

### 330 - ACCESS TO PROFESSIONAL SERVICES INITIATIVE

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#### I. PURPOSE

This Policy applies to ACC, ACC-RBHA, ALTCS E/PD, DCS CHP (CHP), and DES DDD (DDD) Contractors. The Contractor is responsible for adhering to all requirements as specified in Contract, Policy, 42 CFR Part 457, and 42 CFR Part 438.6(c). This Policy establishes requirements for the Contractor regarding the Access to Professional Services Initiative (APSI).

#### II. DEFINITIONS

Refer to the [AHCCCS- ACOM and AMPM Contract and Policy Dictionary](#)<sup>1</sup> for common terms found in this Policy.

For purposes of this Policy, the following terms are defined as:

**ACCESS TO PROFESSIONAL SERVICES INITIATIVE (APSI) ELIGIBLE ENCOUNTERS**

Fully adjudicated and approved Prospective and Prior Period Coverage (PPC) professional and dental expenses incurred by the Contractor that are subject to the rate increase for services performed by Qualified Practitioners. APSI Eligible Encounters exclude the following:

1. Sub capitated/block purchase expenses.
2. Encounters where AHCCCS is not the primary payer.
3. Encounters billed for Long-Acting Reversible Contraceptives (LARC) billed on a 1500 by the hospital using CPT codes listed in the Fee-For-Service (FFS) Provider Billing Manual, Chapter 11 Addendum under Long-Acting Reversible Contraceptives (LARC).
4. Encounters for payments made by the Contractor to Federally Qualified Health Centers (FQHCs) and Rural Health Clinics (RHCs).

<sup>1</sup> Revised to update title and link.

**AFFILIATION AGREEMENT**

1. The practitioner is employed by an organization owned by the designated hospital.
2. The practitioner is employed by an organization that is owned by an organization that also owns the designated hospital, and the practitioner is practicing at one of the designated hospitals.
3. There is a contract between a practitioner (or the practitioner's employer) and
  - a. The designated hospital,
  - b. An organization owned by the designated hospital, or
  - c. An organization that is owned by an organization that also owns the designated hospital, that requires the practitioner to provide services exclusively to the designated hospital or the organization that the practitioner (or practitioner's employer) has a contract with, and the practitioner is practicing at one of the designated hospitals.
4. There is a contract between the practitioner (or the practitioner's employer) and a hospital whose employed physicians and physicians contracted exclusively at a designated hospital makes up less than 25% of its credentialed medical staff.

**DESIGNATED HOSPITAL**

1. A hospital facility with an Accreditation Council for Graduate Medical Education (ACGME)-accredited teaching program and which is operated pursuant to the authority in ARS Title 48, Chapter 31.
2. A hospital facility with an Academic Medical Center (AMC) including but not limited to: A facility that includes a health professional school with an affiliated teaching hospital.
3. AHCCCS inpatient discharge utilization volume greater than or equal to 20% as reported in the Hospital Medicare Cost Report and/or Uniform Accounting Report for calendar year 2022.
4. Another Designated Teaching Hospital including but not limited to:
  - a. An ACGME-accredited teaching program with a state university, and
  - b. AHCCCS inpatient discharge utilization volume greater than or equal to 20% as calculated by the Arizona Department of Health Services (ADHS) for calendar year 2022.
5. A freestanding children's hospital or a pediatric unit of a general acute care hospital with greater than 100 licensed pediatric beds, excluding nursery beds.

**PREMIUM TAX**

The tax imposed pursuant to ARS 36-2905 and 36-2944.01 for all payments made to Contractors for the Contract year.

**QUALIFIED PRACTITIONERS**

The Providers who have a contract with the Contractor, are employed by or have an Affiliation Agreement with one of the Designated Hospitals, and who bill for services under the Tax Identification Numbers (TINs) of the Designated Hospital or an organization that is party to an Affiliation Agreement with a Designated Hospital, and include the following practitioners eligible under ARS 36-2903.01 (G)(9):

1. Physicians, including Doctor of Medicine and Doctor of Osteopathic Medicine (Provider Types 08 and 31).
2. Certified Registered Nurse Anesthetists (Provider Type 12).
3. Certified Registered Nurse Practitioners (Provider Type 19).
4. Physician Assistants (Provider Type 18).
5. Certified Nurse Midwives (Provider Type 09).
6. Clinical Social Workers (Provider Type 85).
7. Clinical Psychologists (Provider Type 11).
8. Dentists (Provider Type 07).
9. Optometrists (Provider Type 69).
10. Other Providers that bill under Form Type A (Form 1500) and D (Dental).

**III. POLICY**

The APSI is a program to preserve and promote access to medical services through a uniform percentage rate increase to the Contractor's rates paid to Qualified Practitioners for professional services provided by Qualified Practitioners.

Subject to APSI Eligible Encounters, AHCCCS provides enhanced support to Qualified Practitioners who deliver services to AHCCCS members in Designated Hospitals and who are critical to professional training and education efforts.

**A. GENERAL**

The amount due from, or due to, the Contractor as a result of this payment methodology is determined on an annual basis and is based on an increase of an annually designated percentage over the contracted rates between the Contractor and Qualified Practitioners that will not result in provider payments that will exceed the Average Commercial Rate (ACR).

**B. CONTRACTOR RESPONSIBILITIES**

1. AHCCCS makes quarterly lump sum directed payments to the Contractor as specified in the section on AHCCCS Responsibilities. The Contractor shall pay Designated Hospitals within ~~15~~ 20<sup>2</sup> business days from receipt of funds from AHCCCS, less Premium Tax, as directed by AHCCCS.
2. The rate increase is intended to supplement, not supplant, payments to Qualified Practitioners.
3. The Submitted APSI Eligible Encounters shall indicate if the encounter is eligible to have APSI applied. Technical guidance has and will continue to be provided on how to transmit this information. The Contractor will no longer directly reimburse the APSI increase on a per claim basis, but by making payments as directed by AHCCCS.
4. It is the responsibility of the Contractor to have any identified encounter data issues from Designated Hospitals corrected and fully adjudicated no later than eight months from the end of the Contract year.
5. If the Contractor performs recoupments/refunds/recoveries on any APSI claims, the related encounters shall be adjusted (voided or void/replaced) as specified in ACOM Policy 412. If the Contractor does not submit the revised encounters within the required timeframe, AHCCCS may recoup the estimated impact on the final payment and reserves the right to impose administrative actions on the Contractor.

AHCCCS reserves the right to adjust any previously issued APSI final payments for the impact of the revised encounters and recoup any amounts due to AHCCCS.

**C. AHCCCS RESPONSIBILITIES**

1. AHCCCS will communicate the Tax Identification Numbers (TINs) to the Contractor prior to the beginning of the Contract year.
2. AHCCCS will estimate the total dollar amount to be paid to Designated Hospitals by TIN prior to the beginning of the Contract year, based on adjudicated and approved encounters from a prior period.
3. The final payment will be calculated with APSI Eligible Encounters for the Contract year being reconciled, less the estimated payments that were made during the Contract year. Data for the final payment will be extracted no sooner than eight months following the end of the Contract year (e.g., for Contract Year Ending [CYE] 25 AHCCCS will extract APSI Eligible Encounters no sooner than the second encounter cycle in May 2026, calculate the percentage increase, and subtract the estimated payments that were previously made).

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<sup>2</sup> Revised to ensure all policies align with the contracts to have the same payment timeline for the Managed Care Organizations (MCOs) to pay the providers.

4. The final payment will be made to the Contractor no sooner than 10 months following the end of the Contract year. This will allow for completion of the claims lag and encounter reporting. AHCCCS will provide the Contractor the data used for the final payment and provide a set time period for review and comment by the Contractor. Upon completion of the review period, AHCCCS will evaluate Contractor comments and make any adjustments to the data or final payment as warranted.
5. When making payments to the Contractor, AHCCCS will provide a list by TIN reflecting how payments shall be made to Designated Hospitals.
6. AHCCCS will make payments to the Contractor once all funds are received via Intergovernmental Transfers (IGTs).
7. All payments made to the Contractor will include Premium Tax.
- 7.8. AHCCCS will coordinate the collection of data and information from APSI Designated Hospitals related to the initiative's quality measures for federal reporting. APSI Designated Hospitals are required to submit quality measure data and information requested by the deadline determined by AHCCCS. Per the CMCS Informational Bulletin dated September 10, 2025, Quality measure performance results for APSI Designated Hospitals will be evaluated by AHCCCS to determine adherence with federal performance standards and expectations.<sup>3</sup>

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<sup>3</sup> Language added to refer to quality measure data reporting requirements.