



Rates Update

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CYE 21 Risk Adjustment Timeline

Key Activity	Date
Kick-Off Meeting with MCOs	12/16/2019
MCO Feedback and Survey	12/17/19-1/30/20
Preliminary Risk Scores to MCOs	4/30/2020
Final Risk Scores to MCOs	7/31/2020
Risk Adjusted Rates to CMS	8/3/2020

CYE 21 Cap Rate Development Timeline

Key Activity	Date
MCO Meetings for items to monitor during CYE 20	October/November 2019
MCO Encounter Data Submission for CYE 21 Rate Setting (1 st cycle)	2/7/2020
MCO Encounter Data Submission for CYE 21 Rate Setting (final)	2/21/2020
MCO Identification of Items for Consideration (Email or Meeting)	2/1/20 through 3/9/20
MCO Data Request (MMs, encounters, completion, rebates, etc.)	On or before 3/23/2020
AHCCCS Send Projected Admin, CM, HCBS Mix %, and Trends	On or before 5/29/2020
MCO Feedback to AHCCCS	(2 weeks after sent)
AHCCCS Send Rates to MCOs with Summary of Key Items	On or before 7/9/2020
MCO Feedback to AHCCCS	(1 week after sent)
AHCCCS Submit Actuarial Certifications to CMS and MCOs	Send on 8/3/2020

FQHC/RHC Reimbursement

- Change implemented April 1, 2015 to fully fund in capitation rates
- MCOs required to reimburse at unique Prospective Payment System (PPS) rates for most visits
- After contract period, AHCCCS completes a reconciliation to ensure PPS rate is paid for all reported visits

FQHC/RHC Reconciliation

Period	HP Paid	FQHC Reported Visits*PPS	Recon Variance
FFY 16	\$271.0M	\$298.8M	\$27.8M
FFY 17	\$302.4M	\$343.3M	\$40.9M
FFY 18	\$300.4M	\$349.1M	\$48.7M

- FQHCs reporting more visits than shown in encounters
- AHCCCS working with FQHCs to understand variances
- Variance has increased over past three years

FQHC/RHC Billing & Payment

- Concerned that reconciliation amounts have increased significantly
- Need MCOs to work with FQHC/RHCs to ensure provider credentials are loaded timely and PPS rate is being paid
- AHCCCS will facilitate a workgroup with MCOs and FQHC association, including a refresher on FQHC/RHC billing and payment requirements

Discussion

