

State of Illinois, Department of Healthcare and Family Services
CountyCare Health Plan
CY 2022 Medicaid Medical Loss Ratio Calculation

1. Medical Loss Ratio Numerator ^{1, 2, 3}		Regulatory Definitions (42 CFR)	EUM Submission	Adjustments	Value
1.1 Incurred claims		§ 438.8(e)(2)	\$ 2,652,911,610	\$ 0	\$ 2,652,911,610
1.2 Activities that improve health care quality		§ 438.8(e)(3)	49,704,956	-	49,704,956
1.3 Fraud recovery (gross and net)		§ 438.8(e)(2)(iii)(B)	51,500	-	51,500
1.4 Fraud prevention activities		§ 438.8(e)(4)	-	-	-
1.5 MLR numerator		§ 438.8(e)(1)	\$ 2,702,668,066	\$ 0	\$ 2,702,668,066
1.6 Non-Claims costs (not included in numerator)		§ 438.8(e)(2)(v)(A)	\$ 162,946,403	\$ 0	\$ 162,946,403
2. Medical Loss Ratio Denominator ^{1, 4}		Regulatory Definitions (42 CFR)	EUM Submission	Adjustments	Value
2.1 Premium revenue		§ 438.8(f)(2)	\$ 3,185,817,450	\$ (289,407,326)	\$ 2,896,410,124
2.2 Federal, state, and local taxes and licensing and regulatory fees		§ 438.8(f)(3)	(287,925,132)	287,925,132	-
2.3 MLR denominator		§ 438.8(f)(1)	\$ 2,897,892,318	\$ (1,482,194)	\$ 2,896,410,124
3. MLR Calculation ⁵		Regulatory Definitions (42 CFR)			Value
3.1 Member months		§ 438.8(b)			5,200,667
3.2 Unadjusted MLR					93.31%
3.3 Credibility adjustment		§ 438.8(h)			0.00%
3.4 Adjusted MLR		§ 438.8(h)			93.31%
4. Remittance					Value
4.1 Does the contract include a remittance/payment requirement for being below/above a specified MLR?					Yes
4.2 If yes, what is the state minimum MLR requirement?					88.00%
4.3 Calculated MLR for CMS purposes (please enter as a percentage)					93.31%
4.4 Remittance dollar amount owed for CMS formula in the MLR reporting period					\$ 0

Notes

- 1 • CY 2022 results reflect reported data provided by all MCOs as of September 20, 2024.
- 2 • No separate payment term directed payments were included in incurred claims for the remittance calculation.
- 3 • Fraud prevention activities [45 CFR 158.150(c)] are included in "expenditures and activities" that must not be included in quality improvement activities; therefore, we have not included it in incurred claims.
- 4 • Revenue Notes:
- Revenue for all MCOs has been calculated using the capitation file received from HFS on October 15, 2024, which includes capitation payments through September 30, 2024.
 - Earned withhold adjusted to reflect 100% of the calculated withhold amounts based on the HFS provided earned withhold representing 2.0% of the earned capitation revenue from the January 25, 2024, report.
 - MCO revenue and taxes are net of the MCO tax.
 - No separate payment term directed payments were included in premium revenue.
- 5 • Rounded to two decimals, per MLR Guarantee provision in the HealthChoice Illinois Managed Care Organization contract.

Incurred Claims		
Tab	Column(s)	CountyCare
Benefit Expense	Direct Paid + Encounter Rejections + Non Encounterable + Ineligible	\$ 2,307,411,683
	Subcapitated Proxy Paid + Encounter Rejections + Lump Sum Provider	
Benefit Expense	Settlements	264,096,636
Other Claims	All Columns	26,775,155
Financials	Non-Subcap Reserves + Subcap Reserves + Pending Settlements	6,802,933
Financials	Recov Gross NonRx	(15,718,802)
Financials	Recov Gross Rx	(1,254,295)
Subcontractor	Residual Gain/Loss	64,798,300
Total Incurred Claims		\$ 2,652,911,610

Risk Adjusted Revenue Calculation		
File/Tab	Description	CountyCare
Revenue	Received_Net_Cap_Paymt	\$ 2,856,148,559
Revenue	Received_Withhold_Earned	37,135,655
Revenue	Received_Mat_Risk_Pool	3,206,026
Revenue	Received MCO Taxes	287,925,132
Revenue	Accrued_Net_Cap_Paymt	1,402,078
Revenue	Accrued_Maternity_Risk_Pool	-
Total Revenue		\$ 3,185,817,450
Adjustments:		
Less Reported Revenue		\$ (2,857,550,637)
Less Reported MCO Taxes		(287,925,132)
Less Reported Withhold Earned		(37,135,655)
Less Reported Maternity Risk Pool		(3,206,026)
Add Adjusted Revenue		2,856,068,443
Add Final Maternity Risk Pool Transfer Payment		3,206,026
Add Withhold Provided from HFS		37,135,655
Total Adjustment		\$ (289,407,326)

Reported Taxes	
Description	CountyCare
Reported Taxes, Fees, and Assessments	\$ 0
MCO Tax	287,925,132
Total Reported Taxes	\$ 287,925,132
Adjustments:	
Less MCO Tax	\$ (287,925,132)
Total Adjustment	\$ (287,925,132)