

Family Care
MCO Audited Financial Statement Summaries
YTD for Period Ending December 31, 2023

	1/1-5/31/2023 Inclusa	6/1-12/31/2023 iCare/Inclusa	LCI	1/1-9/1/2023 MCW	9/1-12/31/2023 Molina/MCW	CCI	Total
Revenues							
Capitation	309,626,409	446,501,264	334,283,866	467,967,109	229,235,401	644,207,369	2,431,821,418
Interest Income- Operating Acct	1,597,427	1,471,117	1,873,585	12,306	0	0	4,954,435
Other Retro Adjustments, DHS	795,937	5,028,770	2,711,290	2,419,588	4,551,431	2,468,990	17,976,006
Other Income	4,683	99,251	3,052	10,913	3,530	0	121,429
Total Service Revenue	312,024,456	453,100,402	338,871,793	470,409,916	233,790,362	646,676,359	2,454,873,288

Expenses							
Member Service Expenses	295,799,417	436,091,342	330,499,314	457,905,629	236,022,669	643,830,087	2,400,148,458
Cost Share	(8,330,602)	(11,166,328)	(9,325,460)	(15,113,744)	(7,424,597)	(23,716,877)	(75,077,608)
Room & Board	(23,269,635)	(33,112,061)	(26,913,943)	(36,654,432)	(18,362,339)	(59,559,704)	(197,872,114)
Other Third Party	(1,310)	(1,013)	(89,570)	0	0	0	(91,893)
Net Member Services Expenses	264,197,870	391,811,940	294,170,341	406,137,453	210,235,733	560,553,506	2,127,106,843

Net Care Management Expenses	38,837,243	53,175,449	42,774,650	46,676,584	24,821,323	64,480,051	270,765,300
------------------------------	------------	------------	------------	------------	------------	------------	-------------

Administrative Expenses	12,897,008	17,027,986	13,483,686	15,770,395	7,306,030	12,841,930	79,327,035
-------------------------	------------	------------	------------	------------	-----------	------------	------------

Total Operating Expenses, CY	315,932,121	462,015,375	350,428,677	468,584,432	242,363,086	637,875,487	2,477,199,178
-------------------------------------	--------------------	--------------------	--------------------	--------------------	--------------------	--------------------	----------------------

Income (Loss) from Operations, CY	(3,907,665)	(8,914,973)	(11,556,884)	1,825,484	(8,572,724)	8,800,872	(22,325,890)
--	--------------------	--------------------	---------------------	------------------	--------------------	------------------	---------------------

Other (Revenue)/Expense, Ordinary

Total Other (Revenue)/Expense	(567,514)	405,268	(257,331)	(158,755,421)	(7,507,509)	(7,933,348)	(174,615,855)
-------------------------------	-----------	---------	-----------	---------------	-------------	-------------	---------------

Net Income/ (Loss)	(3,340,151)	(9,320,241)	(11,299,553)	160,580,905	(1,065,215)	16,734,220	152,289,965
---------------------------	--------------------	--------------------	---------------------	--------------------	--------------------	-------------------	--------------------

Member Months by FC Target Group

Developmentally Disabled (DD)	48.6%	48.5%	50.2%	42.5%	42.7%	42.4%	45.5%
Physically Disabled (PD)	17.5%	17.7%	15.9%	18.1%	18.2%	19.2%	17.9%
Frail Elder (FE)	33.9%	33.8%	33.9%	39.4%	39.1%	38.4%	36.6%
Total Member Months	84,873	120,106	86,392	121,846	60,281	167,156	640,654

Key Ratios (as % of Revenue)

Member Service Expense, Net	84.7%	86.5%	86.8%	86.3%	89.9%	86.7%	86.6%
Care Management Service Expense	12.4%	11.7%	12.6%	9.9%	10.6%	10.0%	11.0%
Total Member Service Expense	97.1%	98.2%	99.4%	96.2%	100.5%	96.7%	97.6%
Administrative Expense	4.1%	3.8%	4.0%	3.4%	3.1%	2.0%	3.2%
Total Operating Expense	101.2%	102.0%	103.4%	99.6%	103.6%	98.7%	100.8%
Income (Loss) from Operations, CY	-1.2%	-2.0%	-3.4%	0.4%	-3.6%	1.3%	-0.8%
Net Income/(Loss)	-1.1%	-2.1%	-3.3%	34.1%	-0.5%	2.6%	6.2%

Family Care
MCO Audited Financial Statement Summaries
YTD for Period Ending December 31, 2023

	1/1-5/31/2023 Inclusa	6/1-12/31/2023 iCare/Inclusa	LCI	1/1-9/1/2023 MCW	9/1-12/31/2023 Molina/MCW	CCI	Total
Summary PMPM Presentation							
Revenues							
Capitation	3,648.11	3,717.55	3,869.40	3,840.64	3,802.78	3,853.93	3,795.84
Interest Income- Operating Acct	18.82	12.25	21.69	0.10	0.00	0.00	7.73
Other Retro Adjustments, DHS	9.38	41.87	31.38	19.86	75.50	14.77	28.06
Other Income	0.06	0.83	0.04	0.09	0.06	0.00	0.19
Total Revenues	3,676.37	3,772.50	3,922.51	3,860.69	3,878.34	3,868.70	3,831.82
Expenses							
Total Member Service Expenses	3,485.20	3,630.88	3,825.60	3,758.07	3,915.37	3,851.67	3,746.40
Cost Share	(98.15)	(92.97)	(107.94)	(124.04)	(123.17)	(141.88)	(117.19)
Room & Board	(274.17)	(275.69)	(311.53)	(300.83)	(304.61)	(356.31)	(308.86)
Other Third Party	(0.02)	(0.01)	(1.04)	0.00	0.00	0.00	(0.14)
Net Member Service Expenses	3,112.86	3,262.21	3,405.09	3,333.20	3,487.59	3,353.48	3,320.21
Net Care Management Expenses	457.59	442.74	495.13	383.08	411.76	385.75	422.64
Administrative Expenses	151.96	141.77	156.08	129.43	121.20	76.83	123.82
Total Operating Expenses, CY	3,722.41	3,846.72	4,056.30	3,845.71	4,020.55	3,816.06	3,866.67
Income (Loss) from Operations, CY	(46.04)	(74.22)	(133.79)	14.98	(142.21)	52.64	(34.85)
Other (Revenue)/Expense, Ordinary							
Total Other (Revenue)/Expense	(6.69)	3.37	(2.98)	(1,302.92)	(124.54)	(47.46)	(272.56)
Net Income/(Loss)	(39.35)	(77.59)	(130.81)	1,317.90	(17.67)	100.10	237.71
Member Months by FC Target Group							
Developmentally Disabled (DD)	48.6%	48.5%	50.2%	42.5%	42.7%	42.4%	45.5%
Physically Disabled (PD)	17.5%	17.7%	15.9%	18.1%	18.2%	19.2%	17.9%
Frail Elder (FE)	33.9%	33.8%	33.9%	39.4%	39.1%	38.4%	36.6%
Total Member Months	84,873	120,106	86,392	121,846	60,281	167,156	640,654

Family Care
MCO Audited Financial Statement Summaries
YTD for Period Ending December 31, 2023

	1/1-5/31/2023 Inclusa	6/1-12/31/2023 iCare/Inclusa	LCI	1/1-9/1/2023 MCW	9/1-12/31/2023 Molina/MCW	CCI	Total
Solvency Protection Working Capital							Only Includes LCI & CCI
Current Assets	162,946,199	0	64,622,973	315,635,807		176,966,386	241,589,359
Current Liabilities	89,907,435	0	42,012,216	0		97,910,485	139,922,701
Working Capital (Curr Assets- Curr Liab)	73,038,764	0	22,610,757	315,635,807		79,055,901	101,666,658
Working Capital Requirement	22,737,930	0	9,996,663	0		18,145,331	28,141,994
Excess/(shortage)	50,300,834	0	12,614,094	0		60,910,570	73,524,664

							LCI & CCI
Restricted Reserve							
Current Restricted Reserve	8,831,051	0	4,728,828	0		7,961,915	12,690,743
Restricted Reserve Requirement	8,579,310	0	4,332,221	0		7,048,444	11,380,665
Excess/(shortage)	251,741	0	396,607	0		913,471	1,310,078

							As of 12/31/23
Solvency Fund							
Current Solvency Fund	4,194,182	4,194,182	1,735,981	0	7,076,355	3,159,000	16,165,518
Solvency Fund Requirement	4,194,182	4,194,182	1,735,981	0	3,721,650	3,155,080	12,806,893
Excess/(shortage)	0	0	0	0	3,354,705	3,920	3,358,625

							As of 12/31/23
Total Equity	112,409,458	283,990,944	38,965,612	325,162,508	141,807,541	169,154,400	633,918,497

On June 1, 2023, iCare Inc, a licensed HMO, completed the Asset Acquisition of Inclusa, Inc. and operates the Inclusa Family Care Program. As a licensed HMO, iCare is subject to the solvency requirements of the Wisconsin Office of the Commissioner of Insurance, and the Inclusa FC program is no longer subject to the Working Capital or Restricted Reserve requirements of a Family Care Permitted MCO.

The Legacy Inclusa audit was completed on the short year ending 5/31/2023 and the DHS contract end date of 5/31/2023.

On September 1, 2023, Molina Healthcare of Wisconsin, Inc., a licensed HMO, completed the Asset Acquisition of MCW and operates the MCW Family Care Program. As a licensed HMO, Molina is subject to the solvency requirements of the Wisconsin Office of the Commissioner of Insurance, and the MCW FC program is no longer subject to the Working Capital or Restricted Reserve requirements of a Family Care Permitted MCO.

The Legacy MCW audit was completed on the short year ending 9/1/2023 reflecting the Molina asset acquisition closing transactions and was after the DHS contract end date of 8/31/2023.

The DHS presentation of financial results is a subset of the full financial statement reports from the MCOs and reviewed for reasonableness. The MCO financial reporting is on a generally accepted accounting principals (GAAP) basis. Financial reporting is technical in nature and no party should use, or make assumptions about, the results without a thorough understanding of the program and health care industry financial reporting.