

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM



March 31, 2025

DBF HC Finance Team Updates

Stipulated Area of Audit Focus: Pursuant to Section 4.17 of the Financial Reporting Guides for ALTCS, ACC and ACC-RBHA, *“For each contract year, AHCCCS will stipulate one area of financial reporting that must be audited regarding the MCO’s adherence to the guidelines addressed.....which will be communicated via the Finance Flash.”*

For CYE 25, the Sub-Capitated/Block Expenses Report section of the AHCCCS Financial Reporting Guide is the stipulated area of audit focus regarding the MCO’s adherence to the guidelines addressed in the ACC, ALTCS E/PD and ACC-RBHA Financial Reporting Guides. For MCOs with a fiscal year end of 9/30 or 12/31, the Independent Auditor’s Attestation - CYE25 Stipulated Area of Audit Focus (Audit Focus Attestation) will be submitted with their FY25 audit; and, for MCOs with a fiscal year end of 6/30, the Audit Focus Attestation will be submitted with their FY26 audit.

The Independent Auditor’s Attestation – CYE25 Stipulated Area of Audit Focus (Appendix L) was posted to the AHCCCS website.

For more information, please contact your Financial Consultant.

ACC and ACC-RBHA, and ALTCS E/PD FRGs (Section 5.04 and Section 5.05, respectively) and Financial Reporting Templates (FRT), Administrative Cost Percentage: The definition and calculation of the Administrative Cost Percentage was expanded to include State Directed Payments Revenue (account #40165-01) and Differential Adjusted Payments Revenue (account #40170-01).

Updated FRTs and FRGs reflecting this change were posted to the AHCCCS website.