108	0.969	1.241	0.683	0.968	1.093
TANF - Children										
FY2006	1.121	1.021	1.130	0.868	1.073		1.043	1.096	1.007	1.027
FY2007	1.006	0.958	0.964	1.195	0.974		0.946	1.045	1.074	1.047
FY2008	0.952	1.068	0.926	1.191	1.229	1.024	1.023	0.931	1.033	1.045
TANF - Adults										
FY2006	1.250	1.047	1.161	1.271	1.011		0.977	1.097	1.127	1.148
FY2007	0.901	1.142	1.113	1.099	1.336		1.061	1.083	1.078	1.082
FY2008	1.056	1.023	0.984	1.029	0.841	1.146	1.111	1.087	1.047	1.053
Pregnant Women										
FY2006	1.039	0.993	1.002	1.040	0.982		1.019	1.034	1.021	1.022
FY2007	1.016	1.102	1.008	1.076	1.036		1.056	1.001	1.058	1.057
FY2008	1.043	1.050	0.939	1.019	1.038	0.978	0.995	1.060	1.021	1.021
Newborns										
FY2006	1.154	1.070	0.988	1.044	1.218		1.012	1.029	1.065	1.059
FY2007	0.948	0.915	0.990	1.023	1.019		1.138	0.899	1.022	0.996
FY2008	1.115	1.206	1.126	0.912	0.572	0.935	0.969	1.093	1.009	1.027
Expansion Children >1										
FY2006	1.179	1.072	1.062	1.013	1.038		1.000	0.995	1.045	1.050
FY2007	1.110	1.029	1.070	1.216	1.161		1.005	1.139	1.128	1.115
FY2008	1.001	1.040	0.979	1.018	1.082	0.957	1.083	1.043	1.026	1.025

Health and Human Services Commission
Analysis of HMO Cost Trend Factors

	Bexar	Dallas	El Paso	Harris	Lubbock	Nueces	Tarrant	Travis	HMO Average	Weighted Average
Expansion Children <1										
FY2006	1.281	1.047	1.123	0.905	1.104		0.957	1.300	1.021	1.036
FY2007	0.986	0.998	0.926	1.131	0.493		1.174	0.666	1.027	1.046
FY2008	0.659	1.043	0.904	0.889	1.150	0.736	0.863	0.798	0.914	0.926
Expansion Children										
FY2006	1.193	1.059	1.057	0.978	1.039		0.984	1.073	1.032	1.038
FY2007	1.073	1.010	1.026	1.177	1.090		1.035	0.984	1.088	1.083
FY2008	0.947	1.020	0.960	0.971	1.086	0.943	1.030	0.976	0.989	0.988
Federal Mandate Children										
FY2006	1.093	1.062	1.033	1.047	1.034		1.035	1.054	1.050	1.053
FY2007	1.132	1.105	1.095	1.167	0.992		1.109	1.027	1.135	1.124
FY2008	0.986	1.044	0.968	0.993	1.086	1.035	0.945	0.909	0.998	0.998

Health and Human Services Commission
Analysis of PCCM Cost Trend Factors

	<u>Southeast</u>	<u>Bexar</u>	<u>Dallas</u>	<u>El Paso</u>	<u>Harris</u>	<u>Lubbock</u>
TANF - Children >1						
FY2006		0.921	1.038	0.934	0.954	1.038
FY2007		0.867	0.987	1.116	0.804	0.877
FY2008						
TANF - Children <1						
FY2006		0.701	1.066	3.295	0.940	0.695
FY2007		0.964	1.155	0.557	1.439	1.595
FY2008						
TANF - Children						
FY2006	0.919	0.878	1.028	1.216	0.933	0.939
FY2007	1.111	0.864	1.013	0.879	0.853	0.974
FY2008	1.237					
TANF - Adults						
FY2006	0.819	1.082	1.013	1.015	0.929	1.079
FY2007	1.081	0.892	0.864	0.889	0.897	0.981
FY2008	1.284					
Pregnant Women						
FY2006	1.049	1.063	1.047	1.081	1.007	1.017
FY2007	1.018	1.047	1.126	0.877	1.088	1.123
FY2008	0.976					
Newborns						
FY2006	1.107	0.965	1.012	1.080	0.917	0.870
FY2007	0.778	0.976	1.383	0.492	0.951	1.056
FY2008	1.118					
Expansion Children >1						
FY2006		1.015	1.101	0.915	0.893	1.002
FY2007		0.948	0.851	1.418	0.922	0.907
FY2008						
Expansion Children <1						
FY2006		1.030	0.701	0.985	0.878	0.869
FY2007		0.664	1.303	9.089	1.438	0.795
FY2008						
Expansion Children						
FY2006	0.987	0.994	0.970	0.915	0.848	0.977
FY2007	1.040	0.920	0.881	1.839	0.941	0.887
FY2008	1.207					
Federal Mandate Children						
FY2006	0.915	0.980	1.087	1.038	0.990	0.927
FY2007	0.982	1.069	0.843	1.014	0.836	1.363
FY2008	1.060					

Health and Human Services Commission
Analysis of Medicaid Cost Trend Factors

<u>Risk Group</u>	<u>HMO</u>	<u>HMO & PCCM</u>
TANF - Children (over age one)		
FY2006	1.054	1.023
FY2007	1.063	1.049
FY2008	1.058	1.118
Average	1.060	1.074

TANF - Children (under age one)		
FY2006	0.993	1.044
FY2007	1.064	1.077
FY2008	1.093	1.169
Average	1.060	1.093

TANF - Children (total)		
FY2006	1.027	1.010
FY2007	1.047	1.038
FY2008	1.045	1.117
Average	1.042	1.063

TANF - Adults		
FY2006	1.148	1.116
FY2007	1.082	1.099
FY2008	1.053	1.113
Average	1.085	1.114

Pregnant Women		
FY2006	1.022	1.032
FY2007	1.057	1.081
FY2008	1.021	1.036
Average	1.037	1.054

<u>Risk Group</u>	<u>HMO</u>	<u>HMO & PCCM</u>
Newborns		
FY2006	1.059	1.049
FY2007	0.996	1.065
FY2008	1.027	1.062
Average	1.020	1.063

Expansion Children (over age one)		
FY2006	1.050	1.028
FY2007	1.115	1.114
FY2008	1.025	1.061
Average	1.070	1.083

Expansion Children (under age one)		
FY2006	1.036	0.994
FY2007	1.046	1.044
FY2008	0.926	0.950
Average	1.002	1.010

Expansion Children (total)		
FY2006	1.038	1.008
FY2007	1.083	1.094
FY2008	0.988	1.028
Average	1.041	1.060

Federal Mandate Children		
FY2006	1.053	1.035
FY2007	1.124	1.096
FY2008	0.998	1.007
Average	1.066	1.056

Health and Human Services Commission
Trend Assumptions for FY2009 Managed Care Rating

	<u>FY2008</u>	<u>FY2009</u>
TANF - Children (over age one)	11.7 %	6.3 %
TANF - Children (under age one)	11.7 %	6.3 %
TANF - Adults	11.3 %	11.4 %
Pregnant Women	3.6 %	5.4 %
Newborns	6.2 %	6.3 %
Expansion Children (over age one)	2.8 %	6.0 %
Expansion Children (under age one)	2.8 %	6.0 %
Federal Mandate Children	0.7 %	5.6 %

Attachment 5

Provider Reimbursement Adjustments Effective September 1, 2007

This attachment presents information regarding the various provider reimbursement adjustments considered in the rating analysis and how the adjustment factors were developed.

As a component of the Frew lawsuit settlement, the Texas Medicaid program implemented significant changes in provider reimbursement effective September 1, 2007. Professional provider reimbursement was increased an average of 26% for children and 16% for adults. HHSC required STAR health plans to pass on this level of reimbursement increases to their participating providers and, as a result, these reimbursement increases have been considered in the rating analysis.

In developing the Frew adjustment factors, we used health plan encounter data from FY2007. To this claims experience we applied the FY2009 Medicaid provider reimbursement schedule. The additional cost due to the increased reimbursement rates was then divided by total FY2007 claims (from the encounter data) to yield the overall claims adjustment factor.

It is anticipated that provisions of the Frew settlement will result in increased utilization of certain services under STAR. We have assumed that there will be a 33% increase in the utilization of EPSDT services and a 5% increase in the utilization of medical (type of service 1) services for children. The utilization adjustment factors were derived in a similar manner as that described above for the fee increase. We have assumed no utilization increase for adults. The anticipated cost impact of the Frew settlement is presented in attached Exhibit A.

In addition to those resulting from the Frew settlement, there were several other significant revisions to the Medicaid fee schedule. Reimbursement increases were provided for the following services: ambulance services, State-owned teaching hospitals, physician administered drugs and therapy services (physical, occupational and speech) provided through home health agencies. The rating adjustment factors for these provider reimbursement changes were calculated in a manner similar to those for the Frew settlement, described above. The reimbursement change was applied to actual FY2007 health plan encounter data and the resulting impact determined. The anticipated cost impact of these reimbursement changes is presented in attached Exhibit B.

The 2.5% reduction in reimbursement rates to professional, outpatient facility and certain other providers implemented in FY2004 was restored. The anticipated cost impact of this reimbursement change is presented in attached Exhibits C and D.

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Impact of Frew Settlement

	TANF Children		TANF Children		TANF Adult	Pregnant Women	Newborn	Expansion Children		Expansion Children Age 1+	Expansion Children <1	Federal Mandate Children		Other	Total
	Age 1+	<1	Age 1+	<1				Age 1+	<1			Age 1+	<1		
Cost Impact of Provider Rate Increase (1)															
Bexar	598,092	105,574	214,373	3,365,138	4,510,752	3,455,030	394,155	3,105,038	40,447	15,788,598					
Dallas	610,745	97,301	180,961	3,304,767	4,517,839	5,455,348	1,631,112	3,323,436	67,821	19,189,331					
El Paso	536,157	108,176	176,643	1,691,397	2,053,170	1,787,493	234,810	1,862,621	9,604	8,460,071					
Harris	1,153,909	208,939	373,942	6,156,443	8,516,388	9,941,207	2,842,609	6,799,512	142,246	36,135,195					
Lubbock	94,621	20,134	42,180	621,876	909,499	528,400	28,218	485,805	17,342	2,748,074					
Nueces	377,324	64,489	111,669	1,361,200	2,079,160	1,570,293	99,933	1,334,482	31,772	7,030,323					
Tarrant	449,690	83,002	154,328	2,857,896	3,637,966	3,539,868	830,932	2,341,291	31,447	13,926,420					
Travis	927,364	269,523	396,282	1,094,031	1,714,684	1,434,341	338,341	801,505	34,240	7,010,311					
Total	4,747,903	957,138	1,650,379	20,452,749	27,939,458	27,711,979	6,400,110	20,053,690	374,919	110,288,324					
Cost Impact of Utilization Increase (2)															
Bexar	264,610	67,904	0	163,303	2,387,040	1,683,224	289,271	1,223,279	16,347	6,094,977					
Dallas	324,412	70,571	0	148,908	2,514,035	3,057,011	1,287,842	1,664,145	29,434	9,096,358					
El Paso	228,756	56,061	0	42,160	1,012,230	806,094	141,956	735,286	3,055	3,025,597					
Harris	591,105	146,589	0	278,598	4,831,832	5,518,571	2,020,191	3,210,893	49,523	16,647,302					
Lubbock	36,816	11,118	0	31,688	458,247	223,664	20,651	170,920	4,185	957,288					
Nueces	134,298	30,207	0	44,877	870,059	576,652	47,928	473,249	7,865	2,185,136					
Tarrant	201,982	51,000	0	140,965	2,096,295	1,715,120	536,915	967,341	14,630	5,724,247					
Travis	380,066	163,248	0	50,737	910,387	688,102	230,231	328,966	12,772	2,764,510					
Total	2,162,044	596,698	0	901,236	15,080,125	14,268,438	4,574,984	8,774,078	137,812	46,495,416					
Total Frew Impact (3)															
Bexar	862,702	173,478	214,373	3,528,441	6,897,792	5,138,253	683,426	4,328,317	56,793	21,883,575					
Dallas	935,157	167,872	180,961	3,453,675	7,031,874	8,512,360	2,918,953	4,987,581	97,255	28,285,689					
El Paso	764,913	164,237	176,643	1,733,556	3,065,400	2,593,587	376,767	2,597,907	12,659	11,485,669					
Harris	1,745,014	355,529	373,942	6,435,041	13,348,220	15,459,778	4,862,799	10,010,405	191,769	52,782,497					
Lubbock	131,437	31,251	42,180	653,564	1,367,746	752,064	48,869	656,725	21,527	3,705,363					
Nueces	511,623	94,696	111,669	1,406,077	2,949,219	2,146,945	147,861	1,807,731	39,637	9,215,459					
Tarrant	651,671	134,003	154,328	2,998,861	5,734,261	5,254,987	1,367,847	3,308,632	46,077	19,650,667					
Travis	1,307,431	432,770	396,282	1,144,768	2,625,071	2,122,443	568,573	1,130,471	47,012	9,774,821					
Total	6,909,947	1,553,836	1,650,379	21,353,985	43,019,583	41,980,417	10,975,095	28,827,768	512,730	156,783,740					

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Impact of Frew Settlement

	TANF Children		TANF Adult	Pregnant Women	Newborn	Expansion Children		Expansion Children <1	Federal Mandate Children	Other	Total
	Age 1+	<1				Age 1+	<1				
FY2007 Total Incurred Claims (4)											
Bexar	6,787,244	1,686,354	6,278,529	77,039,757	95,177,920	38,344,603	4,812,948	35,357,280	1,074,357	266,558,989	
Dallas	8,591,984	1,565,641	6,556,021	94,441,697	92,424,381	69,525,566	21,610,170	50,666,415	2,596,942	347,978,817	
El Paso	5,868,076	1,261,148	4,832,500	35,337,407	31,751,334	18,605,667	2,928,409	20,329,648	132,065	121,046,254	
Harris	14,348,639	2,575,676	12,435,140	149,872,053	186,901,642	97,835,820	27,939,437	80,814,280	3,693,863	576,416,550	
Lubbock	1,213,928	325,012	1,740,427	19,380,434	17,698,520	6,508,649	279,876	6,183,273	356,557	53,686,676	
Nueces	5,247,880	833,555	4,398,747	32,011,660	46,933,660	19,029,490	1,189,364	17,500,241	805,057	127,949,654	
Tarrant	5,094,320	651,576	5,209,893	74,387,006	73,204,878	31,770,349	8,263,110	31,185,694	707,395	230,474,222	
Travis	10,508,036	3,829,390	13,533,843	27,767,536	31,330,698	12,997,334	4,495,292	8,802,342	1,409,995	114,674,465	
Total	57,660,106	12,728,351	54,985,099	510,237,551	575,423,033	294,617,479	71,518,607	250,839,173	10,776,229	1,838,785,628	

Frew Rate Adjustment Factor (5)

Bexar	12.7 %	10.3 %	3.4 %	4.6 %	7.2 %	13.4 %	14.2 %	12.2 %	5.3 %	8.2 %
Dallas	10.9 %	10.7 %	2.8 %	3.7 %	7.6 %	12.2 %	13.5 %	9.8 %	3.7 %	8.1 %
El Paso	13.0 %	13.0 %	3.7 %	4.9 %	9.7 %	13.9 %	12.9 %	12.8 %	9.6 %	9.5 %
Harris	12.2 %	13.8 %	3.0 %	4.3 %	7.1 %	15.8 %	17.4 %	12.4 %	5.2 %	9.2 %
Lubbock	10.8 %	9.6 %	2.4 %	3.4 %	7.7 %	11.6 %	17.5 %	10.6 %	6.0 %	6.9 %
Nueces	9.7 %	11.4 %	2.5 %	4.4 %	6.3 %	11.3 %	12.4 %	10.3 %	4.9 %	7.2 %
Tarrant	12.8 %	20.6 %	3.0 %	4.0 %	7.8 %	16.5 %	16.6 %	10.6 %	6.5 %	8.5 %
Travis	12.4 %	11.3 %	2.9 %	4.1 %	8.4 %	16.3 %	12.6 %	12.8 %	3.3 %	8.5 %
Total	12.0 %	12.2 %	3.0 %	4.2 %	7.5 %	14.2 %	15.3 %	11.5 %	4.8 %	8.5 %

Footnotes:

- (1) Equals the additional cost resulting from application of the FY2009 Medicaid fee schedule to the FY2007 health plans claims (from the Encounter database).
- (2) The Frew settlement is anticipated to result in increased utilization for certain services. It is assumed that the utilization of EPSDT services will increase 33% and the utilization of medical (type of service 1) services will increase 5%.
- (3) Equals the impact of reimbursement changes and utilization changes combined.
- (4) Equals FY2007 health plan fee-for-service claims for all services (from the Encounter database).
- (5) Equals Total Frew Impact divided by FY2007 Total Incurred Claims.

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Impact of Other Reimbursement Changes

	TANF Children		TANF Children		TANF Adult	Pregnant Women	Newborn	Expansion Children		Expansion Children <1	Federal Mandate Children	Other		Total
	Age 1+	<1	<1	Age 1+				Age 1+	<1			Other	Total	
Ambulance (1)														
Bexar	61,936	4,934	57,816	162,054	467,442	200,683	70,274	300,983	1,155	1,327,276				
Dallas	82,475	12,873	53,450	350,016	479,101	506,774	79,698	353,432	10,109	1,927,926				
El Paso	26,537	3,691	16,973	43,515	71,973	64,262	13,171	63,233	256	303,611				
Harris	259,701	29,048	137,734	891,746	1,477,742	1,138,872	167,197	1,164,002	43,384	5,309,425				
Lubbock	11,105	801	5,382	42,365	43,344	13,566	119	36,735	140	153,556				
Nueces	21,854	1,784	23,426	57,137	99,787	40,887	2,190	46,630	765	294,461				
Tarrant	54,762	4,332	40,948	275,661	150,813	216,578	24,249	207,990	1,289	976,622				
Travis	90,144	15,793	87,317	92,578	57,226	70,255	10,712	74,858	690	499,574				
Total	608,513	73,255	423,047	1,915,071	2,847,428	2,251,876	367,611	2,247,862	57,788	10,792,451				
State-Owned Teaching Hospitals (1)														
Bexar	0	0	0	1,575	442	4,185	127	122	0	6,451				
Dallas	45	19	0	209	0	12,902	183	442	0	13,799				
El Paso	56	0	1,438	403	0	0	0	9,011	0	10,907				
Harris	172,064	42,911	159,525	1,642,452	1,832,921	702,846	183,835	804,359	16,891	5,557,804				
Lubbock	0	0	0	0	0	0	0	0	0	0				
Nueces	1	0	2,061	9,217	13,888	15,539	246	3,346	0	44,298				
Tarrant	0	0	0	255	1,461	597	499	807	0	3,620				
Travis	2,708	1,614	39,675	51,674	9,076	1,648	14	1,243	0	107,653				
Total	174,873	44,544	202,699	1,705,785	1,857,788	737,718	184,905	819,330	16,891	5,744,533				
PT/OT/ST (1)														
Bexar	90,835	576	53	0	30,338	917,575	9,237	65,994	1,307	1,115,915				
Dallas	40,321	1,277	125	49	12,903	449,070	14,910	105,106	82	623,842				
El Paso	12,315	0	531	369	339	65,748	0	20,981	24	100,307				
Harris	16,457	339	608	76	28,297	428,527	23,984	64,645	276	563,210				
Lubbock	0	0	102	0	0	0	0	1,309	0	1,411				
Nueces	4,140	315	45	0	20,907	50,286	3,696	6,822	105	86,316				
Tarrant	20,684	50	9	0	885	154,467	645	14,668	0	191,408				
Travis	641	98	1,561	125	732	7,008	1,950	814	0	12,930				
Total	185,392	2,655	3,033	619	94,402	2,072,682	54,421	280,339	1,795	2,695,338				

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Impact of Other Reimbursement Changes

	TANF Children		TANF Adult	Pregnant Women	Newborn	Expansion Children		Expansion Children <1	Federal Mandate Children	Other	Total
	Age 1+	<1				Age 1+	<1				
Total Cost Impact (2)											
Bexar	152,771	5,510	57,868	163,629	498,223	1,122,443	79,638	367,098	2,462	2,449,642	
Dallas	122,840	14,169	53,575	350,273	492,003	968,745	94,790	458,980	10,191	2,565,567	
El Paso	38,907	3,691	18,942	44,287	72,312	130,010	13,171	93,226	279	414,825	
Harris	448,222	72,297	297,867	2,534,274	3,338,960	2,270,245	375,016	2,033,006	60,552	11,430,439	
Lubbock	11,105	801	5,484	42,365	43,344	13,566	119	38,044	140	154,967	
Nueces	25,995	2,100	25,533	66,354	134,582	106,712	6,133	56,797	870	425,075	
Tarrant	75,446	4,382	40,957	275,915	153,159	371,643	25,393	223,466	1,289	1,171,650	
Travis	93,493	17,506	128,553	144,377	67,035	78,911	12,677	76,915	690	620,157	
Total	968,779	120,454	628,779	3,621,475	4,799,618	5,062,276	606,937	3,347,531	76,474	19,232,322	
FY2007 Total Incurred Claims (3)											
Bexar	6,787,244	1,686,354	6,278,529	77,039,757	95,177,920	38,344,603	4,812,948	35,357,280	1,074,357	266,558,989	
Dallas	8,591,984	1,565,641	6,556,021	94,441,697	92,424,381	69,525,566	21,610,170	50,666,415	2,596,942	347,978,817	
El Paso	5,868,076	1,261,148	4,832,500	35,337,407	31,751,334	18,605,667	2,928,409	20,329,648	132,065	121,046,254	
Harris	14,348,639	2,575,676	12,435,140	149,872,053	186,901,642	97,835,820	27,939,437	80,814,280	3,693,863	576,416,550	
Lubbock	1,213,928	325,012	1,740,427	19,380,434	17,698,520	6,508,649	279,876	6,183,273	356,557	53,686,676	
Nueces	5,247,880	833,555	4,398,747	32,011,660	46,933,660	19,029,490	1,189,364	17,500,241	805,057	127,949,654	
Tarrant	5,094,320	651,576	5,209,893	74,387,006	73,204,878	31,770,349	8,263,110	31,185,694	707,395	230,474,222	
Travis	10,508,036	3,829,390	13,533,843	27,767,536	31,330,698	12,997,334	4,495,292	8,802,342	1,409,995	114,674,465	
Total	57,660,106	12,728,351	54,985,099	510,237,551	575,423,033	294,617,479	71,518,607	250,839,173	10,776,229	1,838,785,628	
Other Reimbursement Changes Rate Adjustment Factor (4)											
Bexar	2.3 %	0.3 %	0.9 %	0.2 %	0.5 %	2.9 %	1.7 %	1.0 %	0.2 %	0.9 %	
Dallas	1.4 %	0.9 %	0.8 %	0.4 %	0.5 %	1.4 %	0.4 %	0.9 %	0.4 %	0.7 %	
El Paso	0.7 %	0.3 %	0.4 %	0.1 %	0.2 %	0.7 %	0.4 %	0.5 %	0.2 %	0.3 %	
Harris	3.1 %	2.8 %	2.4 %	1.7 %	1.8 %	2.3 %	1.3 %	2.5 %	1.6 %	2.0 %	
Lubbock	0.9 %	0.2 %	0.3 %	0.2 %	0.2 %	0.2 %	0.0 %	0.6 %	0.0 %	0.3 %	
Nueces	0.5 %	0.3 %	0.6 %	0.2 %	0.3 %	0.6 %	0.5 %	0.3 %	0.1 %	0.3 %	
Tarrant	1.5 %	0.7 %	0.8 %	0.4 %	0.2 %	1.2 %	0.3 %	0.7 %	0.2 %	0.5 %	
Travis	0.9 %	0.5 %	0.9 %	0.5 %	0.2 %	0.6 %	0.3 %	0.9 %	0.0 %	0.5 %	
Total	1.7 %	0.9 %	1.1 %	0.7 %	0.8 %	1.7 %	0.8 %	1.3 %	0.7 %	1.0 %	

Footnotes:

- (1) Equals the additional cost resulting from application of the FY2009 Medicaid fee schedule to the FY2007 health plans claims (from the Encounter database).
- (2) Equals the impact of reimbursement changes and utilization changes combined.
- (3) Equals FY2007 health plan fee-for-service claims for all services (from the Encounter database).
- (4) Equals Total Cost Impact divided by FY2007 Total Incurred Claims.

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Impact of 2.5% Outpatient Facility Reimbursement Restoration (1)

	Outpatient Facility Claims (2)	Total Claims (3)	OP % of Total	Adjustment Factor (4)
Bexar	7,836,788	135,723,184	5.8 %	0.14 %
Dallas	49,026,542	356,906,698	13.7 %	0.34 %
El Paso	12,829,355	122,673,056	10.5 %	0.26 %
Harris	70,484,165	588,284,715	12.0 %	0.30 %
Lubbock	5,357,880	54,781,741	9.8 %	0.24 %
Nueces	19,320,084	131,633,885	14.7 %	0.37 %
Tarrant	28,447,115	234,311,404	12.1 %	0.30 %
Travis	11,496,376	122,350,159	9.4 %	0.23 %
Total	204,798,305	1,746,664,842	11.7 %	0.29 %

Footnotes:

- (1) The 2.5% reduction in outpatient facility and other reimbursement implemented in fiscal year 2004 was restored effective 9/1/2007.
- (2) Equals the health plan's FY2007 outpatient facility cost as reported in the FY2007 FSR.
- (3) Equals the health plan's FY2007 total fee-for-service medical cost as reported in the FY2007 FSR.
- (4) Equals OP % of Total times 2.5%.

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Impact of 2.5% Professional Reimbursement Restoration (1)

	TANF Children		TANF Children		TANF Adult	Pregnant Women	Newborn	Expansion Children		Expansion Children <1	Federal Mandate Children		Other	Total
	Age 1+	<1	Age 1+	<1				Age 1+	<1		Age 1+	<1		
FY2007 Professional Claims Paid (2)														
Bexar	3,131,700	505,599	2,293,215	29,847,748	20,320,558	19,213,605	2,061,563	14,990,736	197,604	92,562,328				
Dallas	3,083,390	473,596	1,876,757	32,788,831	19,263,650	26,743,130	7,763,294	16,470,273	334,195	108,797,116				
El Paso	2,652,556	434,774	1,600,455	13,904,915	8,271,825	8,841,238	1,027,383	9,473,702	82,132	46,288,981				
Harris	5,576,353	1,000,136	4,290,773	59,153,862	37,980,258	45,614,222	12,516,790	32,094,280	823,969	199,050,644				
Lubbock	413,365	101,990	453,014	5,801,356	3,854,753	2,042,579	120,637	2,287,602	106,489	15,181,785				
Nueces	1,585,663	226,311	1,341,214	12,769,789	8,283,965	6,167,993	420,545	5,957,867	166,417	36,919,764				
Tarrant	2,104,239	333,700	1,598,183	27,105,544	15,860,865	15,074,786	3,399,210	10,848,589	158,322	76,483,438				
Travis	4,616,397	1,376,928	4,569,167	10,159,483	7,593,961	6,471,237	1,780,999	3,919,881	149,589	40,637,642				
Total	23,163,665	4,453,034	18,022,778	191,531,528	121,429,834	130,168,790	29,090,421	96,042,930	2,018,718	615,921,698				

Cost Impact of 2.5% Reimbursement Restoration for Professional Services (3)

Bexar	78,293	12,640	57,330	746,194	508,014	480,340	51,539	374,768	4,940	2,314,058
Dallas	77,085	11,840	46,919	819,721	481,591	668,578	194,082	411,757	8,355	2,719,928
El Paso	66,314	10,869	40,011	347,623	206,796	221,031	25,685	236,843	2,053	1,157,225
Harris	139,409	25,003	107,269	1,478,847	949,506	1,140,356	312,920	802,357	20,599	4,976,266
Lubbock	10,334	2,550	11,325	145,034	96,369	51,064	3,016	57,190	2,662	379,545
Nueces	39,642	5,658	33,530	319,245	207,099	154,200	10,514	148,947	4,160	922,994
Tarrant	52,606	8,343	39,955	677,639	396,522	376,870	84,980	271,215	3,958	1,912,086
Travis	115,410	34,423	114,229	253,987	189,849	161,781	44,525	97,997	3,740	1,015,941
Total	579,092	111,326	450,569	4,788,288	3,035,746	3,254,220	727,261	2,401,073	50,468	15,398,042

FY2007 Total Incurred Claims (4)

Bexar	6,787,244	1,686,354	6,278,529	77,039,757	95,177,920	38,344,603	4,812,948	35,357,280	1,074,357	266,558,989
Dallas	8,591,984	1,565,641	6,556,021	94,441,697	92,424,381	69,525,566	21,610,170	50,666,415	2,596,942	347,978,817
El Paso	5,868,076	1,261,148	4,832,500	35,337,407	31,751,334	18,605,667	2,928,409	20,329,648	132,065	121,046,254
Harris	14,348,639	2,575,676	12,435,140	149,872,053	186,901,642	97,835,820	27,939,437	80,814,280	3,693,863	576,416,550
Lubbock	1,213,928	325,012	1,740,427	19,380,434	17,698,520	6,508,649	279,876	6,183,273	356,557	53,686,676
Nueces	5,247,880	833,555	4,398,747	32,011,660	46,933,660	19,029,490	1,189,364	17,500,241	805,057	127,949,654
Tarrant	5,094,320	651,576	5,209,893	74,387,006	73,204,878	31,770,349	8,263,110	31,185,694	707,395	230,474,222
Travis	10,508,036	3,829,390	13,533,843	27,767,536	31,330,698	12,997,334	4,495,292	8,802,342	1,409,995	114,674,465
Total	57,660,106	12,728,351	54,985,099	510,237,551	575,423,033	294,617,479	71,518,607	250,839,173	10,776,229	1,838,785,628

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Impact of 2.5% Professional Reimbursement Restoration (1)

	TANF Children		TANF Children		TANF Adult		Pregnant Women		Newborn		Expansion Children		Expansion Children		Federal Mandate Children		Other		Total	
	Age 1+	<1	Children	<1	Adult	Women	Women	Women	Newborn	Age 1+	<1	Age 1+	<1	Age 1+	<1	Children	Children	Other	Other	Total
Rate Adjustment Factor (5)																				
Bexar	1.15 %	0.75 %	0.91 %	0.97 %	0.53 %	1.25 %	1.07 %	1.06 %	0.46 %	0.87 %										
Dallas	0.90 %	0.76 %	0.72 %	0.87 %	0.52 %	0.96 %	0.90 %	0.81 %	0.32 %	0.78 %										
El Paso	1.13 %	0.86 %	0.83 %	0.98 %	0.65 %	1.19 %	0.88 %	1.17 %	1.55 %	0.96 %										
Harris	0.97 %	0.97 %	0.86 %	0.99 %	0.51 %	1.17 %	1.12 %	0.99 %	0.56 %	0.86 %										
Lubbock	0.85 %	0.78 %	0.65 %	0.75 %	0.54 %	0.78 %	1.08 %	0.92 %	0.75 %	0.71 %										
Nueces	0.76 %	0.68 %	0.76 %	1.00 %	0.44 %	0.81 %	0.88 %	0.85 %	0.52 %	0.72 %										
Tarrant	1.03 %	1.28 %	0.77 %	0.91 %	0.54 %	1.19 %	1.03 %	0.87 %	0.56 %	0.83 %										
Travis	1.10 %	0.90 %	0.84 %	0.91 %	0.61 %	1.24 %	0.99 %	1.11 %	0.27 %	0.89 %										
Total	1.00 %	0.87 %	0.82 %	0.94 %	0.53 %	1.10 %	1.02 %	0.96 %	0.47 %	0.84 %										

Footnotes:

- (1) The 2.5% reduction in professional services reimbursement implemented in fiscal year 2004 was restored effective 9/1/2007.
- (2) Equals FY2007 health plan fee-for-service claims for professional services (from the Encounter database).
- (3) Equals 2.5% of FY2007 Professional Claims Paid.
- (4) Equals FY2007 health plan fee-for-service claims for all services (from the Encounter database).
- (5) Equals Cost Impact of 2.5% Reimbursement Restoration for Professional Services divided by FY2007 Total Incurred Claims.

Attachment 6

Benefit and Provider Reimbursement Changes Effective September 1, 2008

This attachment presents information regarding the several benefit and provider reimbursement adjustments considered in the rating analysis and how the adjustment factors were developed.

Effective September 1, 2008, all HMOs are required to reimburse Rural Health Clinics (RHC) using their full encounter rate. Prior to that date, the level of RHC reimbursement paid by HMOs was not regulated by the state. HMOs paid the RHC whatever amount was specified by their contract. Any shortfall between the full encounter rate and the amount paid by the HMO was paid by the state. The FY2007 HMO claims data, on which the FY2009 STAR rate setting is based, does not include the full RHC encounter rate, so a rate adjustment is necessary. The anticipated cost impact of the RHC adjustment is presented in attached Exhibit A. Please note that Nueces-area HMOs were required to pay full the encounter rate in FY2007 so there is no RHC adjustment for that service area.

Effective September 1, 2008, Medicaid reimbursement for ambulatory surgical centers and hospital-based ambulatory surgical centers will increase. Attached Exhibit B presents the estimate cost impact of this change.

Effective September 1, 2008, Medicaid reimbursement for sonogram services will increase. Attached Exhibit C presents the estimate cost impact of this change.

Effective September 1, 2008, Medicaid will implement a new dental home benefit which involves the creation of a special billing code that combines the dental exam, application of fluoride varnish, and anticipatory guidance and education for parents to be utilized when these services are provided to children under three years of age. Attached Exhibit D presents the estimate cost impact of this new benefit.

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Impact of Rural Health Clinic Reimbursement Change (1)

	FY2007 Experience			Total STAR Claims	Adjustment Factor (2)
	RHC Total Cost	HMO Payments	HHSC Payments		
Bexar	1,952,908	1,570,914	381,994	269,739,369	0.14 %
Dallas	480,139	282,916	197,223	352,607,549	0.06 %
El Paso	310,409	172,942	137,467	121,246,054	0.11 %
Harris	11,548	11,433	115	591,816,792	0.00 %
Lubbock	3,294,017	2,169,611	1,124,406	54,040,071	2.08 %
Nueces (3)	0	0	0	129,334,623	0.00 %
Tarrant	33,475	32,772	703	234,863,558	0.00 %
Travis	2,104,641	787,965	1,316,677	117,154,950	1.12 %
Total	8,187,138	5,028,552	3,158,585	1,870,802,967	0.17 %

Footnotes:

- (1) Effective 9/1/2007, STAR HMOs are required to pay RHCs the full encounter rate.
 Prior to that date, HHSC made up any shortfall in the HMO reimbursement to the RHC.
- (2) Equals HHSC Payments divided by Total STAR Claims.
- (3) Nueces-area health plans were required to pay full the encounter rate in FY2007.

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Ambulatory Surgical Center/Hospital-based Ambulatory Surgical Center (ASC/HASC) Payment Change Adjustment

	TANF Children		TANF Children <1		TANF Adult		Pregnant Women		Newborn		Expansion Children Age 1+		Expansion Children <1		Federal Mandate Children		Other		Total
	Age 1+	<1	Age 1+	<1	Adult	Women	Women	Women	Newborn	Age 1+	<1	Age 1+	<1	Mandate Children	Other	Total			
ASC/HASC Payment Increase																			
Bexar	4,389	475	7,761	37,049	11,198	39,580	1,686	26,316	128,617										
Dallas	1,800	149	550	2,315	3,901	22,645	2,485	13,888	47,860										
El Paso	7,222	464	4,308	8,783	2,936	20,952	1,283	26,074	72,065										
Harris	4,854	817	3,964	17,930	12,505	54,400	7,167	39,187	141,228										
Lubbock	566	35	416	591	858	4,270	109	3,097	10,066										
Nueces	3,048	197	2,235	5,776	3,955	14,642	584	7,097	37,566										
Tarrant	2,338	96	2,338	11,253	2,802	11,875	924	10,377	42,066										
Travis	10,146	2,234	8,474	4,906	8,593	18,953	1,589	9,514	64,470										
Total	34,364	4,467	30,046	88,602	46,747	187,317	15,828	135,549	543,937										

FY2007 Total Incurred Claims																			
Bexar	6,787,244	1,686,354	6,278,529	77,039,757	95,177,920	38,344,603	4,812,948	35,357,280	266,558,989										
Dallas	8,591,984	1,565,641	6,556,021	94,441,697	92,424,381	69,525,566	21,610,170	50,666,415	347,978,817										
El Paso	5,868,076	1,261,148	4,832,500	35,337,407	31,751,334	18,605,667	2,928,409	20,329,648	121,046,254										
Harris	14,348,639	2,575,676	12,435,140	149,872,053	186,901,642	97,835,820	27,939,437	80,814,280	576,416,550										
Lubbock	1,213,928	325,012	1,740,427	19,380,434	17,698,520	6,508,649	279,876	6,183,273	53,686,676										
Nueces	5,247,880	833,555	4,398,747	32,011,660	46,933,660	19,029,490	1,189,364	17,500,241	127,949,654										
Tarrant	5,094,320	651,576	5,209,893	74,387,006	73,204,878	31,770,349	8,263,110	31,185,694	230,474,222										
Travis	10,508,036	3,829,390	13,533,843	27,767,536	31,330,698	12,997,334	4,495,292	8,802,342	114,674,465										
Total	57,660,106	12,728,351	54,985,099	510,237,551	575,423,033	294,617,479	71,518,607	250,839,173	1,838,785,628										

Rate Adjustment																			
Bexar	0.06 %	0.03 %	0.12 %	0.05 %	0.01 %	0.10 %	0.04 %	0.07 %	0.05 %										
Dallas	0.02 %	0.01 %	0.01 %	0.00 %	0.00 %	0.03 %	0.01 %	0.03 %	0.01 %										
El Paso	0.12 %	0.04 %	0.09 %	0.02 %	0.01 %	0.11 %	0.04 %	0.13 %	0.06 %										
Harris	0.03 %	0.03 %	0.03 %	0.01 %	0.01 %	0.06 %	0.03 %	0.05 %	0.02 %										
Lubbock	0.05 %	0.01 %	0.02 %	0.00 %	0.00 %	0.07 %	0.04 %	0.05 %	0.02 %										
Nueces	0.06 %	0.02 %	0.05 %	0.02 %	0.01 %	0.08 %	0.05 %	0.04 %	0.03 %										
Tarrant	0.05 %	0.01 %	0.04 %	0.02 %	0.00 %	0.04 %	0.01 %	0.03 %	0.02 %										
Travis	0.10 %	0.06 %	0.06 %	0.02 %	0.03 %	0.15 %	0.04 %	0.11 %	0.06 %										
Total	0.06 %	0.04 %	0.05 %	0.02 %	0.01 %	0.06 %	0.02 %	0.05 %	0.03 %										

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Sonograms Cost Adjustment

	TANF Children		TANF Children <1		TANF Adult		Pregnant Women		Newborn		Expansion Children Age 1+		Expansion Children <1		Federal Mandate Children		Other		Total
	Age 1+	<1	Adult	Women	Newborn	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1		
Sonogram Rate Increase																			
Bexar	5,129	0	13,578	667,064	0	145	0	667,064	0	0	145	0	0	26,798	700	713,413			
Dallas	4,877	0	14,823	790,903	24	0	24	790,903	0	0	0	0	0	29,777	544	840,948			
El Paso	3,958	0	7,627	296,898	0	35	0	296,898	0	35	0	0	0	13,741	172	322,430			
Harris	8,041	0	23,296	1,086,472	7	5	7	1,086,472	7	47	5	47	42,632	1,567	1,162,066				
Lubbock	2,115	0	3,788	187,161	0	32	0	187,161	0	32	0	0	5,476	1,309	199,880				
Nueces	3,662	0	7,818	288,478	0	0	0	288,478	0	0	0	0	11,456	188	311,601				
Tarrant	4,013	9	10,930	647,378	32	0	32	647,378	32	0	0	0	18,646	427	681,434				
Travis	18,778	22	51,424	245,500	22	0	22	245,500	22	0	0	0	8,036	121	323,904				
Total	50,572	31	133,283	4,209,853	86	216	86	4,209,853	86	47	216	47	156,561	5,027	4,555,676				

FY2007 Total Incurred Claims

Bexar	6,787,244	1,686,354	6,278,529	77,039,757	95,177,920	38,344,603	4,812,948	35,357,280	1,074,357	266,558,989
Dallas	8,591,984	1,565,641	6,556,021	94,441,697	92,424,381	69,525,566	21,610,170	50,666,415	2,596,942	347,978,817
El Paso	5,868,076	1,261,148	4,832,500	35,337,407	31,751,334	18,605,667	2,928,409	20,329,648	132,065	121,046,254
Harris	14,348,639	2,575,676	12,435,140	149,872,053	186,901,642	97,835,820	27,939,437	80,814,280	3,693,863	576,416,550
Lubbock	1,213,928	325,012	1,740,427	19,380,434	17,698,520	6,508,649	279,876	6,183,273	356,557	53,686,676
Nueces	5,247,880	833,555	4,398,747	32,011,660	46,933,660	19,029,490	1,189,364	17,500,241	805,057	127,949,654
Tarrant	5,094,320	651,576	5,209,893	74,387,006	73,204,878	31,770,349	8,263,110	31,185,694	707,395	230,474,222
Travis	10,508,036	3,829,390	13,533,843	27,767,536	31,330,698	12,997,334	4,495,292	8,802,342	1,409,995	114,674,465
Total	57,660,106	12,728,351	54,985,099	510,237,551	575,423,033	294,617,479	71,518,607	250,839,173	10,776,229	1,838,785,628

Rate Adjustment

Bexar	0.08 %	0.00 %	0.22 %	0.87 %	0.00 %	0.00 %	0.00 %	0.87 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.08 %	0.07 %	0.27 %
Dallas	0.06 %	0.00 %	0.23 %	0.84 %	0.00 %	0.00 %	0.00 %	0.84 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.06 %	0.02 %	0.24 %
El Paso	0.07 %	0.00 %	0.16 %	0.84 %	0.00 %	0.00 %	0.00 %	0.84 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.07 %	0.13 %	0.27 %
Harris	0.06 %	0.00 %	0.19 %	0.72 %	0.00 %	0.00 %	0.00 %	0.72 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.05 %	0.04 %	0.20 %
Lubbock	0.17 %	0.00 %	0.22 %	0.97 %	0.00 %	0.00 %	0.00 %	0.97 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.09 %	0.37 %	0.37 %
Nueces	0.07 %	0.00 %	0.18 %	0.90 %	0.00 %	0.00 %	0.00 %	0.90 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.07 %	0.02 %	0.24 %
Tarrant	0.08 %	0.00 %	0.21 %	0.87 %	0.00 %	0.00 %	0.00 %	0.87 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.06 %	0.06 %	0.30 %
Travis	0.18 %	0.00 %	0.38 %	0.88 %	0.00 %	0.00 %	0.00 %	0.88 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.09 %	0.01 %	0.28 %
Total	0.09 %	0.00 %	0.24 %	0.83 %	0.00 %	0.00 %	0.00 %	0.83 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.06 %	0.05 %	0.25 %

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 Dental Home Cost Adjustment

	TANF Children		TANF Children <1		TANF Adult		Pregnant Women		Newborn		Expansion Children		Expansion Children		Federal Mandate Children		Other		Total	
	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1	Age 1+	<1
Estimated Dental Home Cost																				
Bexar	8,628	0	0	0	0	23,487	106,800	0	0	0	0	0	0	0	0	0	0	0	0	138,914
Dallas	11,284	0	0	0	0	27,496	197,730	0	0	0	0	0	0	0	0	0	0	0	0	236,511
El Paso	8,283	0	0	0	0	10,918	60,912	0	0	0	0	0	0	0	0	0	0	0	0	80,114
Harris	19,950	0	0	0	0	46,359	319,288	0	0	0	0	0	0	0	0	0	0	0	0	385,597
Lubbock	1,913	0	0	0	0	5,271	18,777	0	0	0	0	0	0	0	0	0	0	0	0	25,962
Nueces	4,879	0	0	0	0	9,522	39,337	0	0	0	0	0	0	0	0	0	0	0	0	53,738
Tarrant	6,948	0	0	0	0	21,324	112,419	0	0	0	0	0	0	0	0	0	0	0	0	140,692
Travis	21,448	0	0	0	0	9,968	51,483	0	0	0	0	0	0	0	0	0	0	0	0	82,898
Total	83,333	0	0	0	0	154,346	906,746	0	0	0	0	0	0	0	0	0	0	0	0	1,144,425

FY2007 Total Incurred Claims

Bexar	6,787,244	1,686,354	6,278,529	77,039,757	95,177,920	38,344,603	4,812,948	35,357,280	1,074,357	266,558,989
Dallas	8,591,984	1,565,641	6,556,021	94,441,697	92,424,381	69,525,566	21,610,170	50,666,415	2,596,942	347,978,817
El Paso	5,868,076	1,261,148	4,832,500	35,337,407	31,751,334	18,605,667	2,928,409	20,329,648	132,065	121,046,254
Harris	14,348,639	2,575,676	12,435,140	149,872,053	186,901,642	97,835,820	27,939,437	80,814,280	3,693,863	576,416,550
Lubbock	1,213,928	325,012	1,740,427	19,380,434	17,698,520	6,508,649	279,876	6,183,273	356,557	53,686,676
Nueces	5,247,880	833,555	4,398,747	32,011,660	46,933,660	19,029,490	1,189,364	17,500,241	805,057	127,949,654
Tarrant	5,094,320	651,576	5,209,893	74,387,006	73,204,878	31,770,349	8,263,110	31,185,694	707,395	230,474,222
Travis	10,508,036	3,829,390	13,533,843	27,767,536	31,330,698	12,997,334	4,495,292	8,802,342	1,409,995	114,674,465
Total	57,660,106	12,728,351	54,985,099	510,237,551	575,423,033	294,617,479	71,518,607	250,839,173	10,776,229	1,838,785,628

Rate Adjustment

Bexar	0.13 %	0.00 %	0.00 %	0.00 %	0.02 %	0.28 %	0.00 %	0.00 %	0.00 %	0.05 %
Dallas	0.13 %	0.00 %	0.00 %	0.00 %	0.03 %	0.28 %	0.00 %	0.00 %	0.00 %	0.07 %
El Paso	0.14 %	0.00 %	0.00 %	0.00 %	0.03 %	0.33 %	0.00 %	0.00 %	0.00 %	0.07 %
Harris	0.14 %	0.00 %	0.00 %	0.00 %	0.02 %	0.33 %	0.00 %	0.00 %	0.00 %	0.07 %
Lubbock	0.16 %	0.00 %	0.00 %	0.00 %	0.03 %	0.29 %	0.00 %	0.00 %	0.00 %	0.05 %
Nueces	0.09 %	0.00 %	0.00 %	0.00 %	0.02 %	0.21 %	0.00 %	0.00 %	0.00 %	0.04 %
Tarrant	0.14 %	0.00 %	0.00 %	0.00 %	0.03 %	0.35 %	0.00 %	0.00 %	0.00 %	0.06 %
Travis	0.20 %	0.00 %	0.00 %	0.00 %	0.03 %	0.40 %	0.00 %	0.00 %	0.00 %	0.07 %
Total	0.14 %	0.00 %	0.00 %	0.00 %	0.03 %	0.31 %	0.00 %	0.00 %	0.00 %	0.06 %

Attachment 7

Inpatient Hospital Reimbursement Changes

The state is scheduled to implement an update to the Medicaid diagnosis-related group (DRG) inpatient hospital payment system effective September 1, 2008. As a result, an adjustment was made to the HMO premium rates. In determining the adjustment factor, the preliminary FY2009 DRG standard dollar amounts and relative weights were applied to the FY2007 encounter data for each health plan. Attached Exhibit A presents a summary of the estimate of the cost impact from DRG rebasing.

Please note that this DRG rebasing analysis is based on preliminary FY2009 DRG standard dollar amounts and relative weights. The final hospital payment factors will not be available until late summer or early fall of this year. When the finalized factors become available, HHSC will update this analysis and determine whether premium rate revisions are necessary.

Effective September 1, 2008, Medicaid reimbursement for three state teaching hospitals (The University of Texas MD Anderson Cancer Center, The University of Texas Medical Branch and The University of Texas Health Science Center at Tyler) will change from DRG to cost-based. Attached Exhibit B presents a summary of the estimated cost impact from this change.

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 DRG Rebased Adjustment

	TANF Children		TANF Children <1		TANF Adult		Pregnant Women		Newborn		Expansion Children Age 1+		Expansion Children <1		Federal Mandate Children		Other		Total
	Age 1+	<1	Age 1+	<1	Adult	Women	Women	Newborn	Age 1+	<1	Age 1+	<1	Children	Mandate Children	Other	Total			
DRG Rebased Claims Change																			
Bexar	-95,914	6,994	-114,073	-1,639,540	1,010,080	-537,420	152,057	-740,191	-238,871	-2,196,877									
Dallas	-5,048	8,019	53,167	495,321	2,493,166	176,471	-29,231	239,670	21,613	3,453,147									
El Paso	-143,796	-55,464	-84,862	-1,229,166	-239,461	-498,675	-80,963	-171,726	-2,363	-2,506,476									
Harris	-53,723	21,562	314,342	2,284,561	9,772,527	-128,595	49,062	71,464	58,425	12,389,623									
Lubbock	10,936	778	113,023	1,564,115	343,292	-35,384	-1,164	66,143	34,927	2,096,666									
Nueces	-71,273	-2,651	300,009	945,147	1,260,771	-143,567	-5,222	-34,107	-81	2,249,027									
Tarrant	-16,033	649	62,471	3,140,893	2,764,802	-15,620	59,633	-184,500	17,043	5,829,338									
Travis	382,826	451,827	1,296,248	3,336,579	6,194,753	321,676	309,964	326,845	320,807	12,941,524									
Total	7,975	431,714	1,940,324	8,897,910	23,599,930	-861,115	454,136	-426,401	211,500	34,255,973									

FY2007 Total Claims Paid																			
Bexar	6,787,244	1,686,354	6,278,529	77,039,757	95,177,920	38,344,603	4,812,948	35,357,280	1,074,357	266,558,989									
Dallas	7,980,796	1,448,211	5,501,294	85,455,018	86,255,161	65,916,902	19,573,427	46,592,349	2,511,926	321,235,085									
El Paso	5,868,076	1,261,148	4,832,500	35,337,407	31,751,334	18,605,667	2,928,409	20,329,648	132,065	121,046,254									
Harris	14,348,639	2,575,676	12,435,140	149,872,053	186,901,642	97,835,820	27,939,437	80,814,280	3,693,863	576,416,550									
Lubbock	1,213,928	325,012	1,740,427	19,380,434	17,698,520	6,508,649	279,876	6,183,273	356,557	53,686,676									
Nueces	5,247,880	833,555	4,398,747	32,011,660	46,933,660	19,029,490	1,189,364	17,500,241	805,057	127,949,654									
Tarrant	5,094,320	651,576	5,209,893	74,387,006	73,204,878	31,770,349	8,263,110	31,185,694	707,395	230,474,222									
Travis	10,508,036	3,829,390	13,533,843	27,767,536	31,330,698	12,997,334	4,495,292	8,802,342	1,409,995	114,674,465									
Total	57,048,918	12,610,921	53,930,372	501,250,873	569,253,813	291,008,815	69,481,863	246,765,107	10,691,214	1,812,041,896									

Rate Adjustment																			
Bexar	-1.41 %	0.41 %	-1.82 %	-2.13 %	1.06 %	-1.40 %	3.16 %	-2.09 %	-22.23 %	-0.82 %									
Dallas	-0.06 %	0.55 %	0.97 %	0.58 %	2.89 %	0.27 %	-0.15 %	0.51 %	0.86 %	1.07 %									
El Paso	-2.45 %	-4.40 %	-1.76 %	-3.48 %	-0.75 %	-2.68 %	-2.76 %	-0.84 %	-1.79 %	-2.07 %									
Harris	-0.37 %	0.84 %	2.53 %	1.52 %	5.23 %	-0.13 %	0.18 %	0.09 %	1.58 %	2.15 %									
Lubbock	0.90 %	0.24 %	6.49 %	8.07 %	1.94 %	-0.54 %	-0.42 %	1.07 %	9.80 %	3.91 %									
Nueces	-1.36 %	-0.32 %	6.82 %	2.95 %	2.69 %	-0.75 %	-0.44 %	-0.19 %	-0.01 %	1.76 %									
Tarrant	-0.31 %	0.10 %	1.20 %	4.22 %	3.78 %	-0.05 %	0.72 %	-0.59 %	2.41 %	2.53 %									
Travis	3.64 %	11.80 %	9.58 %	12.02 %	19.77 %	2.47 %	6.90 %	3.71 %	22.75 %	11.29 %									
Total	0.01 %	3.42 %	3.60 %	1.78 %	4.15 %	-0.30 %	0.65 %	-0.17 %	1.98 %	1.89 %									

FY2009 STAR Rating
 Provider Reimbursement Adjustments
 State Teaching Hospital TEFRA Reimbursement Increase

	TANF Children		TANF Children		TANF Adult		Pregnant Women		Newborn		Expansion Children		Expansion Children		Federal Mandate Children		Other		Total	
	Age 1+	<1	Children	<1	Adult	Women	Newborn	Age 1+	<1	Age 1+	<1	Age 1+	<1	Children	Mandate Children	Other	Total			
State Teaching Hospital TEFRA Reimbursement Increase																				
Bexar	0	0	0	0	0	1,250	325	4,679	41	56	0	6,351								
Dallas	20	39	0	0	0	160	0	15,500	84	263	0	16,066								
El Paso	70	0	1,806	0	0	506	0	0	0	4,293	0	6,675								
Harris	92,258	19,741	83,602	0	0	770,487	854,056	412,099	84,222	551,252	7,796	2,875,515								
Lubbock	0	0	0	0	0	0	0	0	0	0	0	0								
Nueces	0	0	2,629	0	0	4,865	6,362	18,162	113	2,752	0	34,883								
Tarrant	0	0	0	0	0	117	669	274	229	463	0	1,751								
Travis	1,286	739	30,925	0	0	23,712	4,243	2,001	7	998	0	63,911								
Total	93,635	20,519	118,962	0	0	801,098	865,655	452,715	84,695	560,076	7,796	3,005,152								

FY2007 Total Incurred Claims

Bexar	6,787,244	1,686,354	6,278,529	77,039,757	95,177,920	38,344,603	4,812,948	35,357,280	1,074,357	266,558,989
Dallas	8,591,984	1,565,641	6,556,021	94,441,697	92,424,381	69,525,566	21,610,170	50,666,415	2,596,942	347,978,817
El Paso	5,868,076	1,261,148	4,832,500	35,337,407	31,751,334	18,605,667	2,928,409	20,329,648	132,065	121,046,254
Harris	14,348,639	2,575,676	12,435,140	149,872,053	186,901,642	97,835,820	27,939,437	80,814,280	3,693,863	576,416,550
Lubbock	1,213,928	325,012	1,740,427	19,380,434	17,698,520	6,508,649	279,876	6,183,273	356,557	53,686,676
Nueces	5,247,880	833,555	4,398,747	32,011,660	46,933,660	19,029,490	1,189,364	17,500,241	805,057	127,949,654
Tarrant	5,094,320	651,576	5,209,893	74,387,006	73,204,878	31,770,349	8,263,110	31,185,694	707,395	230,474,222
Travis	10,508,036	3,829,390	13,533,843	27,767,536	31,330,698	12,997,334	4,495,292	8,802,342	1,409,995	114,674,465
Total	57,660,106	12,728,351	54,985,099	510,237,551	575,423,033	294,617,479	71,518,607	250,839,173	10,776,229	1,838,785,628

Rate Adjustment

Bexar	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.01 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	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 %	0.02 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
El Paso	0.00 %	0.00 %	0.04 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.02 %	0.00 %	0.01 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Harris	0.64 %	0.77 %	0.67 %	0.51 %	0.46 %	0.42 %	0.30 %	0.68 %	0.21 %	0.50 %	0.21 %	0.50 %	0.00 %	0.00 %	0.00 %	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 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Nueces	0.00 %	0.00 %	0.06 %	0.02 %	0.01 %	0.10 %	0.01 %	0.10 %	0.01 %	0.02 %	0.00 %	0.03 %	0.00 %	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 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Travis	0.01 %	0.02 %	0.23 %	0.09 %	0.01 %	0.02 %	0.01 %	0.02 %	0.00 %	0.01 %	0.00 %	0.06 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Total	0.16 %	0.16 %	0.22 %	0.16 %	0.15 %	0.15 %	0.12 %	0.22 %	0.07 %	0.16 %	0.07 %	0.16 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %

Attachment 8

Third Party Recoveries

The rating methodology includes a factor to recognize those health plans that do not satisfy a minimum level of recoveries for coordination of benefits. Any plan that did not recover at least 1.0% of claims had its projected claims cost reduced by 1.0% less their actual percentage of recoveries. For example, if a specific health plan has third party recoveries (TPR) of 0.6% of claims, then their projected claims cost would be reduced by 0.4%. Any plan that exceeded the minimum TPR standard of 1.0% had no penalty applied.

The attached chart presents a summary of TPR experience for FY2007.

FY2009 STAR Rating
Analysis of Third Party Recovery (TPR) Experience

Health Plan	TPR		Incurred Claims		TPR/Claims		Adjustment Factor			
	FY2005	FY2006	FY2007	FY2005	FY2006	FY2007				
CFHP - Bexar	313,964	146,133	168,080	106,847,041	136,549,961	70,987,088	0.3 %	0.1 %	0.2 %	0.9911
Superior - Bexar	1,447,467	2,104,503	1,158,558	72,779,205	109,958,921	65,959,143	2.0 %	1.9 %	1.8 %	1.0000
Aetna - Bexar	0	279,100	139,049	0	25,058,395	11,890,602		1.1 %	1.2 %	1.0000
Americaid - Dallas	2,244,586	1,146,255	799,736	101,436,512	108,860,828	68,296,118	2.2 %	1.1 %	1.2 %	1.0000
Parkland - Dallas	518,617	457,279	28,438	167,793,664	216,215,710	124,448,627	0.3 %	0.2 %	0.0 %	0.9921
Unicare - Dallas	0	202,999	127,355	0	28,195,400	15,221,761		0.7 %	0.8 %	0.9972
El Paso First - El Paso	313,520	236,136	46,133	54,201,278	55,629,303	28,068,614	0.6 %	0.4 %	0.2 %	0.9942
Superior - El Paso	782,779	1,458,741	598,281	50,830,346	65,798,248	37,536,872	1.5 %	2.2 %	1.6 %	1.0000
Americaid - Harris	1,610,710	2,349,503	958,326	162,884,530	176,722,242	117,544,441	1.0 %	1.3 %	0.8 %	1.0000
CHC - Harris	220,512	774,496	335,112	123,971,263	214,970,150	84,815,140	0.2 %	0.4 %	0.4 %	0.9936
TCHP - Harris	5,140,795	4,533,434	698,883	105,202,199	168,217,929	107,487,901	4.9 %	2.7 %	0.7 %	1.0000
Molina - Harris	0	21,746	17,747	0	12,814,733	5,136,106		0.2 %	0.3 %	0.9917
United - Harris	0	0	0	0	15,530,380	7,011,258		0.0 %	0.0 %	0.9900
Firstcare - Lubbock	1,623,720	2,919,438	1,166,164	28,780,571	47,639,415	23,636,161	5.6 %	6.1 %	4.9 %	1.0000
Superior - Lubbock	662,307	59,060	0	0	6,365,789	4,671,659		0.9 %	0.0 %	0.9993
Americaid - Tarrant	2,759,725	3,127,190	1,200,565	198,476,336	179,235,191	82,600,092	1.4 %	1.7 %	1.5 %	1.0000
Aetna - Tarrant	0	254,411	189,042	0	21,382,418	15,204,224		1.2 %	1.2 %	1.0000
Cook - Tarrant	0	1,087	0	0	30,292,956	25,660,132		0.0 %	0.0 %	0.9900
Americaid - Travis	868,692	204,946	128,206	28,966,015	24,253,531	12,789,571	3.0 %	0.8 %	1.0 %	0.9985
Superior - Travis	2,341,032	2,564,419	1,227,081	87,786,409	94,848,198	46,922,470	2.7 %	2.7 %	2.6 %	1.0000
Americaid - Nueces	0	701,506	265,631	0	23,911,021	14,231,693		2.9 %	1.9 %	1.0000
Driscoll - Nueces	0	53,837	1,904,769	0	79,420,239	35,843,695		0.1 %	5.3 %	0.9907
Superior - Nueces	0	164,078	182,003	0	25,745,826	14,435,857		0.6 %	1.3 %	0.9964
Total	20,848,427	23,760,296	11,339,160	1,289,955,368	1,867,616,783	1,020,399,225	1.6 %	1.3 %	1.1 %	

Attachment 9

Investment Income Adjustment

An investment income credit was included in the rating process to account for the income expected to be generated by the HMO between the time they receive the premium from HHSC and the time they pay claims. We have assumed that the value of this timing (or cash flow) difference is 0.23% of premium. The attached exhibit presents our analysis.

FY2009 Rating
Investment Income Assumption

<u>Program</u>	<u>Average Claims Lag (1)</u>	<u>FFS Claims/ Total (2)</u>	<u>Average DSP Lag (3)</u>	<u>DSP/ Total (4)</u>	<u>Interest Rate (5)</u>	<u>Investment Income Factor (6)</u>
STAR	1.65	0.832	2.50	0.113	3.0 %	0.23 %
CHIP	1.30	0.729			3.0 %	0.24 %
CHIP Dental	0.91	0.898			3.0 %	0.20 %

Footnotes:

- (1) The average time (in months) between the beginning of the month of claim incurral and payment date for all plans combined.
- (2) Equals the ratio of projected FY2009 FFS claims to FY2009 premium for all plans combined.
- (3) The average time (in months) between incurral of delivery claims and payment of DSP.
- (4) Equals the ratio of projected FY2009 DSP payments to FY2009 premium for all plans combined.
- (5) Assumed annual interest rate earned by the plan.
- (6) Equals Average Claims Lag divided by 12 times FFS Claims/Total times Interest Rate.

Attachment 10

Delivery Supplemental Payment

The rate setting methodology incorporates a risk adjustment technique that is designed to provide uniform treatment of the health plans for costs related to maternity delivery services. Maternity cases occur in several risk groups – Pregnant Women, TANF Adults, TANF Children and Federal Mandate Children. As a result, it is possible for one health plan to enroll a higher percentage of TANF Adults who are pregnant and therefore generally more expensive. In order to recognize the potential inequity that might arise between health plans, HHSC developed this risk adjustment methodology. The goal is to reimburse the plans uniformly for maternity expenses.

The State pays a delivery supplemental payment (DSP) for each delivery in a managed care plan. The amount of the payment is a function of the average delivery cost in the area. The attached exhibit presents the FY2009 DSP payment rates by area.

In order to achieve cost neutrality, the projected cost of maternity expenses is subtracted from the unadjusted premium rates. The resulting adjusted premium rates are the rates actually paid to the HMOs in addition to any DSP amounts.

Health and Human Services Commission
 FY2009 STAR Rating
 Delivery Supplemental Payment (DSP) Rates per Delivery

Service Delivery Area	DSP Amount	
	FY2008	FY2009
Bexar SDA	\$ 3,266.59	\$ 3,266.59
Dallas SDA	3,537.13	3,537.13
El Paso SDA	3,443.04	3,443.04
Harris SDA	3,519.20	3,519.20
Lubbock SDA	3,230.39	3,230.39
Nueces SDA	3,203.82	3,203.82
Tarrant SDA	3,635.64	3,635.64
Travis SDA	3,247.49	3,247.49

Attachment 11

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 memberships. 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 risk group.

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. The risk adjustment factor is applied to the community rate for each health plan and risk group. If necessary, an additional adjustment was made to the risk adjusted community rates to ensure that, in total, they produce the same premium as the community rates.

For FY2009, the risk adjustment factors were only applied to those plans with an overall positive acuity factor.

TEXAS STAR CDPS Health Plan/SDA Risk
Reporting Period: September 1, 2006 to August 30, 2007

STAR MCO					
SDA/Health Plan	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS					
TEXAS STAR MCO--TANF Children	100.00	59.64	59.64	1.000	1.000
LUBBOCK	100.00	61.74	60.07	1.000	1.028
Superior	17.95	42.80	57.19	0.952	0.748
First Care	82.05	65.62	60.66	1.010	1.082
EL PASO	100.00	55.99	59.30	1.000	0.944
Superior	56.71	49.17	59.00	0.995	0.833
El Paso First	43.29	65.10	59.69	1.007	1.091
TRAVIS	100.00	50.67	60.20	1.000	0.842
Amerigroup	17.56	67.63	60.29	1.001	1.122
Superior	82.44	47.13	60.18	1.000	0.783
BEXAR	100.00	69.55	61.99	1.000	1.122
Superior	45.29	64.34	62.36	1.006	1.032
Community First	45.43	79.89	63.02	1.017	1.268
Aetna	9.28	41.20	54.22	0.875	0.760
HARRIS	100.00	56.16	57.73	0.916	0.973
Amerigroup	38.50	45.23	56.71	0.982	0.798
Texas Children's	29.03	73.49	57.12	0.989	1.287
Community Health	22.91	61.29	63.07	1.092	0.972
Evercare	4.76	33.33	50.85	0.881	0.655
Molina	4.80	33.67	49.84	0.863	0.676
DALLAS	100.00	60.63	57.19	1.000	1.060
Amerigroup	44.77	49.30	55.56	0.971	0.887
Parkland	48.82	70.90	59.22	1.035	1.197
Unicare	6.41	60.89	52.40	0.916	1.162
TARRANT	100.00	57.69	58.87	1.000	0.980
Amerigroup	87.18	55.62	58.90	1.001	0.944
Aetna	4.26	71.24	53.22	0.904	1.339
Cook Children's	8.56	73.97	61.16	1.039	1.209
NUECES	100.00	98.99	67.67	1.000	1.463
Amerigroup	14.10	112.99	67.99	1.005	1.662
Superior	23.87	73.42	68.28	1.009	1.075
Driscoll	62.03	105.52	67.38	0.996	1.566

Note: CDPS results are based on information in enrollment and encounter datasets from September 1, 2006 to August 30, 2007. CDPS results were obtained for those enrollees who had been in the program for at least 3 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 STAR CDPS Health Plan/SDA Risk
Reporting Period: September 1, 2006 to August 30, 2007

STAR MCO					
SDA/Health Plan	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS					
TEXAS STAR MCO--TANF Newborn	100.00	259.23	259.23	1.000	1.000
LUBBOCK	100.00	197.48	245.41	1.000	0.805
Superior	18.75	100.46	221.49	0.903	0.454
First Care	81.25	218.62	250.62	1.021	0.872
EL PASO	100.00	313.62	263.30	1.000	1.191
Superior	59.78	322.67	269.59	1.024	1.197
El Paso First	40.22	300.59	254.24	0.966	1.182
TRAVIS	100.00	219.23	247.62	1.000	0.885
Amerigroup	21.06	169.43	232.02	0.937	0.730
Superior	78.94	232.08	251.65	1.016	0.922
BEXAR	100.00	393.04	285.02	1.000	1.379
Superior	44.20	335.95	304.07	1.067	1.105
Community First	46.08	486.49	275.83	0.968	1.764
Aetna	9.73	156.96	238.82	0.838	0.657
HARRIS	100.00	246.50	256.12	0.929	0.962
Amerigroup	35.42	221.58	266.62	1.041	0.831
Texas Children's	20.69	212.68	219.36	0.856	0.970
Community Health	37.54	284.95	265.11	1.035	1.075
Evercare	4.23	137.50	220.36	0.860	0.624
Molina	2.11	538.17	339.20	1.324	1.587
DALLAS	100.00	267.41	263.59	1.000	1.014
Amerigroup	29.99	137.12	210.73	0.799	0.651
Parkland	63.96	329.33	293.07	1.112	1.124
Unicare	6.05	216.87	185.96	0.705	1.166
TARRANT	100.00	173.29	259.04	1.000	0.669
Amerigroup	80.42	186.70	266.86	1.030	0.700
Aetna	7.78	126.86	246.56	0.952	0.515
Cook Children's	11.79	101.97	206.87	0.799	0.493
NUECES	100.00	324.96	283.53	1.000	1.146
Amerigroup	20.00	293.87	299.13	1.055	0.982
Superior	23.24	203.94	267.70	0.944	0.762
Driscoll	56.76	383.45	284.48	1.003	1.348

Note: CDPS results are based on information in enrollment and encounter datasets from September 1, 2006 to August 30, 2007. CDPS results were obtained for those enrollees who had been in the program for at least 3 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 STAR CDPS Health Plan/SDA Risk
Reporting Period: September 1, 2006 to August 30, 2007

STAR MCO					
SDA/Health Plan	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS					
TEXAS STAR MCO--TANF Adult	100.00	227.29	227.29	1.000	1.000
LUBBOCK	100.00	353.36	255.40	1.000	1.384
Superior	20.24	211.95	228.20	0.894	0.929
First Care	79.76	387.17	261.90	1.025	1.478
EL PASO	100.00	234.30	222.20	1.000	1.054
Superior	48.49	250.56	218.52	0.983	1.147
El Paso First	51.51	219.14	225.63	1.015	0.971
TRAVIS	100.00	194.74	216.21	1.000	0.901
Amerigroup	21.68	195.38	204.00	0.944	0.958
Superior	78.32	194.56	219.52	1.015	0.886
BEXAR	100.00	242.54	228.51	1.000	1.061
Superior	44.71	221.05	225.80	0.988	0.979
Community First	40.42	299.91	242.18	1.060	1.238
Aetna	14.87	143.36	197.00	0.862	0.728
HARRIS	100.00	234.10	241.90	0.999	0.968
Amerigroup	40.91	202.70	249.93	1.033	0.811
Texas Children's	13.48	242.46	213.73	0.884	1.134
Community Health	36.36	289.03	255.84	1.058	1.130
Evercare	6.24	168.53	202.05	0.835	0.834
Molina	3.01	89.66	166.81	0.690	0.537
DALLAS	100.00	212.01	222.10	1.000	0.955
Amerigroup	37.72	187.77	210.39	0.947	0.892
Parkland	50.10	221.31	241.40	1.087	0.917
Unicare	12.18	250.03	176.08	0.793	1.420
TARRANT	100.00	259.09	236.52	1.000	1.095
Amerigroup	82.97	258.00	241.93	1.023	1.066
Aetna	10.48	290.10	215.14	0.910	1.348
Cook Children's	6.54	224.48	197.67	0.836	1.136
NUECES	100.00	271.88	233.52	1.000	1.164
Amerigroup	38.05	221.15	215.84	0.924	1.025
Superior	24.59	280.30	259.60	1.112	1.080
Driscoll	37.35	317.87	234.34	1.004	1.356

Note: CDPS results are based on information in enrollment and encounter datasets from September 1, 2006 to August 30, 2007. CDPS results were obtained for those enrollees who had been in the program for at least 3 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 STAR CDPS Health Plan/SDA Risk
Reporting Period: September 1, 2006 to August 30, 2007

STAR MCO					
SDA/Health Plan	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS					
TEXAS STAR MCO--Pregnant Women	100.00	648.18	648.18	1.000	1.000
LUBBOCK	100.00	697.18	662.18	1.000	1.053
Superior	11.18	635.16	654.97	0.989	0.970
First Care	88.82	705.03	663.09	1.001	1.063
EL PASO	100.00	608.92	637.87	1.000	0.955
Superior	60.89	598.49	639.65	1.003	0.936
El Paso First	39.11	625.30	635.08	0.996	0.985
TRAVIS	100.00	579.29	625.35	1.000	0.926
Amerigroup	16.66	636.03	605.69	0.969	1.050
Superior	83.34	568.06	629.24	1.006	0.903
BEXAR	100.00	632.39	645.33	1.000	0.980
Superior	42.33	634.35	649.39	1.006	0.977
Community First	43.06	649.69	643.24	0.997	1.010
Aetna	14.61	576.23	639.86	0.992	0.901
HARRIS	100.00	661.21	655.34	1.019	1.009
Amerigroup	33.59	603.20	645.11	0.984	0.935
Texas Children's	13.94	690.35	622.93	0.951	1.108
Community Health	47.33	711.15	677.52	1.034	1.050
Evercare	2.96	474.05	598.68	0.914	0.792
Molina	2.19	546.86	616.71	0.941	0.887
DALLAS	100.00	651.49	647.71	1.000	1.006
Amerigroup	21.69	666.18	653.71	1.009	1.019
Parkland	69.81	640.25	649.09	1.002	0.986
Unicare	8.50	706.50	621.30	0.959	1.137
TARRANT	100.00	684.17	655.07	1.000	1.044
Amerigroup	79.17	713.81	658.21	1.005	1.084
Aetna	13.12	569.92	649.43	0.991	0.878
Cook Children's	7.71	575.06	632.60	0.966	0.909
NUECES	100.00	645.58	642.61	1.000	1.005
Amerigroup	22.09	617.35	647.75	1.008	0.953
Superior	25.58	563.03	633.74	0.986	0.888
Driscoll	52.32	697.75	644.80	1.003	1.082

Note: CDPS results are based on information in enrollment and encounter datasets from September 1, 2006 to August 30, 2007. CDPS results were obtained for those enrollees who had been in the program for at least 3 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 STAR CDPS Health Plan/SDA Risk
Reporting Period: September 1, 2006 to August 30, 2007

STAR MCO					
SDA/Health Plan	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS					
TEXAS STAR MCO--STAR Newborns	100.00	480.15	480.15	1.000	1.000
LUBBOCK	100.00	466.22	511.74	1.000	0.911
Superior	13.81	428.92	453.23	0.886	0.946
First Care	86.19	471.79	520.47	1.017	0.906
EL PASO	100.00	360.42	446.99	1.000	0.806
Superior	58.56	365.01	432.37	0.967	0.844
El Paso First	41.44	354.19	466.84	1.044	0.759
TRAVIS	100.00	411.16	453.35	1.000	0.907
Amerigroup	17.67	435.62	448.22	0.989	0.972
Superior	82.33	405.86	454.46	1.002	0.893
BEXAR	100.00	535.11	480.62	1.000	1.113
Superior	43.27	517.00	475.30	0.989	1.088
Community First	47.50	513.95	473.70	0.986	1.085
Aetna	9.23	769.53	553.87	1.152	1.389
HARRIS	100.00	503.04	461.56	0.974	1.090
Amerigroup	32.69	493.46	469.08	1.016	1.052
Texas Children's	20.13	430.11	465.43	1.008	0.924
Community Health	42.29	549.13	456.02	0.988	1.204
Evercare	2.90	513.31	458.76	0.994	1.119
Molina	1.99	419.57	412.07	0.893	1.018
DALLAS	100.00	442.28	503.71	1.000	0.878
Amerigroup	25.91	392.04	455.41	0.904	0.861
Parkland	67.47	461.30	531.10	1.054	0.869
Unicare	6.62	444.80	400.38	0.795	1.111
TARRANT	100.00	428.98	470.78	1.000	0.911
Amerigroup	82.98	426.96	465.04	0.988	0.918
Aetna	8.81	478.95	544.66	1.157	0.879
Cook Children's	8.21	402.29	461.99	0.981	0.871
NUECES	100.00	679.64	566.92	1.000	1.199
Amerigroup	18.97	643.95	621.75	1.097	1.036
Superior	22.28	603.75	545.18	0.962	1.107
Driscoll	58.75	719.37	557.50	0.983	1.290

Note: CDPS results are based on information in enrollment and encounter datasets from September 1, 2006 to August 30, 2007. CDPS results were obtained for those enrollees who had been in the program for at least 3 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 STAR CDPS Health Plan/SDA Risk
Reporting Period: September 1, 2006 to August 30, 2007

STAR MCO					
SDA/Health Plan	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS					
TEXAS STAR MCO--Expansion Children	100.00	74.77	74.77	1.000	1.000
LUBBOCK	100.00	80.30	73.50	1.000	1.093
Superior	16.60	55.30	69.45	0.945	0.796
First Care	83.40	84.96	74.25	1.010	1.144
EL PASO	100.00	65.69	75.95	1.000	0.865
Superior	55.04	60.68	75.35	0.992	0.805
El Paso First	44.96	71.85	76.67	1.009	0.937
TRAVIS	100.00	60.80	71.19	1.000	0.854
Amerigroup	19.18	81.34	75.29	1.058	1.080
Superior	80.82	56.00	70.23	0.987	0.797
BEXAR	100.00	78.77	76.79	1.000	1.026
Superior	44.06	68.12	76.59	0.997	0.889
Community First	49.76	90.52	77.99	1.016	1.161
Aetna	6.18	56.08	66.92	0.871	0.838
HARRIS	100.00	70.82	74.80	0.959	0.947
Amerigroup	34.03	50.79	70.14	0.938	0.724
Texas Children's	37.62	97.28	77.39	1.035	1.257
Community Health	23.44	61.35	79.32	1.060	0.773
Evercare	2.11	55.52	65.47	0.875	0.848
Molina	2.80	48.98	64.96	0.868	0.754
DALLAS	100.00	84.38	73.88	1.000	1.142
Amerigroup	44.17	72.53	72.53	0.982	1.000
Parkland	52.16	93.91	75.57	1.023	1.243
Unicare	3.68	89.96	64.46	0.872	1.396
TARRANT	100.00	64.43	73.01	1.000	0.882
Amerigroup	86.69	61.65	72.48	0.993	0.851
Aetna	2.60	34.99	63.31	0.867	0.553
Cook Children's	10.70	94.59	79.66	1.091	1.187
NUECES	100.00	104.74	80.34	1.000	1.304
Amerigroup	13.24	98.63	78.71	0.980	1.253
Superior	20.28	77.51	76.51	0.952	1.013
Driscoll	66.48	114.18	81.81	1.018	1.396

Note: CDPS results are based on information in enrollment and encounter datasets from September 1, 2006 to August 30, 2007. CDPS results were obtained for those enrollees who had been in the program for at least 3 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 STAR CDPS Health Plan/SDA Risk
Reporting Period: September 1, 2006 to August 30, 2007

STAR MCO					
SDA/Health Plan	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS					
TEXAS STAR MCO--Expansion Newborns	100.00	159.42	159.42	1.000	1.000
LUBBOCK	100.00	98.94	146.11	1.000	0.677
Superior	21.54	63.73	141.81	0.971	0.449
First Care	78.46	108.31	147.25	1.008	0.736
EL PASO	100.00	150.74	173.20	1.000	0.870
Superior	56.01	151.83	170.47	0.984	0.891
El Paso First	43.99	149.39	176.59	1.020	0.846
TRAVIS	100.00	136.84	160.19	1.000	0.854
Amerigroup	28.92	151.42	162.27	1.013	0.933
Superior	71.08	130.93	159.35	0.995	0.822
BEXAR	100.00	193.25	177.23	1.000	1.090
Superior	46.26	147.58	164.47	0.928	0.897
Community First	41.13	267.44	194.47	1.097	1.375
Aetna	12.61	104.91	165.74	0.935	0.633
HARRIS	100.00	152.98	156.02	0.802	0.981
Amerigroup	28.69	113.71	144.95	0.929	0.784
Texas Children's	39.32	197.98	165.09	1.058	1.199
Community Health	27.48	127.29	154.90	0.993	0.822
Evercare	2.48	190.74	154.79	0.992	1.232
Molina	2.03	144.92	155.49	0.997	0.932
DALLAS	100.00	168.49	157.33	1.000	1.071
Amerigroup	42.43	146.74	156.09	0.992	0.940
Parkland	50.43	186.78	159.61	1.014	1.170
Unicare	7.14	163.94	147.65	0.938	1.110
TARRANT	100.00	148.99	158.39	1.000	0.941
Amerigroup	68.71	129.90	154.35	0.974	0.842
Aetna	7.44	81.31	138.53	0.875	0.587
Cook Children's	23.85	227.40	176.63	1.115	1.287
NUECES	100.00	266.38	183.27	1.000	1.453
Amerigroup	14.52	149.06	163.31	0.891	0.913
Superior	21.45	138.63	156.77	0.855	0.884
Driscoll	64.03	335.05	196.51	1.072	1.705

Note: CDPS results are based on information in enrollment and encounter datasets from September 1, 2006 to August 30, 2007. CDPS results were obtained for those enrollees who had been in the program for at least 3 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 STAR CDPS Health Plan/SDA Risk
Reporting Period: September 1, 2006 to August 30, 2007

STAR MCO					
SDA/Health Plan	Percent Affected	Actual PMPM Expenditures Based on Paid Amounts	Predicted PMPM Payment	Case Mix	Spend Ratio
CDPS					
TEXAS STAR MCO--Federal Mandate Ch	100.00	56.00	56.00	1.000	1.000
LUBBOCK	100.00	52.81	62.00	1.000	0.852
Superior	16.71	39.47	59.07	0.953	0.668
First Care	83.29	55.29	62.55	1.009	0.884
EL PASO	100.00	49.55	58.50	1.000	0.847
Superior	54.64	44.43	58.01	0.992	0.766
El Paso First	45.36	55.83	59.10	1.010	0.945
TRAVIS	100.00	44.52	53.53	1.000	0.832
Amerigroup	16.29	51.21	51.58	0.964	0.993
Superior	83.71	43.26	53.89	1.007	0.803
BEXAR	100.00	57.30	57.68	1.000	0.993
Superior	41.95	48.91	57.17	0.991	0.856
Community First	48.49	67.19	58.88	1.021	1.141
Aetna	9.56	41.59	53.22	0.923	0.781
HARRIS	100.00	52.38	54.54	0.926	0.960
Amerigroup	36.29	38.30	52.42	0.961	0.731
Texas Children's	35.44	67.50	55.33	1.014	1.220
Community Health	21.29	54.92	58.09	1.065	0.945
Evercare	3.68	46.71	51.79	0.950	0.902
Molina	3.29	34.62	49.22	0.902	0.703
DALLAS	100.00	59.32	53.39	1.000	1.111
Amerigroup	47.80	51.18	52.65	0.986	0.972
Parkland	45.96	67.09	54.68	1.024	1.227
Unicare	6.24	64.70	48.89	0.916	1.323
TARRANT	100.00	63.72	56.08	1.000	1.136
Amerigroup	85.08	60.77	56.05	0.999	1.084
Aetna	4.12	47.63	49.51	0.883	0.962
Cook Children's	10.80	94.33	58.55	1.044	1.611
NUECES	100.00	70.30	62.75	1.000	1.120
Amerigroup	15.03	64.59	64.06	1.021	1.008
Superior	20.22	61.69	60.33	0.961	1.023
Driscoll	64.75	74.28	63.20	1.007	1.175

Note: CDPS results are based on information in enrollment and encounter datasets from September 1, 2006 to August 30, 2007. CDPS results were obtained for those enrollees who had been in the program for at least 3 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).

Attachment 12

Managed Care Efficiency Factor

Effective December 1, 2006, the PCCM was eliminated as a plan option in STAR service areas and PCCM clients were moved to HMOs. In developing the FY2009 premium rates we used FY2007 claims experience as the base period data. Therefore, three months (September 2006 through November 2006) of the base period included some PCCM experience. We have included the actual claims experience from PCCM clients in our rating analysis. We have made the assumption that the FY2009 gross cost of current PCCM clients under the HMO model will be the same as that under the PCCM model. Since administrative expenses and risk margin are significantly higher under the HMO model, in order for the gross cost to be the same as the PCCM it is necessary for the claims cost to be lower than that under the PCCM.

The analysis summarized below presents the calculation of our assumed managed care efficiency factor for PCCM claims.

The projected average incurred claims for PCCM clients is \$161.23 pmpm. In addition, the PCCM has a \$2.92 pmpm case management fee and a TMHP administrative cost of \$5.47 pmpm. So the total average cost for current PCCM clients is \$169.62 pmpm. The TMHP administrative cost for HMO clients is \$1.75 pmpm. To determine the managed care efficiency factor necessary in order to satisfy our equal gross cost requirement, we must solve the following equation for X.

$$\begin{aligned} \$169.62 \text{ pmpm} &= \frac{\$161.23 \text{ pmpm} (1-X) + \$10 \text{ pmpm}}{(1 - 5.75\% - 2.0\%)} + \$1.75 \text{ pmpm} \end{aligned}$$

Therefore, in order for the gross cost under the HMO model to be the same as the projected gross cost under the PCCM model, the PCCM claims cost will need to be discounted by 10.2%.

