ARIZONA
HEALTH CARE COST
CONTAINMENT SYSTEM

THE FINANCE FLASH

October 31, 2025

<u>All Lines of Business (LOBs): Differential Adjusted Payment (DAP) Questions and Answers:</u> Some MCOs had questions during the Technical Assistance session held in August that required internal discussion and research. See the MCO questions in black and AHCCCS' responses in **green** below:

1. The DAP preprints have not been approved yet, how does that impact the enhancement DAP schedules that we will be using? **We do not know if there will be changes to the DAPs as a result of the CMS approval process. Historically, AHCCCS has not had to make any changes to the DAP schedules as part of CMS' approval.**

2. What about the fee schedules? We haven't received those yet. There are certain information pieces that may impact the timing of us getting this ready. **Fee Schedules have not been posted to the AHCCCS website and included in the reference files sent to the Health Plans.**

3. Do we have estimated date when will get the revenue portion of DAP? **Health Plans can calculate the DAP revenue using the information contained in the Actuarial Certifications found here. Health Plans should use the PMPM capitation rates by individual rate cell (risk group, GSA, MCO) DAP PMPMs inclusive of risk adjustment, underwriting gain, and premium tax. Deduct 2% premium tax for reporting of DAP Revenue. PMPMs should be multiplied by CYE26 member months to determine the amount to be included in the DAP Revenue account (40170-01). [Remember, premium tax revenue should be recorded in the Capitation account (40105-01)].**