

June 28, 2017

The Honorable J. D. Mesnard
Arizona House of Representatives
1700 West Washington
Phoenix, Arizona 85007

Dear Speaker Mesnard:

A.R.S. § 36-2903.08 includes the following requirement:

On or before August 1, 2014, and annually thereafter, the Arizona Health Care Cost Containment System (AHCCCS) Administration shall report to the Speaker of the House of Representatives, the President of the Senate and the directors of the Joint Legislative Budget Committee and the Governor's Office of Strategic Planning and Budgeting the following:

1. The amount each hospital contributed for the hospital assessment authorized pursuant to section 36-2901.08 in the previous fiscal year.
2. The amount of estimated payments each hospital received from the coverage funded by the assessment.

AHCCCS submitted the August 2016 Report with the information requested in the first requirement, but based on the timing of the deliverable the data contained in the second requirement was not available. As explained in our August Report, health care providers typically take some time to submit health care claims to payers (e.g., AHCCCS contracted health plans). Payers must then review and pay the claims. Upon payment, paid claims are sent to AHCCCS by the health plans. Thus, it can take 3-6 months before the paid claims data appears in AHCCCS' database, with the average lag closer to 6 months. AHCCCS stated in the Report that we intended to provide the data by January 31, 2017.

Please find enclosed the amount each hospital contributed for the hospital assessment in State Fiscal Year (SFY) 2016 as well as the estimated amount each hospital received from the coverage funded by the assessment.

Please contact Amy Upston, Hospital Finance Administrator, at (602) 417-4146 or via email at Amy.Upston@azahcccs.gov if you need additional information.

Sincerely,



Thomas J. Betlach
Director

cc: The Honorable Steve Yarbrough, Arizona State Senate
Christina Corieri, Senior Policy Advisor, Arizona Governor's Office
Richard Stavneak, Director, Joint Legislative Budget Committee
Gretchen Martinez, Senior Policy Advisor, Arizona Governor's Office
Bret Cloninger, Assistant Director, Governor's Office of Strategic Planning and Budgeting

Payments Associated with the Hospital Assessment
SFY 2016 (July 2015 - June 2016)
Childless Adults + Adult Expansion + Prop 204 Parents *

Hospital Name	Hospital Assessment	Total Coverage Payments	Difference
ABRAZO ARROWHEAD CAMPUS	\$ 5,251,584	\$ 10,619,024	\$ 5,367,440
ABRAZO CENTRAL CAMPUS	\$ 4,728,256	\$ 20,981,177	\$ 16,252,921
ABRAZO MARYVALE CAMPUS	\$ 2,424,864	\$ 8,466,647	\$ 6,041,783
ABRAZO SCOTTSDALE CAMPUS	\$ 2,984,800	\$ 6,912,939	\$ 3,928,139
ABRAZO WEST CAMPUS	\$ 4,428,736	\$ 17,850,826	\$ 13,422,090
ACUITY SPLTY HOSP MESA **	\$ 11,206	\$ -	\$ (11,206)
ACUITY SPLTY HOSP SUN CTY **	\$ 6,058	\$ -	\$ (6,058)
ARIZONA GENERAL HOSPITAL	\$ 197,683	\$ 2,491,048	\$ 2,293,364
ARIZONA SPINE AND JOINT	\$ -	\$ 42,530	\$ 42,530
AURORA BEHAVIORAL HEALTH	\$ 402,896	\$ 8,954,446	\$ 8,551,550
AURORA BEHAVIORAL HEALTHC	\$ -	\$ 4,416,304	\$ 4,416,304
AZ ORTHOPEDIC SURGICAL HO	\$ -	\$ 798,906	\$ 798,906
AZ STATE HOSPITAL	\$ -	\$ 154,041	\$ 154,041
BANNER BAYWOOD MEDICAL CN	\$ 8,513,024	\$ 13,792,761	\$ 5,279,737
BANNER BEHAVIORIAL HEALTH	\$ 424,632	\$ 4,830,479	\$ 4,405,847
BANNER BOSWELL MED CTR	\$ 9,180,704	\$ 10,434,204	\$ 1,253,500
BANNER CASA GRANDE	\$ 3,735,056	\$ 9,897,989	\$ 6,162,933
BANNER DEL E WEBB MED CTR	\$ 7,753,408	\$ 12,057,484	\$ 4,304,076
BANNER DESERT MEDICAL CEN	\$ 10,163,653	\$ 38,691,620	\$ 28,527,967
BANNER ESTRELLA MEDICAL	\$ 7,819,136	\$ 21,405,339	\$ 13,586,203
BANNER GATEWAY MEDICAL CT	\$ 5,680,064	\$ 10,750,656	\$ 5,070,592
BANNER GOLDFIELD MED CNTR	\$ 589,472	\$ 2,052,371	\$ 1,462,899
BANNER HEART HOSPITAL	\$ -	\$ 2,504,582	\$ 2,504,582
BANNER IRONWOOD MEDICAL	\$ 1,009,216	\$ 3,533,234	\$ 2,524,018
BANNER PAYSON MEDICAL CNT	\$ 1,015,872	\$ 2,758,473	\$ 1,742,601
BANNER THUNDERBIRD MEDICA	\$ 11,067,473	\$ 32,584,352	\$ 21,516,879
BANNER UNIVERSITY MED CNT	\$ 8,804,761	\$ 18,326,366	\$ 9,521,606
BANNER UNIVERSITY SOUTH	\$ 2,348,840	\$ 16,616,899	\$ 14,268,059
BANNER-UMC PHOENIX CAMPUS	\$ 12,410,207	\$ 55,476,918	\$ 43,066,711
BENSON HOSPITAL	\$ 130,624	\$ 1,023,498	\$ 892,874
CANYON VISTA MEDICAL CNTR	\$ 2,352,896	\$ 5,040,315	\$ 2,687,419
CARONDELET ST JOSEPHS-TUC	\$ 7,766,928	\$ 11,516,788	\$ 3,749,860
CARONDELET ST MARYS HOSP	\$ 5,621,720	\$ 16,929,503	\$ 11,307,783
CHANDLER REGIONAL MED.CTR	\$ 7,375,264	\$ 24,755,612	\$ 17,380,348
CHANGEPOINT PSYCHIATRIC	\$ -	\$ 1,105,033	\$ 1,105,033
COBALT REHAB HOSPITAL	\$ -	\$ 12,886	\$ 12,886
COBRE VALLEY COMM HOSP	\$ 712,608	\$ 3,278,941	\$ 2,566,333
COPPER QUEEN HOSPITAL	\$ 170,560	\$ 1,796,407	\$ 1,625,847
COPPER SPRINGS	\$ -	\$ 7,771	\$ 7,771
CORNERSTONE HOSP SE AZ	\$ 24,648	\$ 66,874	\$ 42,226
DEER VALLEY MEDICAL CTR.	\$ 5,089,760	\$ 14,773,937	\$ 9,684,177
FLAGSTAFF MEDICAL CENTER	\$ 5,461,664	\$ 24,140,239	\$ 18,678,575
FLORENCE HOSPITAL ANTHEM	\$ 293,119	\$ 2,216,131	\$ 1,923,012
FORT DEFIANCE IND. HOSP.	\$ -	\$ 11,379,153	\$ 11,379,153

Hospital Name	Hospital Assessment	Total Coverage Payments	Difference
GILBERT HOSPITAL, L.L.C.	\$ 729,109	\$ 2,183,553	\$ 1,454,444
GREEN VALLEY HOSPITAL	\$ -	\$ 713,110	\$ 713,110
HAVASU REG MED CENTER LLC	\$ 2,444,832	\$ 9,930,045	\$ 7,485,213
HAVEN SENIOR HORIZONS	\$ -	\$ 263,761	\$ 263,761
HEALTHSOUTH E.VALLEY REHA	\$ -	\$ 538,820	\$ 538,820
HEALTHSOUTH REHAB INST.	\$ -	\$ 649,655	\$ 649,655
HEALTHSOUTH SCOTTSDALE RE	\$ -	\$ 286,489	\$ 286,489
HEALTHSOUTH VALLEY OF SUN	\$ -	\$ 975,815	\$ 975,815
HLTHSOUTH REHAB.HOSP.OF.S	\$ -	\$ 741,302	\$ 741,302
HOLY CROSS HOSPITAL	\$ 586,144	\$ 2,656,013	\$ 2,069,869
HONORHEALTH REHAB HOSP	\$ -	\$ 51,231	\$ 51,231
HU HU KAM MEMORIAL HOSP	\$ -	\$ 20,082,510	\$ 20,082,510
IHS CHINLE HOSPITAL	\$ -	\$ 13,096,801	\$ 13,096,801
IHS KEAMS CANYON	\$ -	\$ 3,651,070	\$ 3,651,070
IHS PARKER	\$ -	\$ 5,097,145	\$ 5,097,145
IHS PHOENIX INDIAN MED CT	\$ -	\$ 27,125,538	\$ 27,125,538
IHS SAN CARLOS	\$ -	\$ 113,357	\$ 113,357
IHS WHITERIVER	\$ -	\$ 14,302,436	\$ 14,302,436
JOHN C LINCOLN MEDICAL CT	\$ 6,779,968	\$ 33,435,132	\$ 26,655,164
KINDRED HOSPITAL-PHOENIX	\$ 73,736	\$ 791,083	\$ 717,347
KINDRED HOSPITAL-TUCSON	\$ 41,704	\$ 703,136	\$ 661,432
KINGMAN REGIONAL MED CTR	\$ 3,273,088	\$ 15,222,183	\$ 11,949,095
LA PAZ REGIONAL HOSPITAL	\$ 350,688	\$ 1,610,405	\$ 1,259,717
LITTLE COLORADO MED CTR	\$ 562,848	\$ 2,506,732	\$ 1,943,884
MARICOPA MEDICAL CENTER	\$ 7,128,740	\$ 64,472,929	\$ 57,344,189
MAYO CLINIC HOSPITAL	\$ -	\$ 6,320,869	\$ 6,320,869
MERCY GILBERT MED CENTER	\$ 6,092,320	\$ 9,080,850	\$ 2,988,530
MOUNTAIN VALLEY REG REHAB	\$ -	\$ 860,474	\$ 860,474
MOUNTAIN VISTA MED CTR	\$ 4,224,896	\$ 15,558,328	\$ 11,333,432
MT. GRAHAM REG. MED. CTR.	\$ 871,520	\$ 2,909,157	\$ 2,037,637
NORTHERN COCHISE HOSPITAL	\$ 206,336	\$ 633,827	\$ 427,491
NORTHWEST MEDICAL CENTER	\$ 7,728,448	\$ 13,895,609	\$ 6,167,161
O.A.S.I.S HOSPITAL	\$ -	\$ 406,080	\$ 406,080
OASIS BEHAVIORAL HLTH HSP	\$ -	\$ 5,114,947	\$ 5,114,947
ORO VALLEY HOSPITAL	\$ 1,937,312	\$ 3,433,711	\$ 1,496,399
PAGE HOSPITAL	\$ 218,400	\$ 1,608,367	\$ 1,389,967
PALO VERDE BEHAVIORAL HLT	\$ -	\$ 3,784,047	\$ 3,784,047
PHOENIX CHILDREN'S HOSP	\$ -	\$ 10,136,415	\$ 10,136,415
PROMISE HOSPITAL OF PHX	\$ 22,048	\$ 663,863	\$ 641,815
QUAIL RUN BEHAVIORAL HLTH	\$ -	\$ 3,599,931	\$ 3,599,931
SAGE MEMORIAL HOSPITAL	\$ -	\$ 4,031,740	\$ 4,031,740
SAN CARLOS APACHE HLTHCR	\$ -	\$ 5,213,014	\$ 5,213,014
SCOTTSDALE HLTHCARE-OSBN	\$ 6,707,168	\$ 19,321,802	\$ 12,614,634
SCOTTSDALE HLTHCARE-SHEA	\$ 8,008,683	\$ 8,511,855	\$ 503,173
SCOTTSDALE HLTHCARE-THOMP	\$ 1,582,880	\$ 2,362,592	\$ 779,712
SELECT SPECIALTY HOSP-PHX	\$ 47,840	\$ 1,512,154	\$ 1,464,314
SELECT SPECIALTY-PHX D, T	\$ 58,760	\$ 1,392,292	\$ 1,333,532
SELLS INDIAN HOSPITAL	\$ -	\$ 5,944,700	\$ 5,944,700
SONORA BEHAVIORAL HEALTH	\$ 275,496	\$ 3,883,433	\$ 3,607,937

Hospital Name	Hospital Assessment	Total Coverage Payments	Difference
SOUTHEAST AZ MED CENTER	\$ -	\$ 55,209	\$ 55,209
ST JOSEPH'S HOSPITAL-PHX	\$ 12,297,421	\$ 54,238,659	\$ 41,941,239
ST LUKE'S BEHAVIORIAL HOSP	\$ 590,928	\$ 10,202,415	\$ 9,611,487
SUMMIT HEALTHCARE REG.MED	\$ 1,544,192	\$ 7,964,116	\$ 6,419,924
TEMPE ST. LUKE'S HOSPITAL	\$ 3,673,072	\$ 19,912,796	\$ 16,239,724
THE GUIDANCE CTR- VICKE	\$ -	\$ 372,080	\$ 372,080
THE SURGICAL HOSP OF PHX	\$ -	\$ 72,509	\$ 72,509
TMC GEROPSYCHIATRIC CNTR	\$ -	\$ 6,573	\$ 6,573
TUBA CITY REGIONAL HEALTH	\$ -	\$ 27,369,037	\$ 27,369,037
TUCSON MEDICAL CENTER	\$ 10,853,926	\$ 27,513,183	\$ 16,659,257
VALLEY HOSPITAL	\$ -	\$ 10,402,876	\$ 10,402,876
VALLEY VIEW MEDICAL CENT	\$ 1,121,120	\$ 4,034,762	\$ 2,913,642
VERDE VALLEY MEDICAL CTR.	\$ 1,834,768	\$ 7,391,836	\$ 5,557,068
WESTERN AZ REG MED CTR	\$ 2,664,064	\$ 8,312,855	\$ 5,648,791
WHITE MNTN REG MED CNTR	\$ 152,256	\$ 478,990	\$ 326,734
WICKENBURG COMMUNITY HOSP	\$ 178,464	\$ 675,410	\$ 496,946
WINDHAVEN PSYCHIATRIC HOS	\$ -	\$ 1,237,083	\$ 1,237,083
YAVAPAI REG MED CENTER	\$ 2,911,168	\$ 6,957,829	\$ 4,046,661
YRMC EAST	\$ 1,617,840	\$ 5,427,590	\$ 3,809,750
YUMA REGIONAL MED CENTER	\$ 4,861,385	\$ 25,323,363	\$ 20,461,978
YUMA REHABILITATION HOSPI	\$ -	\$ 165,843	\$ 165,843
TOTAL	\$ 250,204,956	\$ 1,024,940,024	\$ 774,735,068

* Includes 36.2% of AHCCCS payments to hospitals for the Prop 204 Parents population since the assessment pays for approximately 36.2% of the state match for this population.

** The two Acuity hospitals closed in September 2015.