

	Plan A			
	<u>Scenario 1</u> ⁽³⁾	<u>Scenario 2</u> ⁽⁴⁾		<u>Scenario 3</u> ⁽⁵⁾
Prospective Gross Capitation ⁽¹⁾⁽²⁾	\$ 200,000,000	\$ 200,000,000	\$	200,000,000
1% Withhold	\$ 2,000,000	\$ 2,000,000	\$	2,000,000
Adjustments, if necessary, to Quality Contribution:				
Elimination of measures from APM				
Elimination of Contractor from measure due to insufficient population				
Net Withhold	\$ 2,000,000	\$ 2,000,000	\$	2,000,000
Contractor meets 35% value of total payments criteria for ALTCS/EPD and 35% for DSNP criteria (See ACOM 307)	No	Yes		Yes
QMP Calculation by Quality Management Performance Measures (QMPMs):				
QMPM 1: Plan All-Cause Readmissions (PCR)	\$ -	\$ 1,020,220	\$	166,110
QMPM 2: Ambulatory Care - ED Utilization (AMB): All Ages	\$ -	\$ 917,909	\$	185,530
QMPM 3: Well Child Visits in the First 30 Months of Life (W3015) - Rate 1 - Well-Child Visits in the First 15 months	\$ -	\$ 400,066	\$	457,145
QMPM 4: Child and Adolescent Well Care Visit (WCV): Combined Reporting for Members 12-21 Years of Age (Roll up of the 12-17 and 18-21 Year Age Stratifications)		\$ 443,847	\$	183,091
QMPM 4: Well Child Visits in the Third, Fourth, Fifth and Sixth Years of Life (W34): 3-6 years	\$ -	\$ 185,005	\$	112,454
QMPM 5: Adolescent Well-Child Visits (AWC): 12-21 years	\$ -	\$ 258,942	\$	70,637
QMPM 5: Follow-up After Hospitalization for Mental Illness (FUH) 7 Days	\$ -	\$ 195,779	\$	303,682
QMPM 6: Follow-up After Hospitalization for Mental Illness (FUH) 30 Days	\$ -	\$ 108,144	\$	75,388
Total QMP Calculation by QMPM	\$ -	\$ 3,086,065	\$	1,370,946
	Earned Withhold	\$ 2,000,000	\$	1,370,946
	QMP Incentive	\$ 1,086,065	\$ 0	
Amount Due to/(Due From) Contractor	\$ (2,000,000)	\$ 1,086,065	\$	(629,054)
Premium Tax	\$ (40,816)	\$ 22,165	\$	(12,838)
Total Amount Due To/(Due From) Contractor	\$ (2,040,816)	\$ 1,108,230	\$	(641,892)
QMP Incentive		\$ 1,086,065		
APM Performance Based Payment Incentive ⁽⁶⁾	\$ 10,000	\$ 100,000	\$	50,000
Subtotal	\$ 10,000	\$ 1,186,065	\$	50,000
Premium Tax	\$ 204	\$ 24,205	\$	1,020
Total Incentive Amounts Subject to Federal Limit Test	\$ 10,204	\$ 1,210,270	\$	51,020
Test for Federal limit ⁽⁷⁾	0.01%	0.61%		0.03%

Plan H 0.77364

Plan F 0.62953
Plan E 0.51588

Plan B 0.11093

Plan A 0.03333
Plan D 0.36131
Plan G 0.67766

Notes:

¹⁾ Prospective Gross Capitation is calculated based on paid capitation for the measurement period

²⁾ Prospective gross capitation is capitation prior to the adjustment for Health Insurance Fee payment. It excludes the delivery supplemental payment, KidsCare and State Only Transplants.

³⁾ Scenario 1 illustrates the situation in which the Contractor does not meet the 50% value of total payment criteria (ACOM 307) and their entire contribution is recouped by AHCCCS.

⁴⁾ Scenario 2 illustrates the situation in which the Contractor's QMP Calculation by QMPM exceeds the amount of the withhold and incentive amounts are due to the Contractor.

⁵⁾ Scenario 3 illustrates the situation in which the Contractor's QMP Calculation by QMPM is less than the amount of the withhold and the amounts are recouped from the Contractor by AHCCCS.

⁶⁾ Total of all APM Performance Based Payments Incentive certified by the Contractor attributed to the contract period, and submitted to AHCCCS through ACOM 307, Attachment B.

⁷⁾ Due to Federal requirements, the maximum incentive distribution across all QMPMs made to any Contractor will be limited to 5 percent of annual prospective gross capitation (total payments by AHCCCS for the ACC line of business).

**ACOM Policy 306 Attachment C - Federal Limit Test - ACC
For the Contract Year Ending 09/30/XX
OPEN UNTIL 10/15/20**

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	Plan A			
	<u>Scenario 1</u> ⁽³⁾	<u>Scenario 2</u> ⁽⁴⁾	<u>Scenario 3</u> ⁽⁵⁾	
Prospective Gross Capitation ⁽¹⁾⁽²⁾	\$200,000,000	\$200,000,000	\$200,000,000	
1% Withhold	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	
Adjustments, if necessary, to Quality Contribution:				
Elimination of measures from APM				
Elimination of Contractor from measure due to insufficient population				
Net Withhold	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	
Contractor meets 50% value of total payments criteria (See ACOM 307)	No	Yes	Yes	
QMP Calculation by Quality Management Performance Measures (QMPMs):				
QMPM 1: Plan All-Cause Readmissions (PCR)	\$ -	\$ 1,020,220	\$ 166,110	
QMPM 2: Ambulatory Care - ED Utilization (AMB): All Ages	\$ -	\$ 917,909	\$ 185,530	
QMPM 3: Well Child Visits in the First 15 Months of Life (W15): 15 months (6+ visits)	\$ -	\$ 400,066	\$ 457,145	
QMPM 4: Well Child Visits in the Third, Fourth, Fifth and Sixth Years of Life (W34): 3-6 years	\$ -	\$ 185,005	\$ 112,454	
QMPM 5: Adolescent Well-Child Visits (AWC): 12-21 years	\$ -	\$ 258,942	\$ 70,637	
QMPM 6: Annual Dental Visits (ADC): 2-20 years	\$ -	\$ 195,779	\$ 303,682	
QMPM 7: Follow Up After Hospitalization for Mental Illness (FUH) 7 days: Ages 6-21 & 21+	\$ -	\$ 108,144	\$ 75,388	
Total QMP Calculation by QMPM	\$ -	\$ 3,086,065	\$ 1,370,946	
Earned Withhold		\$ 2,000,000	\$ 1,370,946	Plan H 0.77364
QMP Incentive		\$ 1,086,065	\$ 0	
Amount Due to/(Due From) Contractor	\$ (2,000,000)	\$ 1,086,065	\$ (629,054)	Plan F 0.62953
Premium Tax	\$ (40,816)	\$ 22,165	\$ (12,838)	Plan E 0.51588
Total Amount Due To/(Due From) Contractor	\$ (2,040,816)	\$ 1,108,230	\$ (641,892)	
QMP Incentive		\$ 1,086,065		Plan B 0.11093
APM Performance Based Payment Incentive ⁽⁶⁾	\$ 10,000	\$ 100,000	\$ 50,000	Plan A 0.03333
Subtotal	\$ 10,000	\$ 1,186,065	\$ 50,000	Plan D 0.36131
Premium Tax	\$ 204	\$ 24,205	\$ 1,020	Plan G 0.67766
Total Incentive Amounts Subject to Federal Limit Test	\$ 10,204	\$ 1,210,270	\$ 51,020	
Test for Federal limit ⁽⁷⁾	0.01%	0.61%	0.03%	

Notes:

¹⁾ Prospective Gross Capitation is calculated based on paid capitation member months for the measurement period multiplied by the cap rates in effect for the same time period. Member months will be pulled from the AHCCCS system.

²⁾ Prospective gross capitation is capitation prior to the adjustment for Health Insurance Fee payment. It excludes the delivery supplemental payment, KidsCare and State Only Transplants.

³⁾ Scenario 1 illustrates the situation in which the Contractor does not meet the 50% value of total payment criteria (ACOM 307) and their entire contribution is recouped by AHCCCS.

⁴⁾ Scenario 2 illustrates the situation in which the Contractor's QMP Calculation by QMPM exceeds the amount of the withhold and incentive amounts are due to the Contractor.

⁵⁾ Scenario 3 illustrates the situation in which the Contractor's QMP Calculation by QMPM is less than the amount of the withhold and the amounts are recouped from the Contractor by AHCCCS.

⁶⁾ Total of all APM Performance Based Payments Incentive certified by the Contractor attributed to the contract period, and submitted to AHCCCS through ACOM 307, Attachment B.

⁷⁾ Due to Federal requirements, the maximum incentive distribution across all QMPMs made to any Contractor will be limited to 5 percent of annual prospective gross capitation (total payments by AHCCCS for the ACC line of business).



**ACOM Policy 306 Attachment C -
Federal Limit Test - ALTCS E/PD
For the Contract Year Ending 09/30/XX
OPEN UNTIL 10/15/20**

	Plan A		
	<u>Scenario 1</u> ⁽³⁾	<u>Scenario 2</u> ⁽⁴⁾	<u>Scenario 3</u> ⁽⁵⁾
Prospective Gross Capitation ⁽¹⁾⁽²⁾	\$ 250,000,000	\$ 250,000,000	\$ 250,000,000
1% Withhold	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000
Adjustments, if necessary, to Quality Contribution:			
Elimination of measures from APM			
Elimination of Contractor from measure due to insufficient population			
Net Withhold	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000
Contractor meets 50% value of total payments criteria (See ACOM 307)	No	Yes	Yes
QMP Calculation by Quality Management Performance Measures (QMPMs):			
QMPM 1: Adult Body Mass Index Assessment (ABA-AD)	\$ -	\$ 940,773	\$ 310,845
QMPM 2: Hemoglobin A1c (HbA1c) Poor Control (>9.0%) (HPC-AD)	\$ -	\$ 155,823	\$ 155,823
Total QMP Calculation by QMPM	\$ -	\$ 1,096,596	\$ 2,122,876
Earned Withhold		\$ 2,500,000	\$ 2,122,876
QMP Incentive		\$ 504,033	\$ 0
Amount Due to/(Due From) Contractor	\$ (2,500,000)	\$ 504,033	\$ (377,124)
Premium Tax	\$ (51,020)	\$ 10,286	\$ (7,696)
Total Amount Due To/(Due From) Contractor	\$ (2,551,020)	\$ 514,319	\$ (384,820)
QMP Incentive		\$ 504,033	
APM Performance Based Payment Incentive ⁽⁶⁾	\$ 10,000	\$ 100,000	\$ 50,000
Subtotal	\$ 10,000	\$ 604,033	\$ 50,000
Premium Tax	\$ 204	\$ 12,327	\$ 1,020
Total Incentive Amounts Subject to Federal Limit Test	\$ 10,204	\$ 616,360	\$ 51,020
Test for Federal limit ⁽⁷⁾	0.00%	0.25%	0.02%

Notes:

- ¹⁾ Prospective and Prospective Acute Care Only Gross Capitation is calculated based on paid capitation for the measurement period.
- ²⁾ Prospective gross capitation is capitation prior to the adjustment for the Nursing Facility Enhanced payment and Health Insurance Fee payment. It excludes the Acute Care only payments.
- ³⁾ Scenario 1 illustrates the situation in which the Contractor does not meet the 50% value of total payment for ALTCS/EPD and 50% for DSNP criteria (ACOM 307) and their entire contribution is recouped by AHCCCS.
- ⁴⁾ Scenario 2 illustrates the situation in which the Contractor's QMP Calculation by QMPM exceeds the amount of the withhold and incentive amounts are due to the Contractor.
- ⁵⁾ Scenario 3 illustrates the situation in which the Contractor's QMP Calculation by QMPM is less than the amount of the withhold and the amounts are recouped from the Contractor by AHCCCS.
- ⁶⁾ Total of all APM Performance Based Payments Incentive For ALTCS/EPD certified by the Contractor attributed to the contract period, and submitted to AHCCCS through ACOM ACOM 307 Attachment B.
- ⁷⁾ Due to Federal requirements, the maximum incentive distribution across all QMPMs made to any Contractor will be limited to 5 percent of annual prospective gross capitation (total payments by AHCCCS for the ALTCS/EPD line of business).



**ACOM Policy 306 Attachment C -
ALTCS E/PD
For the Contract Year Ending 09/30/XX
OPEN UNTIL 10/15/20**

	<u>Scenario 1</u> ⁽³⁾	<u>Scenario 2</u> ⁽⁴⁾	<u>Scenario 3</u> ⁽⁵⁾
Prospective Gross Capitation ⁽¹⁾⁽²⁾	\$ 250,000,000	\$ 250,000,000	\$ 250,000,000
1% Withhold	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000
Adjustments, if necessary, to Quality Contribution:			
Elimination of measures from APM			
Elimination of Contractor from measure due to insufficient population			
Net Withhold	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000
Contractor meets 35% value of total payments criteria for ALTCS/EPD and 35% for DSNP criteria (See ACOM 307)	No	Yes	Yes
QMP Calculation by Quality Management Performance Measures (QMPMs):			
QMPM 1: Plan All-Cause Readmissions (PCR)	\$ -	\$ 940,773	\$ 310,845
QMPM 2: Ambulatory Care - ED Utilization (AMB): All Ages	\$ -	\$ 155,823	\$ 155,823
QMPM 3: Annual Monitoring for Patients on Persistent Medications (MPM): Combo Rate	\$ -	\$ 866,667	\$ 280,000
QMPM 4: Diabetes Short-Term Complications Admission Rate (PQI 01)	\$ -	\$ 886,800	\$ 267,120
QMPM 5: Heart Failure Admission Rate (PQI 08)	\$ -	\$ 153,970	\$ 1,109,088
Total QMP Calculation by QMPM	\$ -	\$ 3,004,033	\$ 2,122,876
Earned Withhold		\$ 2,500,000	\$ 2,122,876
QMP Incentive		\$ 504,033	\$ 0
Amount Due to/(Due From) Contractor	\$ (2,500,000)	\$ 504,033	\$ (377,124)
Premium Tax	\$ (51,020)	\$ 10,286	\$ (7,696)
Total Amount Due To/(Due From) Contractor	\$ (2,551,020)	\$ 514,319	\$ (384,820)
QMP Incentive		\$ 504,033	
APM Performance Based Payment Incentive ⁽⁶⁾	\$ 10,000	\$ 100,000	\$ 50,000
Subtotal	\$ 10,000	\$ 604,033	\$ 50,000
Premium Tax	\$ 204	\$ 12,327	\$ 1,020
Total Incentive Amounts Subject to Federal Limit Test	\$ 10,204	\$ 616,360	\$ 51,020
Test for Federal limit ⁽⁷⁾	0.00%	0.25%	0.02%

Notes:

- ¹⁾ Prospective Gross Capitation is calculated based on paid capitation member months for the measurement period multiplied by the cap rates in effect for the same time period. Member months will be pulled from the AHCCCS system.
- ²⁾ Prospective gross capitation is capitation prior to the adjustment for the Nursing Facility Enhanced payment and Health Insurance Fee payment. It excludes the Acute Care only payments.
- ³⁾ Scenario 1 illustrates the situation in which the Contractor does not meet the 50% value of total payment for ALTCS E/PD and 50% for DSNP criteria (ACOM 307) and their entire contribution is recouped by AHCCCS.
- ⁴⁾ Scenario 2 illustrates the situation in which the Contractor's QMP Calculation by QMPM exceeds the amount of the withhold and incentive amounts are due to the Contractor.
- ⁵⁾ Scenario 3 illustrates the situation in which the Contractor's QMP Calculation by QMPM is less than the amount of the withhold and the amounts are recouped from the Contractor by AHCCCS.
- ⁶⁾ Total of all APM Performance Based Payments Incentive For ALTCS E/PD certified by the Contractor attributed to the contract period, and submitted to AHCCCS through ACOM ACOM 307 Attachment B.
- ⁷⁾ Due to Federal requirements, the maximum incentive distribution across all QMPMs made to any Contractor will be limited to 5 percent of annual prospective gross capitation (total payments by AHCCCS for the ALTCS E/PD line of business).