

Regional Behavioral Health Authority Contract

Contract Year Ended September 30, 2019

Regional Behavioral Health Authority Contract

Contract Year ended September 30, 2019

## **Table of Contents**

	Page(s)
Independent Auditors' Report	1–2
Statement of Activities – Regional Behavioral Health Authority	3–4
Notes to Financial Statement	5–7
Supplemental Information	
Schedule 1 – Statement of Activities – Disclosure	8
Schedule 2 – Sub-Capitated Expenses	9
Schedule 3 – Block Expenses	10



KPMG LLP Suite 900 10 South Broadway St. Louis, MO 63102-1761

#### Independent Auditors' Report

The Board of Directors and Stockholder Health Net Access, Inc. d/b/a Arizona Complete Health – Complete Care Plan:

We have audited the accompanying Statement of Activities – Regional Behavioral Health Authority of Health Net Access, Inc. d/b/a Arizona Complete Health – Complete Care Plan (Health Net Access, Inc.) for the year ended September 30, 2019 and the related notes (the financial statement).

#### Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### Opinion

In our opinion, the financial statement referred to above presents fairly, in all material respects, the results of activities of Health Net Access, Inc. under its Regional Behavioral Health Authority (RBHA) contract with Arizona Health Care Cost Containment System (AHCCCS) for the year ended September 30, 2019, in accordance with U.S. generally accepted accounting principles.

#### Emphasis of Matter

We draw attention to Basis of Presentation note to the financial statement, which describes that the accompanying financial statement was prepared to present the activities of Health Net Access, Inc. pursuant to its RBHA contract with AHCCCS, and is not intended to be a complete presentation of Health Net Inc.'s operations. Our opinion is not modified with respect to this matter.



#### Restriction on Use

Our report is intended solely for the information and use of Health Net Access, Inc. and AHCCCS and is not intended to be and should not be used by anyone other than these specified parties.

#### Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The supplementary information included in Schedule 1 – Statement of Activities – Disclosure, Schedule 2 – Sub-Capitated Expenses, and Schedule 3 – Block Expenses, is presented for purposes of additional analysis. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole.



St. Louis, Missouri August 21, 2020

#### HEALTH NET ACCESS, INC. d/b/a ARIZONA COMPLETE HEALTH – COMPLETE CARE PLAN Statement of Activities – Regional Behavioral Health Authority Contract Year ended September 30, 2019

	Member Months	TXIX/XXI CMDP Child	TXIX/XXI DD Child	TXIX/XXI DD Adult	TXIX/XXI SMI	TXIX/XXI Other Child (Crisis)	TXIX/XXI Other Adult (Crisis)	Total TXIX/XXI	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing	Housing Trust Fund	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR	Total NTXIX/XXI	Total TXIX/XXI and NTXIX/XXI	Mgmt & Gen	Grand Total
00105-01 00205-01	Prospective Member Months PPC Member Months	\$ 41,186	28,953 169	46,075	164,401 444	2,323,708	3,161,964	5,766,287 680	-	-	-	-	-	-	-	-	-	-	-	-	5,766,287 680	-	5,766,287 680
00999	Total Member Months	41,277	29,122	46,060	164,845	2.323.708	3,161,955	5.766.967													5.766.967		5,766,967
	Revenue:																						
40105-01 40135-01	Capitation Title XIX/XXI Reconciliation Settlement	40,086,074	13,732,141	9,435,619	280,786,235	5,045,370	29,498,852	378,584,291	_	_	_	_	_	_	_	_	_	_	_	_	378,584,291	_	378,584,291
40145-01	Other Reconciliation Settlements*	_	_	_	1,232,439	15,978	196,224	1,444,641	-	-	_	_	_	_	_	-	-	-	-	_	1,444,641	_	1,444,641
40160-01 40205-01	Health Insurance Provider Fee Revenue Non-Title XIX/XXI Revenue*	_	_	_	_	_	_	_	4.814.125	19.104.496	2.595.885	1.735.024	_	3.414.321	1.851.707	10.616.527	4.197.615	2.975.111	45.300	51.350.111	51.350.111	_	51.350.111
40210-01	Specialty and Other Grants*	-	-	-	-	-	-	-		_	_	-	-	_	-		_		_	-		-	_
40305-01	Non-Title XIX/XXI Profit Limit Investment Income	_	_	_	_	_	_	_	_	_	_	_	_	(1,502,923)	(140,045)	_	_	_	_	(1,642,968)	(1,642,968)	_	(1,642,968)
40310-01	Other Income												-									-	
49999	Total revenue	40,086,074	13,732,141	9,435,619	282,018,674	5,061,348	29,695,076	380,028,932	4,814,125	19,104,496	2,595,885	1,735,024		1,911,398	1,711,662	10,616,527	4,197,615	2,975,111	45,300	49,707,143	429,736,075		429,736,075
60105-01	Expenses: Behavioral Health (BH) Medical Expenses: Treatment Services: Counseling:																						
	a Counseling, Individual b Counseling, Family	5,665,047 672,275	700,822	642,401 31,528	11,681,055 99,982	_	_	18,689,325 944,995	_	1,432,473 439	300,333	_	_	107,925 13.352	180,886 9,483	680,775 16.000	_	_	_	2,702,392 39,274	21,391,717 984,269	_	21,391,717 984,269
	c Counseling, Group	168,220	10,481	53,159	1,466,878	-	-	1,698,738	-	3,914	_	-	-	3,971	153,356	206,502	-	51,250	-	418,993	2,117,731	-	2,117,731
60105-05 60105-10	Assessment, Evaluation and Screening Other Professional	1,907,175 156,891	378,922 62	463,561 52	5,812,045 328,895	_	_	8,561,703 485,900	_	792,881	_	_	_	108,123 4,377	101,029 20,371	472,565 95,039	_	602,500	_	2,077,098 119,787	10,638,801 605,687	_	10,638,801 605,687
60199	Total Treatment Services	8,569,608	1,231,497	1,190,701	19,388,855			30,380,661		2,229,707	300,333		_	237,748	465,125	1,470,881		653,750		5,357,544	35,738,205	_	35,738,205
60205-01	Rehabilitation Services: Living Skills Training	1.692.664	1.646.466	217.523	3.940.532			7.497.185	_	333.300	1.686	_		22.544	15.366	250.822	_	_	_	623.718	8.120.903	_	8.120.903
60205-05	Cognitive Rehabilitation	_	_	_	_	_	_	_	_	-	1,000	_	_		_	_	_	_	_	_	_	_	_
60205-10 60205-15	Health Promotion Supported Employment Services	19,636 15,450	4,225 13.987	12,990 40,488	521,001 1.692.010	-	-	557,852 1.761.935	-	37,574 120,539	-	-	-	396 6.505	13,342 17,898	8,979 145.332	-	-	-	60,291 290,274	618,143 2,052,209	-	618,143 2,052,209
60299	Total Rehabilitation Services	1,727,750	1,664,678	271,001	6,153,543			9,816,972		491,413	1,686			29,445	46,606	405,133				974,283	10,791,255		10,791,255
00200	Medical Services:	1,121,100	1,004,010	211,001	0,100,040			3,010,372		401,410	1,000			20,440	40,000	400,100				574,205	10,101,200		10,101,200
60305-01 60305-05	Medication Services	4,404 522,225	1,072 300,232	2,647 417,348	1,881,259 9,148,184	-	-	1,889,382 10,387,989	-	275,511 770,319	841,195 972,209	-	-	11,774 30,937	33,962 143,641	1,218,357 609,549	-	-	_	2,380,799 2,526,655	4,270,181 12,914,644	-	4,270,181 12,914,644
60305-05	Medical Management Laboratory, Radiology and Medical Imaging	17,275	6,800	25,513	2,193,521	_	_	2,243,109	_	73,715	972,209	_	_	2,162	143,641	251,276	_	_	_	2,526,655	2,580,517	_	2,580,517
60305-15	Electro-Convulsive Therapy	416	76	23,918	465,798			490,208					-								490,208	-	490,208
60399	Total Medical Services Support Services:	544,320	308,180	469,426	13,688,762			15,010,688		1,119,545	1,813,404		_	44,873	187,858	2,079,182				5,244,862	20,255,550		20,255,550
60405-01	Case Management	8,525,052	1,504,094	2,011,908	18,037,102	_	_	30,078,156	_	1,863,339	104,131	-	_	156,652	179,710	494,685	_	51,800	_	2,850,317	32,928,473	_	32,928,473
60405-05 60405-10	Personal Care Services Family Support	4,778 632 947	8,542 222.302	110,705	527,359 77,273	-	-	651,384 966 207	-	28,047	8,349	-	-	347 4 914	6,977 5,842	142,288 8 411	-	-	-	186,008 30 942	837,392	-	837,392 997 149
60405-15	Peer Support	16,634	3,842	100,697	3,655,728	_	_	3,776,901	_	458,327	6,897	_	_	4,890	55,575	142,938	_	_	_	668,627	4,445,528	_	4,445,528
60405-20 60405-25	Home Care Training to Home Care Client Unskilled Respite Care	4,193,858 1,701,120	28,903 296,929	73,400 8,150	3,487,174 273,764	-	-	7,783,335 2,279,963	-	17,535	-	-	-	4,840	16,061	8,933	-	-	-	47,369	7,783,335 2,327,332	-	7,783,335 2,327,332
60405-30	Supported Housing*	1,701,120	290,929	8,150	2/3,764	_	_	2,279,963	_	4,329,346	_	1,598,112	_	4,840	10,061	8,933	_	=	_	47,369 5,927,458	5,927,458	_	5,927,458
60405-35 60405-40	Reserved for Future Use Transportation	1.599.234	151 417	187 516	12 697 235	-	-	14 635 402	-	588.967	128		-	24 092	19 786	273 523	-	-	-	906 540	15 541 942	-	15 541 942
60499	Total Support Services	16,673,623	2,216,029	2,526,061	38,755,635			60,171,348		7,297,336	119,505	1,598,156	_	195,735	283,951	1,070,778	_	51,800	_	10,617,261	70,788,609	-	70,788,609
	Crisis Intervention Services:																						
60505-01 60505-05	Crisis Intervention – Mobile Crisis Intervention – Stabilization	843,346 735 571	44,194 183,298	104,109 274,082	4,467,104	1,767,445	4,218,795	11,444,993 28,985,183	1,774,673	602,179 2 471 698	64 624	_	_	42,562 47 238	79,071	298,874 461 874	_	182	_	2,797,541	14,242,534 35,079,515	_	14,242,534 35,079,515
60505-10	Crisis Intervention – Telephone	924,845	60,601	188,640	3,192,005	1,955,464	3,984,581	10,306,136	750,682	395,361	57			1,692	8,135	401,874		739,457		1,895,810	12,201,946		12,201,946
60599	Total Crisis Intervention Services	2,503,762	288,091	566,831	18,803,502	4,369,023	24,205,103	50,736,312	4,416,666	3,469,238	64,681		-	91,492	206,986	761,174		1,777,446		10,787,683	61,523,995	-	61,523,995
60605-01	Inpatient Services: Hospital: a Psychiatric (Provider Types 02 & 71) b Detoxification (Provider Types 02 & 71)	3,705,985 315	488,539 57	430,515 48	16,762,647 243.247	(1,992)	(27,898)	21,357,796 243.667	=	Ξ	_	_	_	_	_	_	=	Ξ	_	_	21,357,796 243.667	_	21,357,796 243.667
60605-05	Sub acute Facility a Psychiatric (Provider Types B5 & B6) b Detxolification (Provider Types B5 & B6)	4,710 3,583	858 655	189,395 531	5,903,951 577,766	Ξ	Ξ	6,098,914 582,535	Ξ	225,602 16,167	Ξ	Ξ	Ξ	22,191 1,729	29,888 69	118,550 84,694	Ξ	Ξ	Ξ	396,231 102,659	6,495,145 685,194	Ξ	6,495,145 685,194
60605-10	Residential Treatment Center (RTC) a Psychiatric – Secure & Non-Secure Provider Types 78,B1,B2,B3)	3.254.509	1.774	1.395	51,469	_	_	3.309.147	_	_	_	_	_	_	_	_	_	_	_	_	3.309.147	_	3.309.147
60605-15	b Detcolication – Secure & Non-Secure (Provider Types (78,B1,B2,B3) Inpatient Services, Professional	780 389.376	52,769	45.579	1.784.520	_		780 2.272.613	_	50 949	_	_	_	5.041	19.216	30.096	_	_	_	105.302	780 2.377.915	_	780 2.377.915
60699	Total Inpatient Services	7,359,258	544,652	667,463	25,323,600	(1,992)	(27,529)	33,865,452		292,718	-		_	28,961	49,173	233,340	-			604,192	34,469,644	_	34,469,644
60705-01	Residential Services: Behavioral Health Residential Facilities	6.916.675	307,078	340.179	18 888 215			26.452.147		236.065				16.766	20.893	229 907				503 631	26 955 778		26 955 778
60705-05 60705-10	Behavoral Health Kesidential Facilities Reserved for Future Use Room and Board	6,916,675	307,078	340,179	18,888,215	_	_	26,452,147	_	236,065	_	_	_	16,766	20,893	229,907 760,614	_	_	_	1,109,928	1,109,928	_	1,109,928
60799	Total Residential Services	6,916,675	307,078	340,179	18,888,215	_	-	26,452,147		455,639	-		_	146,506	20,893	990,521	-			1,613,559	28,065,706	_	28,065,706
	Behavioral Health Day Program:																						
60805-01 60805-05	Supervised Day Program Therapeutic Day Program	687 82,201	2,147	578 20,321	43,115 1,278,981	-	-	44,380 1,383,650	-	467 16,530	-	-	-	42	4,786	14,416 16,247	-	-	-	14,925 37,563	59,305 1,421,213	-	59,305 1,421,213
60805-05	I herapeutic Day Program Medical Day Program	82,201	2,147	20,321	1,278,981			1,383,650		10,530			=		4,786	10,247				37,563	1,421,213 28		1,421,213
60899	Total Behavioral Health Day Program	82,888	2,147	20,899	1,322,124			1,428,058		16,997			_	42	4,786	30,663				52,488	1,480,546		1,480,546
60905-01	Prevention Services: Prevention															1,275,519				1,275,519	1,275,519		1,275,519
60905-05	HIV															360,500				360,500	360,500	_	360,500
60999	Total Prevention Services															1,636,019				1,636,019	1,636,019		1,636,019

3

#### HEALTH NET ACCESS, INC. d/b/a ARIZONA COMPLETE HEALTH – COMPLETE CARE PLAN Statement of Activities – RBHA

Contract Year ended September 30, 2019

	Member Months	TXIX/XXI CMDP Child	TXIX/XXI DD Child	TXIX/XXI DD Adult	TXIX/XXI SMI	TXIX/XXI Other Child (Crisis)	TXIX/XXI Other Adult (Crisis)	Total TXIX/XXI	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing	Housing Trust Fund	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR	Total NTXIX/XXI	Total TXIX/XXI and NTXIX/XXI	Mgmt & Gen	Grand Total
61005-01 61005-05	BH Pharmacy Expenses: BH Pharmacy Expense BH Pharmacy Rebates	\$ 863,853 (9,944)	486,764 (6,445)	905,823 (9,889)	19,778,683 (236,173)	161,694 (2,821)	320,396 (2,211)	22,517,213 (267,483)		2,217,086 (50,698)	101,430				_	154,104 (823)		(11)		2,472,620 (51,532)	24,989,833 (319,015)	_	24,989,833 (319,015)
61099	Total Pharmacy Expense	853,909	480,319	895,934	19,542,510	158,873	318,185	22,249,730		2,166,388	101,430					153,281		(11)		2,421,088	24,670,818		24,670,818
61100-01 61105-01 61205-01	PPC BH Title XIX Other Service Expenses Not Reported Above* BH FQHC/RHC Services	 163,709	122,694	147,763	1,457,439 3,342,739	15,979	196,224	212,203 1,457,439 3,776,905		_				(15,343) 913,572 (357)	(127,144) 467,211 467	(69,716) 644,079 —	3,773,890	144,375	48,160	(212,203) 5,991,287 110	7,448,726 3,777,015	_	7,448,726 3,777,015
61299	Subtotal BH Medical Expenses	45,395,502	7,165,365	7,096,258	166,666,924	4,541,883	24,691,983	255,557,915	4,416,666	17,538,981	2,401,039	1,598,156	-	1,672,674	1,605,912	9,405,335	3,773,890	2,627,360	48,160	45,088,173	300,646,088	-	300,646,088
61305-01	Specialty and Other Grant Expenses*	_	_	_	_	_	_	_	_	_	_	-	-	_	_	_	_	_	_	-	-	_	-
69998	Total BH Medical Expenses	45,395,502	7,165,365	7,096,258	166,666,924	4,541,883	24,691,983	255,557,915	4,416,666	17,538,981	2,401,039	1,598,156	-	1,672,674	1,605,912	9,405,335	3,773,890	2,627,360	48,160	45,088,173	300,646,088	-	300,646,088
59999	Total PH Medical Expenses (details below)	-	_	-	74,835,880	-	_	74,835,880	-	-	_	-	-	-	-	-	-	-	-	-	74,835,880	_	74,835,880
69999	Total BH and PH Medical Expenses	45,395,502	7,165,365	7,096,258	241,502,804	4,541,883	24,691,983	330,393,795	4,416,666	17,538,981	2,401,039	1,598,156	-	1,672,674	1,605,912	9,405,335	3,773,890	2,627,360	48,160	45,088,173	375,481,968	-	375,481,968
70105-01 70205-02 70305-01	Less: Reinsurance Less: Third Party Liability Less: Claims Overpayment Recoveries	(17,800)	(12,566)	(19,904)	35,230 (71,528)	(11,357)	(20)	35,230 (133,175)	-	_	_	_	-	_	_	_	_	-	_	_	35,230 (133,175)	_	35,230 (133,175)
85999	Total Net Medical Expense	45,377,702	7,152,799	7,076,354	241,466,506	4,530,526	24,691,963	330,295,850	4,416,666	17.538.981	2,401,039	1,598,156		1,672,674	1,605,912	9.405.335	3,773,890	2,627,360	48,160	45,088,173	375,384,023		375,384,023
00999	Physical Health (PH) Medical Expenses:	40,317,702	7,102,755	7,070,334	241,400,000	4,030,020	24,001,003	330,293,630	4,410,000	17,030,001	2,401,039	1,050,100		1,072,074	1,000,912	9,400,335	3,113,000	2,027,300	40,100	40,000,173	373,384,023		3/0,384,023
	Hospitalization																						
50105-01 50110-01	Hospital Inpatient Behavioral Health Hospital Inpatient	_	_	_	14,267,722 1,026,715	_	_	14,267,722 1,026,715	_	_	_	_	_	_	_	_	_	_	_	_	14,267,722 1,026,715	_	14,267,722 1,026,715
50199	Total Hospitalization				15,294,437			15,294,437													15,294,437		15,294,437
50199	Medical Compensation:				10,284,437			10,284,437													10,254,437		10,204,437
50205-01	Primary Care Physician Services	_	_	_	4,706,214	_	_	4,706,214	_	_	_	_	_	_	_	_	_	_	_	_	4,706,214	_	4,706,214
50210-01	Behavioral Health Physician Services	-	-	-	54,469	-	-	54,469	-	-	-	-	-	-	-	-	-	-	_	-	54,469	-	54,469
50215-01 50220-01	Referral Physician Services PH FOHC/RHC Services	_	_	_	3,814,253	_	_	3,814,253	_	_	_	_	_	_	_	_	_	_	_	_	3,814,253	_	3,814,253 2 083 048
50225-01	Other Professional Services				2,039,931			2,039,931							-						2,039,931	-	2,039,931
50299	Total Medical Compensation				12,697,915			12,697,915													12,697,915		12,697,915
	Other Medical Expenses:																						
50305-01 50310-01	Emergency Facility Services PH Pharmacy	-	-	-	7,381,010	-	-	7,381,010	-	-	-	-	-	-	-	-	-	-	-	_	7,381,010	_	7,381,010 20,773,227
50310-05	PH Pharmacy Rebates	_	_	_	(273,434)	_	_	(273,434)	_	_	_	_	_	_	_	_	_	_	_	_	(273,434)	_	(273,434)
50315-01 50320-01	Laboratory, Radiology & Medical Imaging Outpatient Facility	-	-	-	4,444,743 7.680.527	-	-	4,444,743 7.680,527	-	-	-	-	-	-	-	-	-	-	-	-	4,444,743 7.680.527	-	4,444,743 7,680,527
50325-01	Durable Medical Equipment	_	_	_	1,503,418	_	_	1,503,418	_	_	_	_	_	_	_	_	_	_	_	_	1,503,418	_	1,503,418
50330-01	Dental	-	-	-	95,124	-	-	95,124	-	-	-	-	-	-	-	-	-	-	-	-	95,124	-	95,124
50335-01 50340-00	Transportation Nursing Facility, Home Health Care	_	_	_	2,414,455	_	_	2,414,455	_	_	_	_	_	_	_	_	_	_	_	_	2,414,455	_	2,414,455
50345-01	Therapies	_	_	_	12,203	_	_	12,203	_	_	_	_	_	_	_	_	_	_	_	_	12,203	_	12,203
50350-01 50370-01	Alternative Payment Model Performance Based Payments to Providers Other Medical Expenses	_	_	_	307,420	_	_	307,420	_	_	_	_	_	_	_	_	_	_	_	_	307,420	_	307,420
50399	Total Other Medical Expenses				46,843,528			46.843.528													46,843,528		46,843,528
59999	Total Physical Health Expense				74,835,880			74,835,880					_		-						74,835,880	-	74,835,880
	Administrative Expenses:			·																			
80105-01	Compensation	2,943,420	723,268	564,778	18,116,872	363,494	1,671,632	24,383,464	251,653	1,040,062	137,748	95,807	-	104,843	80,929	571,486	234,161	162,816	2,296	2,681,801	27,065,265	_	27,065,265
80205-01 80305-01	Occupancy Depreciation	29,575	5,890	5,310	133,562	640	19,116	194,093	2,399	6,598	1,099	531	_	511	624	2,120	1,924	1,047	25	16,878	210,971	_	210,971
80405-01	Care Management/Care Coordination	251,055	47,770	42,888	1,371,851	22,341	134,728	1,870,633	19,048	80,023	11,522	7,950	_	8,331	8,632	45,384	16,309	12,459	214	209,872	2,080,505	_	2,080,505
80505-01	Professional and Outside Services Office Supplies and Equipment	520,681 53,503	94,933 8 954	86,777	2,786,371 281 486	47,791 5.456	273,338	3,809,891	37,098	153,520	22,283	13,132	-	16,136 1,409	15,294	85,641	31,896	22,368	442 35	397,810 39.549	4,207,701	_	4,207,701
80705-01	Travel	11,446	2,183	1,952	63,587	1,097	6,009	86,274	993	3,677	515	366	_	392	354	2,153	808	572	7	9,837	96,111	_	96,111
80805-01 80905-01	Repair and Maintenance Bank Service Charge	6.869	1.306	1,173	37.533	611	3.687	51.179	630	2.189	315	218	-	228	236	1.242	501	341	_	5.906	57.085	-	57.085
81005-01	Insurance	16,026	3,049	2,737	87,574	1,427	3,687	119,414	1,471	5,108	736	507	_	532	230	2,897	1,168	796	14	13,780	133,194	_	133,194
81105-01 81205-01	Marketing Interest	178,315 59,744	31,440 10,234	29,349 7,394	969,830 316,254	16,702 3,011	91,779 21,163	1,317,415 417,800	13,597 4,835	52,958 10,091	7,655	5,473 560	-	4,771 601	5,422 1,126	23,724 7,136	12,052 850	8,408 771	96 16	134,156 26,580	1,451,571 444,380	_	1,451,571 444,380
81305-01	Pharmacy Benefit Manager Expenses	105,308	19,372	17,527	535,182	10,042	65,517	752,948	4,835	26,512	4,121	2,991	_	2,347	4,658	13,317	3,519	4,338	47	26,580	823,379	_	823,379
81405-01 81505-01	Fraud Reduction Expenses Third Party Activities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	_	-	-	_	-
81605-01	Sub Capitation/Block Administrative	_	_	_	144,148	_	_	144.148	_	_	_	_	_	_	_	_	_	_	_	_	144.148	_	144.148
81705-01	Health Care Quality Improvement	173,674	27,604	27,226	888,920	17,717	93,398	1,228,539	13,923	36,699	5,286	4,348	-	3,229	5,364	23,455	8,005	6,383	138	106,830	1,335,369	-	1,335,369
83005-01 83999	Other Administrative Expenses* Subtotal Administrative Expenses	339,684 4.689.300	60,798	56,125	1,808,455	31,910 522,239	2.598.553	2,479,387 37,240,296	26,456 385,129	95,723	13,831	10,148		9,580	12,008	56,976	21,633	238.010	288	262,038	2,741,425		2,741,425
83105-01	Encounter Evaluation Sanctions*	4,009,300	1,030,001		27,041,020	522,235	2,000,000	37,240,290	365,125	1,027,271	207,072	143,053	_	102,910	130,521	044,030	330,606	236,010	3,024	3,970,400	41,210,704	_	41,210,704
83205-01	Admin Expenses from Specialty and Other Grants*														-							-	
84999	Total Administrative Expense	4,689,300	1,036,801	851,778	27,541,625	522,239	2,598,553	37,240,296	385,129	1,527,271	207,672	143,593		152,910	136,921	844,530	335,808	238,010	3,624	3,975,468	41,215,764	-	41,215,764
86999	Total Expenses	50,067,002	8,189,600	7,928,132	269,008,131	5,052,765	27,290,516	367,536,146	4,801,795	19,066,252	2,608,711	1,741,749		1,825,584	1,742,833	10,249,865	4,109,698	2,865,370	51,784	49,063,641	416,599,787	-	416,599,787
87999	Profit (Loss) from Operations	(9,980,928)	5,542,541	1,507,487	13,010,543	8,583	2,404,560	12,492,786	12,330	38,244	(12,826)	(6,725)	_	85,814	(31,171)	366,662	87,917	109,741	(6,484)	643,502	13,136,288	_	13,136,288
88999	Profit (Loss) from Non-Operating*														_							(103,897)	(103,897)
89999	Profit/(Loss) Before Taxes	(9,980,928)	5,542,541	1,507,487	13,010,543	8,583	2,404,560	12,492,786	12,330	38,244	(12,826)	(6,725)	-	85,814	(31,171)	366,662	87,917	109,741	(6,484)	643,502	13,136,288	(103,897)	13,032,391
90105-01	Income Taxes	(1,916,214)	1,028,556	261,576	3,201,543	7,592	184,611	2,767,664	(37)	3,662	(2,821)	(1,110)	_	14,296	(7,181)	63,301	23,069	19,183	(1,384)	110,978	2,878,642	_	2,878,642
90205-01 90305-01	Premium Taxes Health Insurance Provider Fee	801,965	274,643	188,712	5,634,500	221,690	469,227	7,590,737	_	-	_	-	-	-	_	-	-	-	_	-	7,590,737	-	7,590,737
90305-01	Net Profit/(Loss)	\$ (8.866.679)	4.239.342	1.057.199	4.174.500	(220.699)	1.750.722	2.134.385	12.367	34.582	(10.005)	(5.615)		71,518	(23.990)	303.361	64.848	90.558	(5.100)	532.524	2.666.909	(103.897)	2,563,012
		<ul> <li>(0,000,0/9)</li> </ul>	4,233,342	1,007,189	4,174,000	(220,039)	1,100,122	2,134,360	12,30/	34,002	(10,005)	(0,010)		71,018	(20,000)	303,301	04,048	90,008	(0,100)	032,024	2,000,908	(103,03/)	2,003,012
*Disclose on S	tatement of Activities - Disclosure																						

4

See accompanying notes to financial statement.

#### HEALTH NET ACCESS, INC.

Notes to Financial Statement September 30, 2019

#### (1) Organization

Health Net Access, Inc. dba Arizona Complete Health – Complete Care Plan (the "Company" or the "Plan") was incorporated in Arizona on April 23, 2013, and commenced operations on October 1, 2013. The Company is regulated by the Arizona Health Care Cost Containment System ("AHCCCS").

Effective October 1, 2018, Cenpatico of Arizona, Inc. d/b/a Cenpatico Integrated Care ("Cenpatico"), a related party under common control, received approval from AHCCCS to assign the remaining term of the Southern Arizona Regional Behavioral Health Authority ("RBHA") contract to the Company. The Company began administering the Cenpatico RBHA contract on October 1, 2018. Under the RBHA contract, the Company is responsible for managing and maintaining an organized, comprehensive integrated healthcare delivery system for the benefit of eligible members within its geographic service area through September 30, 2020. Pursuant to the assignment of the RBHA contract from Cenpatico, the Company is obligated only for the activities under the contract effective October 1, 2018 and forward. Obligations under the contract for periods prior to October 1, 2018 are the responsibility of Cenpatico.

#### (2) Basis of Presentation

The statement of activities and related supplemental schedules have been prepared in accordance with AHCCCS Financial Reporting Guide for RBHA Contractors (the Guide). The statement of activities only presents the activity of the Company related to its RBHA contract with AHCCCS, and as such, is not a complete presentation of the activities of the Company.

The Guide requires the financial information to be prepared on an accrual basis and in accordance with U.S. generally accepted accounting principles (GAAP). The required presentation of the statement of activities and supplemental schedules and related presentation is required by the Guide.

#### (3) Revenue Recognition

Revenue includes the following amounts:

*Prospective Capitation* - Prospective capitation premiums are based on multi-year contracts with AHCCCS to provide care.

*Reconciliation Settlements* - AHCCCS has risk sharing programs which include reconciliation settlements, which impact revenue, and are due to, or from, AHCCCS, based on predetermined profit/(loss) thresholds before income tax.

*Non-Title XIX/XXI Revenue* - Non-Title XIX/XXI revenue is accrued and recognized based on the current AHCCCS Allocation Schedule and as documented by Contractor Expenditure Reports.

AHCCCS contract revenue is also limited by the terms of the RBHA contract to a maximum profit percentage of 4%.

#### (4) Health Care Services

The cost of health care services is recognized in the period in which services are provided and includes an estimate of the cost of services that have been incurred but not yet reported. Such costs include payments to primary care physicians, specialists, hospitals, outpatient care facilities, pharmaceuticals, and other medical services and the costs associated with managing the extent of such care. The Company's health

#### HEALTH NET ACCESS, INC.

Notes to Financial Statement September 30, 2019

care costs can also include, from time to time, remediation of certain claims as a result of periodic reviews by various regulatory agencies.

The Company estimates the amount of the provision for health care service costs incurred but not reported and the unpaid loss adjustment expenses using standard actuarial methodologies based upon historical data, including the period between the date services are rendered and the date claims are received and paid, denied claim activity, expected medical cost inflation, seasonality patterns, and changes in membership. The estimates for service costs incurred but not reported are made on an accrual basis and adjusted in future periods as required. Any adjustments to the prior period estimates are included in the current period. Such estimates are subject to the impact of changes in the regulatory environment and economic conditions. Given the inherent variability of such estimates, the actual liability could differ significantly from the amounts provided. While the ultimate amounts of claims and losses paid are dependent on future developments, management is of the opinion that the recorded medical claims payable is adequate to cover such costs.

Under the RBHA contract, the Company contracts with various at-risk providers for the provision of a full range of integrated healthcare services to eligible adults and children for Title XIX, Title XXI and Non-Title XIX programs, and physical healthcare services to Seriously Mentally III Title XIX eligible adults. Health care services are purchased under fee-for-service or block purchase arrangements. Fee-for-service contract expenses are accrued as incurred. Healthcare services provided under block purchase arrangements are accrued based upon contract terms. From time to time, the Company amends their provider contracts. The effects of these amendments are recorded in the period in which the amendment was executed.

The Company contracts with various providers, including medical groups, to provide professional care to certain of its enrollees on a capitated or fixed fee per member per month basis. Additionally, the Company also contracts with hospitals, physicians, and other providers of health care, pursuant to discounted fee-for-service arrangements, hospital per diem arrangements, and case rate arrangements, under which providers bill the Company for each individual service provided to enrollees.

Amounts incurred related to prior periods represents the change in medical claims payable attributable to the difference between the original estimate of incurred claims for prior periods and the revised estimate. In developing the revised estimate, there have been no changes in the approach used to determine the key actuarial assumptions, which are the completion factor and medical cost trend. The degree of uncertainty in the estimates of incurred claims is greater for the most recent months' incurred services. Revised estimates for prior periods are determined in each month based on the most recent updates of paid claims for prior periods.

#### HEALTH NET ACCESS, INC.

Notes to Financial Statement September 30, 2019

#### (5) Expense Allocation

Certain direct, indirect and expenses are incurred which benefit more than one program. Such common expenses are allocated based upon an AHCCCS approved cost allocation plan as submitted by the Company, which is primarily based upon enrollment, claims and costs by lines of business, which is consistent with 2 CFR Part 200 Subpart E, Cost Principles for Non-Profit Organizations.

#### (6) Premium Taxes

The Company is subject to a 2% premium tax on Title XIX/XXI payments received from AHCCCS for premiums, reinsurance and reconciliations.

Schedule 1 - Statement of Activities - Disclosure

Contract Year ended September 30, 2019

	TXIX/XXI CMDP Child	TXIX/XXI DD Child	TXIX/XXI DD Adult	TXIX/XXI SMI	TXIX/XXI Other Child (Crisis)	TXIX/XXI Other Adult (Crisis)	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing	Housing Trust Fund	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR	Sub-Total	Mgmt & Gen	Total
Disclosure of NTXIX/XXI other and other federal AHCCCS revenue on line 40205-01: Liquor Fees	s –	_	_	_	_	_	_	_	69.960	_	_	_	_	_	_	_	_	69.960	_	69,96
One Time Supported Housing	-	-	-	-	-	-	-	-	_	-	-	-	-	-	-	-	-		-	-
HIE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	_	-	-	_	-	
MAT – PDOA Opioid STR	_	_	_	_	_	_	_	_	_	_	_	_	_	_	374,328 2,525,017	_		374,328 2,525,017	_	374,32 2,525,01
State Youth Treatment (SYT)	_	_	_	_	_	_	_	_	_	_	_	_	_	_	2,323,017	_	_	2,323,017	_	2,020,01
SOR	-	-	_	-	-	-	-	-	-	-	-	-	-	-	1,223,190	-	-	1,223,190	-	1,223,19
Substance Use Disorder Sevices (SUDS) SPF-PFS	-	-	-	-	-	-	-	-	2,525,925	-	-	-	-	-	75,079	-	-	2,525,925	-	2,525,92
Total – NTXIX/XXI other and other federal column	s _								2,595,885						4,197,614			75,079		6,793,49
Visclosure of other reconciliation settlements on line 40145-01:																				
TXIX BH PPC-see FN 22d VBP-CY19	\$	_	_	1.232.439	15,978	196,224	_	_	_	_	_	_	_	_	_	_	_	212,202 1.232.439	_	212,20 1,232,43
Total – other reconcilations	s			1,232,439	15,978	196,224								_				1,444,641		1,444,641
isclosure of specialty and other grants reported on line 40210-01:																				
Specialty and Other Grants Revenue	\$ <u> </u>																			
Total Specialty and Other Grants Revenue	\$ <u> </u>																			
islosure of supported housing on reported on line 60405-30:																				
Rent Subsidy Management Fees	s —	-	-	-	-	-	-	4,065,431	-	1,508,864	-	-	-	-	-	-	-	5,574,295	-	5,574,29
Utility Payments	_	_	_	=	_	_	_	52.691	_	3.001	_	_	_	_	_	_	_	55.692	_	55.69
Other/Repairs & Maintenance	_	-	_	-	-	-	-		_		-	-	-	-	_	-	-		_	
Damages	-	-	-	-	-	-	-	_	-		-	-	-	-	-	-	-		-	-
Deposits	-	-	-	-	-	-	-	152,342	-	76,082	-	-	-	-	-	-	-	228,424	-	228,424
Start Up Eviction Prevention	-	-	-	-	-	-	-	28,046 30,836	-	5,119 5,046	-	-	-	-	-	-	-	33,165 35,882	-	33,165 35,882
Housing Trust Fund – Construction/Improvements	_	_	_	_	=	_	_	30,030	_	0,040	_	_	_	=	=	_	_		_	30,004
Total Supported Housing	s –	-	-	_	-	-	_	4,329,346	_	1,598,112	_	-		-	_		-	5,927,458		5,927,458
sclosure of other services on line 61105-01:		-									-									
VBP Performance Incentive	s –	_	_	1,232,439	_	_	_	_	_	_	_	_	_	_	_	_	_	1,232,439	_	1,232,439
Linkages – employment program, non-encounterable	· _	_	_	225,000	_	_	_	_	_	_	_	-	_	_	_	_	_	225,000	_	225,000
FEP	-	-	-	-	-	-	-	-	-	-	-	-	397,477	-	-	-	-	397,477	-	397,477
MAT-PDOA Opioid STR	-	-	-	-	-	-	-	-	-	-	-	-	-	-	348,462 2,193,414	-	-	348,462 2.193.414	_	348,462 2,193,414
State Youth Treatment (SYT) 2018	_	_	_	_	_	_	_	_	_	_	_	_	_	_	2,193,414	_	_	2,193,414	_	2,193,414
PASRR screening services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	_	-	48,160	48,160	-	48,160
SPF	-	-	-	-	-	-	-	-	-	-	-	-	-	-	69,073	-	· - ·	69,073	-	69,073
SOR	-	-	-	-	-	-	-	-	-	-	-	18.210	-	-	1,162,942	-	-	1,162,942 18,210	-	1,162,942
NAMI Southern Arizona QPR Institute, INC.	_	_	_	_	_	_	_	_	_	_	_	18,210	_	_	_	_		18,210	_	18,210
Media Campaign	-	-	-	-	-	-	-	-	-	-	-	262,879	-	318,501	_	-	-	581,380	-	581,380
National Council For Behavioral Health	-	-	-	-	-	-	-	-	-	-	-	118,600	-	_	-	-	-	118,600	-	118,600
Family Preservation Engagement Specialist	-	-	-	-	-	-	-	-	-	-	-	225,000	_	_	-	-	-	225,000	-	225,000
Engagement Specialists Madera	-	-	-	-	-	-	-	-	-	-	-	79,333	69,734	250,090	-	-	-	319,824 79,333	_	319,824 79,333
School Based Liaisons	_	_	_	_	_	_	_	_		_	_	87,500	_	_	_	_	_	87,500	_	87,500
COT Administration	_	_	_	_	_	_	_	_	_	_	_	-	_	_	_	144,375	_	144,375	_	144,375
YES Program	-	-	-	-	-	-	-	-	-	-	-	106,250	-	-	-	-	-	106,250	-	106,250
Oxford House														75,487				75,487		75,48
Total Other Services	\$			1,457,439								913,572	467,211	644,078	3,773,891	144,375	48,160	7,448,726		7,448,726
isclosure of specialty and other grants on line 61305-01: Speciality and Other Grant Expenses	۰ _	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_
Total Specialty and Other Grants Expenses	¢			-																
	-																			
sclosure of other admin expenses on line 83005-01:																				
Data processing Third party administrator	\$ 128,377 50,194	23,140 8,356	21,310 7,970	434,739 188,001	13,584 6,139	78,544 28,623	10,445 4,426	41,826 15,497	6,101 2,050	4,420 1,693	-	4,207 1,546	5,344 1,601	24,687 10,088	9,625 3,003	6,720 2,517	127 42	813,196 331,746	-	813,196 331,746
Reinsurance expense – insurance	50,154	0,000	r,ard 	416,243	0,139	20,023	4,420		2,000	1,085	_	1,040		.0,000	3,003	2,017		416,243	_	416,243
EE meetings, training, seminars	46,613	8,706	7,879	169,556	4,579	28,671	3,815	14,670	2,183	1,538	_	1,478	1,942	8,477	3,482	2,352	45	305,986	-	305,986
EOP / EOB processing fees	35,010	6,311	5,823	118,909	3,509	21,383	3,650	11,147	1,643	1,172	-	1,105	1,469	6,460	2,600	1,788	35	222,014	-	222,014
Printing Physician credentialing	24,573 14,251	4,375 2,577	4,062 2,377	89,087 48,518	2,476 1,366	14,613 8,707	2,517 1,509	7,728 4,520	1,136 674	814 473	-	772 444	1,009 615	4,499 2,572	1,799 1,073	1,240 723	24 14	160,724 90,413	-	160,724 90,413
Physician credentialing Admin on Targeted Investment	14,251	2,577	2,377	48,518	1,366	8,707	1,509	4,520	6/4	4/3	_	444	615	2,572	1,073	/23	14	90,413	_	90,413
Other – less than \$5,500 individually	_	_	-	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_
Sanction	9,298	2,705	1,957	160,540	-	-	-	-	-	-	-	-	-	-	-	-	-	174,500	-	174,500
Corporate Sponsorship	30,388	4,549	4,624	178,805	124	1,583	12	41	7	4	-	-	-		-	7	-	220,144	-	220,144
Postage Audit Fees	90 75	7	11	452 304	12 10	25 23	7	25 23	3	3	-	2	3	17 15	4	4	_	665 489	_	665
Consulting Fees	120	10	15	485	10	23	10	23	4	4	=	2	4	24	4	4	_	489	_	401
Office Supplies	695	57	86	2,817	96	209	59	210	25	24	-	20	21	138	36	34	1	4,528	-	4,528
Gain/loss investment														-						
Total Other Admin Expenses	\$339,684	60,799	56,123	1,808,456	31,912	182,417	26,456	95,723	13,829	10,148		9,579	12,010	56,977	21,632	15,395	288	2,741,428		2,741,428
Nsclosure of encounter evalution sanctionson line 83105-01: Encounter evaluation sanctions	s —	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_
Total Encounter Evaluation Sanctions	·																			
	*																			
Visclosure of administrative expenses from speciality and other grants on line 83205-01:																				
Adm expenses from Specialty and Other Grants	\$ <u> </u>																			
Total Adm Expenses from Specialty and Other Grants	s —	-		-				_		-	_	-								-
Disclosure of non-operating line 88999-01:	s –	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	_	(103.897)	(103 897
	s																		(103,897)	(103,897

8

See accompanying independent auditors' report.

Schedule 2 – Sub-Capitated Expenses

Contract Year ended September 30, 2019

Sub-Capitated Hospitalization Expenses:       5         50110-01       Hospital Inpatient         50110-01       Hospital Inpatient         50110-01       RESERVED         Total Sub-Capitated Hospitalization Expenses:         50205-01       Primary Care Physician Services         50205-01       Behavioral Health Physician Services         50205-01       Behavioral Health Physician Services         50205-01       PH FQHC/RHC Services         50305-01       Emergency Facility Services         50305-01       Emergency Facility Services         50305-01       Emergency Facility Services         50305-01       Emergency Facility Services         50305-01       Laboratory, Radiology and Medical Imaging         50305-01       Laboratory, Radiology and Medical Imaging         50305-01       Laboratory, Radiology and Medical Imaging         50305-01       Dental         50	Account	Account Description		TXIX/XXI SMI	YTD Amount
Solito-01         Hospital Inpatient         \$         -           Solit-01         Hespital Inpatient - Behavioral Health Services         -         -           Solit-01         RESERVED         -         -           Total Sub-Capitated Medical Compensation Expenses:         -         -         -           Solut-Capitated Medical Compensation Expenses:         -         -         -           Solut-101         Behavioral Health Physician Services         -         -         -           Solut-Capitated Medical Compensation Expenses         -         -         -         -           Solut-Capitated Ther Professional Services         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         - <td< td=""><td>Sub-Capitate</td><td>d Hospitalization Expenses:</td><td></td><td></td><td></td></td<>	Sub-Capitate	d Hospitalization Expenses:			
50110-01         Hospital Inpatient -Behavioral Health Services         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …			\$	_	_
50115-01         REŠERVED         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …			Ψ	_	_
Sub-Capitated Medical Compensation Expenses:       -       -         50205-01       Primary Care Physician Services       -       -         50210-01       Behavioral Health Physician Services       -       -         50215-01       Referral Physician Services       -       -         50220-01       PH FQHC/RHC Services       9,526       9,526         50230-01       RESERVED       -       -         Total Sub-Capitated Medical Compensation Expenses       9,526       9,526         Sub-Capitated Other Medical Expenses:       -       -       -         50310-01       PH Pharmacy       -       -       -         50310-01       PH Pharmacy       -       -       -         50320-01       Duratele Medical Equipment       -       -       -         50320-01       Duratele Medical Equipment       -       -       -         50330-01       Dental       59,727       59,727       59,727         50335-01       Transportation       -       -       -         5035-01       Behavioral Health Care       -       -       -         5035-01       Behavioral Health Care       -       -       -         50355-05       Beh				—	_
S0205-01         Primary Care Physician Services         -         -           S0210-01         Behavioral Health Physician Services         -         -           S0220-01         PH FOHC/RHC Services         -         -           S0225-01         Other Professional Services         9,526         9,526           S0225-01         RESERVED         -         -           Total Sub-Capitated Medical Compensation Expenses         9,526         9,526           Sub-Capitated Other Medical Expenses:         -         -         -           S0305-01         Emergency Facility Services         -         -         -           S0310-01         PH Pharmacy         -         -         -         -           S0320-01         Durabite Medical Equipment         -         -         -         -           S0320-01         Durabite Medical Equipment         -         -         -         -           S0330-01         Dental         59,727         59,727         59,727         50335-01         Transportation         -         -         -           S0335-01         Transportation         -         -         -         -         -         -         5035-01         Behavioral Health Care         - <td></td> <td>Total Sub-Capitated Hospitalization Expense</td> <td></td> <td>_</td> <td></td>		Total Sub-Capitated Hospitalization Expense		_	
S0205-01         Primary Care Physician Services         -         -           S0210-01         Behavioral Health Physician Services         -         -           S0220-01         PH FOHC/RHC Services         -         -           S0225-01         Other Professional Services         9,526         9,526           S0225-01         RESERVED         -         -           Total Sub-Capitated Medical Compensation Expenses         9,526         9,526           Sub-Capitated Other Medical Expenses:         -         -         -           S0305-01         Emergency Facility Services         -         -         -           S0310-01         PH Pharmacy         -         -         -         -           S0320-01         Durabite Medical Equipment         -         -         -         -           S0320-01         Durabite Medical Equipment         -         -         -         -           S0330-01         Dental         59,727         59,727         59,727         50335-01         Transportation         -         -         -           S0335-01         Transportation         -         -         -         -         -         -         5035-01         Behavioral Health Care         - <td>Sub-Capitate</td> <td>d Medical Compensation Expenses:</td> <td></td> <td></td> <td></td>	Sub-Capitate	d Medical Compensation Expenses:			
50210-01         Behavioral Health Physician Services				_	_
50220-01         PH FQHC/RHC Services         —         —         —         —         —         —         —         —         —         —         —         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _          50330-01         D				_	_
50220-01         PH FQHC/RHC Services         —         —         —         —         —         —         —         —         —         —         —         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _          50330-01         D	50215-01	Referral Physician Services		_	_
50230-01         RESERVED         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …				_	_
Total Sub-Capitated Medical Compensation Expenses         9,526         9,526           Sub-Capitated Other Medical Expenses:         -         -         -           50310-01         Emergency Facility Services         -         -         -           50310-01         PH Pharmacy         -         -         -         -           50310-01         PH Pharmacy         -         -         -         -         -         -         -         -         -         50310-01         PH Pharmacy         -         -         -         -         -         -         50320-01         Outpatient Facility         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         - <t< td=""><td>50225-01</td><td>Other Professional Services</td><td></td><td>9,526</td><td>9,526</td></t<>	50225-01	Other Professional Services		9,526	9,526
Sub-Capitated Other Medical Expenses:	50230-01	RESERVED			
50305-01       Emergency Facility Services       —       —       —       —       —       —       —       —       —       —       —       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …		Total Sub-Capitated Medical Compensation Expenses		9,526	9,526
50310-01       PH Pharmacy       —       —         50315-01       Laboratory, Radiology and Medical Imaging       —       —         50320-01       Outpatient Facility       —       —         50320-01       Durable Medical Equipment       —       —         50330-01       Dental       59,727       59,727         50335-01       Transportation       —       —         50340-00       Nursing Facility, Home Health Care       —       —         50350-01       Alternative Payment Model Performance Based Payments to Providers       —       —         50350-01       Alternative Payment Model Performance Based Payments to Providers       —       —         50355-03       Behavioral Health Day Program       —       —       —         50355-04       Behavioral Health Case Management Services       —       —       —         50355-05       Behavioral Health Crisis Intervention Services       —       —       —         50355-07       Support Services       —       —       —       —         50355-10       Behavioral Health Crisis Intervention Services       —       —       —       —         50355-13       Behavioral Health Rebabilitation Services       —       —       —	Sub-Capitate	d Other Medical Expenses:			
50310-01       PH Pharmacy       —       —         50315-01       Laboratory, Radiology and Medical Imaging       —       —         50320-01       Outpatient Facility       —       —         50320-01       Durable Medical Equipment       —       —         50330-01       Dental       59,727       59,727         50335-01       Transportation       —       —         50340-00       Nursing Facility, Home Health Care       —       —         50350-01       Alternative Payment Model Performance Based Payments to Providers       —       —         50350-01       Alternative Payment Model Performance Based Payments to Providers       —       —         50355-03       Behavioral Health Day Program       —       —       —         50355-04       Behavioral Health Case Management Services       —       —       —         50355-05       Behavioral Health Crisis Intervention Services       —       —       —         50355-07       Support Services       —       —       —       —         50355-10       Behavioral Health Crisis Intervention Services       —       —       —       —         50355-13       Behavioral Health Rebabilitation Services       —       —       —	50305-01	Emergency Facility Services		_	_
50320-01       Outpatient Facility       —       —       —       —       —       —       —       —       —       —       —       —       50325-01       Durable Medical Equipment       —       —       —       —       —       …       50330-01       Dental       59,727       59,727       59,727       50335-01       Transportation       —       —       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …				_	_
50320-01       Outpatient Facility       —       —       —       —       —       —       —       —       —       —       —       —       50325-01       Durable Medical Equipment       —       —       —       —       —       …       50330-01       Dental       59,727       59,727       59,727       50335-01       Transportation       —       —       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …       …	50315-01	Laboratory, Radiology and Medical Imaging		_	_
50330-01         Dental         59,727         59,727           50335-01         Transportation         —         —         —           50335-01         Transportation         —         —         —           50335-01         Transportation         —         —         —         —           50340-00         Nursing Facility, Home Health Care         —         —         —         —           50350-01         Alternative Payment Model Performance Based Payments to Providers         —         —         —           50355-01         Behavioral Health Day Program         —         —         —         —           50355-05         Behavioral Health Crisis Interventions Services         —         —         —         —           50355-06         Peer/Family Support         —         —         —         —         —           50355-07         Support Services         —         —         —         —         —         —         —         —         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _         _ <td></td> <td></td> <td></td> <td>_</td> <td>_</td>				_	_
50335-01Transportation————————————————	50325-01	Durable Medical Equipment		_	_
50340-00Nursing Facility, Home Health Care————50345-01Therapies————50350-01Alternative Payment Model Performance Based Payments to Providers———50355-01Behavioral Health Day Program————50355-05Behavioral Health Case Management Services————50355-06Peer/Family Support————50355-07Support Services————50355-10Behavioral Health Crisis Intervention Services———50355-11Living Skills Training———50355-12Supported Employment———50355-13Behavioral Health Rebabilitation Services———50355-20Behavioral Health Residential Services———50355-21Counseling———50355-22Assessment, Evaluation and Screening———50355-23Treatment Services———50355-24All Other Behavioral Health Services———50355-25All Other Behavioral Health Services———50355-26All Other Behavioral Health Services———50355-27Treatment Services————50355-26All Other Behavioral Health Services———50355-27All Other Behavioral Health Services	50330-01	Dental		59,727	59,727
50345-01Therapies———50350-01Alternative Payment Model Performance Based Payments to Providers———50355-01Behavioral Health Day Program———50355-05Behavioral Health Case Management Services———50355-06Peer/Family Support———50355-07Support Services———50355-10Behavioral Health Crisis Intervention Services———50355-11Living Skills Training———50355-12Supported Employment———50355-20Behavioral Health Residential Services———50355-21Counseling———50355-22Assessment, Evaluation and Screening———50355-23Treatment Services———50355-24All Other Behavioral Health Services———50355-25All Other Behavioral Health Services———50355-26All Other Behavioral Health Services———50355-27Treatment Services————50355-26All Other Medical Expenses———50370-01Other Medical Expenses————50370-01Other Medical Expenses————50370-01Other Medical Expenses_———50370-01Other Medical Expens	50335-01	Transportation		_	
50350-01Alternative Payment Model Performance Based Payments to Providers——50355-01Behavioral Health Day Program——50355-05Behavioral Health Case Management Services——50355-06Peer/Family Support——50355-07Support Services——50355-10Behavioral Health Crisis Intervention Services——50355-11Living Skills Training——50355-12Supported Employment——50355-13Behavioral Health Rehabilitation Services——50355-20Behavioral Health Residential Services——50355-21Counseling——50355-22Assessment, Evaluation and Screening——50355-23Treatment Services——50355-24All Other Behavioral Health Services——50355-25All Other Behavioral Health Services——50355-26Health Services——50355-27Treatment Services——50355-28All Other Behavioral Health Services——50360-01RESERVED———50370-01Other Medical Expenses50370-01Other Medical Expenses50370-01Other Medical Expenses50370-01Other Medical Expenses50370-01Other Medical Expenses </td <td>50340-00</td> <td>Nursing Facility, Home Health Care</td> <td></td> <td>_</td> <td>_</td>	50340-00	Nursing Facility, Home Health Care		_	_
50355-01Behavioral Health Day Program———50355-05Behavioral Health Case Management Services———50355-06Peer/Family Support———50355-07Support Services———50355-10Behavioral Health Crisis Intervention Services———50355-11Living Skills Training———50355-12Supported Employment———50355-13Behavioral Health Rehabilitation Services———50355-20Behavioral Health Residential Services———50355-21Counseling———50355-22Assessment, Evaluation and Screening———50355-23Treatment Services———50355-24All Other Behavioral Health Services———50355-25All Other Behavioral Health Services———50355-26He Other Medical Expenses———50355-27Other Medical Expenses———	50345-01	Therapies		_	_
50355-05Behavioral Health Case Management Services———50355-06Peer/Family Support———50355-07Support Services———50355-10Behavioral Health Crisis Intervention Services———50355-11Living Skills Training———50355-12Supported Employment———50355-15Behavioral Health Rehabilitation Services———50355-20Behavioral Health Residential Services———50355-21Counseling———50355-22Assessment, Evaluation and Screening———50355-23Treatment Services———50355-25All Other Behavioral Health Services———50360-01RESERVED———50370-01Other Medical Expenses———Total Sub-Capitated Other Medical Expenses59,72759,727	50350-01	Alternative Payment Model Performance Based Payments to Providers		_	_
50355-06Peer/Family Support————50355-07Support Services————50355-10Behavioral Health Crisis Intervention Services————50355-11Living Skills Training————50355-12Supported Employment————50355-15Behavioral Health Rehabilitation Services————50355-20Behavioral Health Residential Services————50355-21Counseling————50355-22Assessment, Evaluation and Screening————50355-23Treatment Services————50355-25All Other Behavioral Health Services————50360-01RESERVED————50370-01Other Medical Expenses————Total Sub-Capitated Other Medical Expenses	50355-01	Behavioral Health Day Program		_	_
50355-07Support Services———50355-10Behavioral Health Crisis Intervention Services———50355-11Living Skills Training———50355-12Supported Employment———50355-15Behavioral Health Rehabilitation Services———50355-20Behavioral Health Residential Services———50355-21Counseling———50355-22Assessment, Evaluation and Screening———50355-23Treatment Services———50355-25All Other Behavioral Health Services———50360-01RESERVED———50370-01Other Medical Expenses———Total Sub-Capitated Other Medical Expenses59,72759,727	50355-05	Behavioral Health Case Management Services		_	_
50355-10Behavioral Health Crisis Intervention Services———50355-11Living Skills Training———50355-12Supported Employment———50355-15Behavioral Health Rehabilitation Services———50355-20Behavioral Health Residential Services———50355-21Counseling———50355-22Assessment, Evaluation and Screening———50355-23Treatment Services———50355-25All Other Behavioral Health Services———50360-01RESERVED———50370-01Other Medical Expenses———Total Sub-Capitated Other Medical Expenses59,72759,727	50355-06	Peer/Family Support		—	—
50355-11Living Skills Training——50355-12Supported Employment——50355-15Behavioral Health Rehabilitation Services——50355-20Behavioral Health Residential Services——50355-21Counseling——50355-22Assessment, Evaluation and Screening——50355-23Treatment Services——50355-25All Other Behavioral Health Services——50360-01RESERVED——50370-01Other Medical Expenses——Total Sub-Capitated Other Medical Expenses59,72759,727	50355-07	Support Services		—	—
50355-12Supported Employment50355-15Behavioral Health Rehabilitation Services50355-20Behavioral Health Residential Services50355-21Counseling50355-22Assessment, Evaluation and Screening50355-23Treatment Services50355-25All Other Behavioral Health Services50360-01RESERVED50370-01Other Medical ExpensesTotal Sub-Capitated Other Medical Expenses59,72759,727	50355-10	Behavioral Health Crisis Intervention Services		—	—
50355-15Behavioral Health Rehabilitation Services———50355-20Behavioral Health Residential Services———50355-21Counseling———50355-22Assessment, Evaluation and Screening———50355-23Treatment Services———50355-25All Other Behavioral Health Services———50360-01RESERVED———50370-01Other Medical Expenses———Total Sub-Capitated Other Medical Expenses59,72759,727	50355-11	Living Skills Training		—	—
50355-20Behavioral Health Residential Services———50355-21Counseling———50355-22Assessment, Evaluation and Screening———50355-23Treatment Services———50355-25All Other Behavioral Health Services———50360-01RESERVED———50370-01Other Medical Expenses———Total Sub-Capitated Other Medical Expenses59,72759,727	50355-12	Supported Employment		—	—
50355-21Counseling50355-22Assessment, Evaluation and Screening50355-23Treatment Services50355-25All Other Behavioral Health Services50360-01RESERVED50370-01Other Medical ExpensesTotal Sub-Capitated Other Medical Expenses59,72759,727	50355-15	Behavioral Health Rehabilitation Services		—	—
50355-22Assessment, Evaluation and Screening50355-23Treatment Services50355-25All Other Behavioral Health Services50360-01RESERVED50370-01Other Medical ExpensesTotal Sub-Capitated Other Medical Expenses59,72759,727	50355-20	Behavioral Health Residential Services		—	—
50355-23Treatment Services——50355-25All Other Behavioral Health Services——50360-01RESERVED——50370-01Other Medical Expenses——Total Sub-Capitated Other Medical Expenses59,72759,727	50355-21	Counseling		—	—
50355-23Treatment Services——50355-25All Other Behavioral Health Services——50360-01RESERVED——50370-01Other Medical Expenses——Total Sub-Capitated Other Medical Expenses59,72759,727	50355-22	Assessment, Evaluation and Screening		_	_
50360-01       RESERVED       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       —       …       _       _       _       _       _       _       _       _       _       _       _       _				_	_
50370-01       Other Medical Expenses           Total Sub-Capitated Other Medical Expenses       59,727       59,727	50355-25	All Other Behavioral Health Services		_	_
Total Sub-Capitated Other Medical Expenses59,72759,727	50360-01	RESERVED		_	_
	50370-01	Other Medical Expenses			
Total Sub-Capitated Expenses\$69,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25369,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25069,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,25060,250 _		Total Sub-Capitated Other Medical Expenses		59,727	59,727
		Total Sub-Capitated Expenses	\$	69,253	69,253

See accompanying independent auditors' report.

Schedule 3 – Block Expenses

Contract Year ended September 30, 2019

Account Description CMDP Child SMI (Crisis) (Crisis)	
60199-01 Total Treatment Services \$ 26,106 2,846,447 17,686 35,079	2,925,318
60299-01 Total Rehabilitation Services 98,567 1,568,020 70,221 51,583	1,788,391
60399-01 Total Medical Services 3,013 551,185 7,553 2,579	564,330
60499-01         Total Support Services         510,365         4,235,013         211,109         81,732	5,038,219
60599-01         Total Crisis Intervention Services         2,784,206         13,073,643         3,959,251         20,686,028	40,503,128
60699-01 Total Inpatient Services — 160,153 — 4,669	164,822
60799-01 Total Residential Services — 107 — —	107
60899-01 Total Behavioral Health Day Program — 35,582 — 578	36,160
60999-01         Total Prevention Services         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         <	_
61100-01 PPC BH Title XIX — — — — — —	_
61105-01 Other Service Expenses Not Rpt'd Above — — — — — —	
61205-01 BH FQHC/RHC Services 254	254
Total Behavioral Health Expense         \$ 3,422,257         22,470,404         4,265,820         20,862,248	51,020,729
Hospitalization Expenses:	
50105-01 Hospital Inpatient \$	_
50110-01 Behavioral Heath Hospital Inpatient 300,401	300,401
Total Hospitalization Expense	300,401
Medical Compensation Expenses:	
50205-01 Primary Care Physician Services — 77 — —	77
50210-01 Behavioral Health Physician Services – 227 – –	227
50215-01 Referral Physician Services — — — — — —	_
50220-01 PH FQHC/RHC Services — — — — — —	
50225-01 Other Professional Services 16,460	16,460
Total Medical Compensation Expenses 16,764	16,764
Other Medical Expenses:	
50305-01 Emergency Facility Services — — — — —	_
50310-01 PH Pharmacy — — — — — —	_
50310-05         less: PH Pharmacy Rebates         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         —         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         …         <	_
50315-01 Laboratory, Radiology & Medical Imaging — — — — — — —	_
50320-1 Outpatient Facility	_
50325-01 Durable Med Equipment — — — — —	_
50330-01 Dental — — — — — —	_
50335-01 Transportation — — — — — —	_
50340-00 Nursing Facility, Home Health Care — 96 — —	96
50345-01 Therapies — — — — — —	—
50350-01 Alternative Payment Model Performance Based Payments to Providers — — — — — —	_
50370-01 Other Medical Expenses 65	65
Total Other Medical Expenses        161	161
Total Sub-Capitated Physical Health Expenses        317,326	317,326

See accompanying independent auditors' report.