

Table 1
Computation of TBS SMA

	Paid Claims per Minute	Number of Legal Entities
FY 2001/02 Weighted Average	\$1.66	194
One Standard Deviation	\$0.49	
Legal Entities Above	\$2.15	43
Legal Entities Below	\$1.17	32
Remaining Legal Entities		119
Exclude Top 10%		11
Remaining Legal Entities	\$1.74	108
Cost Settlement Adjustment	94.3%	
Adjusted Amount	\$1.64	
2002 Estimated HHAMBI	3.5%	
2003 Estimated HHAMBI	3.4%	
*Estimated FY 2003/04 TBS SMA	\$1.76	

*subject to revisions in the Health Agency Market Basket Index (HHAMBI)