Introduction to AHCCCS

Funding
- Federal
- State
- County
- Private
  - Premiums
  - Grants

AHCCCS Administration
- Policy
- Eligibility (Special Populations)
- Contract for Health Care and
  - Rate Setting
- Monitor Care and Financial Viability
- Quality Improvement
- Information Services
- Coordinate Care with Behavioral Health
- Strategic Planning and Program
  - Development

Product Lines
- Acute Care
- Long Term Care
- Healthcare Group

- Acute Health Plans
- LTC Program Contractors
- State Agencies
  - DHS
    - Behavioral Health
  - DES
    - Eligibility
- Fee-For-Service
  - Native Americans
  - Undocumented immigrants and non-qualifying aliens
AHCCCS Enrollment By Plan

May 2004 Total Enrollment = 970,790

- Acute Care 851,705 (88%)
- KidsCare 50,459 (5%)
- ALTCS 38,935 (4%)
- Medicare Cost Sharing 18,014 (2%)
- Health Care Group 11,167 (1%)
- Breast and Cervical Cancer Treatment Program 59 (Less than 1%)
- Ticket to Work 451 (Less than 1%)
Percent of Arizonans on AHCCCS

Projection
AHCCCS Key Strategic Issues

<table>
<thead>
<tr>
<th>Strategic Issue #1</th>
<th>AHCCCS must control medical cost inflation.</th>
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<tr>
<td>Strategic Issue #2</td>
<td>Improve health care quality and access to primary care services and community based health care options to reduce overall cost of health care and promote wellness.</td>
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<td>Strategic Issue #3</td>
<td>Reduce the number of uninsured to minimize the economic and health impact on the community.</td>
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<td>Strategic Issue #4</td>
<td>Reduce fragmentation of health care programs to increase program effectiveness and reduce costs.</td>
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<td>Strategic Issue #5</td>
<td>To meet the challenge of the first four strategic issues, AHCCCS must improve its infrastructure and develop essential core competencies within its workforce.</td>
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Strategic Issue #5

Goal:

- Enhance core competencies, re-engineer AHCCCS infrastructure and processes, and replace outdated communication system and IT system architecture and software to support achievement of strategic plan.

Related Strategy:

- Improve data reporting/decision management, financial control, and patient care information integration by developing a data warehouse and reporting tools.
DW/DSS Objectives

- Acquire a proven, state-of-the art product that can be readily implemented for AHCCCS that...
- has a data architecture and design flexible enough to be easily enhanced and expanded to encompass additional data sources, data volumes, and users in the future that...
- provides timely and flexible access to data for program monitoring, evaluation, and planning.
DW/DSS Primary Goals

- Enhance staff capabilities to administer, plan, and evaluate performance of AHCCCS programs, Contractors, and providers.
- Enhance user-directed data access, reporting, and analysis capabilities at varying levels of user sophistication.
- Augment measurement of costs, utilization, and quality of care findings against relevant norms utilizing normative data models.
- Support AHCCCS actuarial analysis requirements and rate setting activities; encounter and claims analysis; medical care quality studies; utilization review and access to care analysis; fraud and abuse detection, etc.
DW/DSS Proposed Timetable

- **July 29, 2004:** Proposals Due
- **August 31, 2004:** Contract Awarded
- **October 1*, 2004:** Initial Contract Begins
- **June 30, 2005:** Base System Complete
- **Sept. 30, 2006** Initial Contract Ends
- **October 1, 2006** 1st 2-year Extension Begins, if applicable
- **Sept. 30, 2008** 1st 2-year Extension Ends
- **October 1, 2008** 2nd 2-year Extension Begins, if applicable
- **Sept. 30, 2010** 2nd 2-year Extension Ends

* Pending CMS approval
Summary

- The DW/DSS project is an AHCCCS priority.
- It is part of our strategic plan.
- We are dedicated to meeting the schedule.
- We plan to implement a system by July 1, 2005.