

ARIZONA

HEALTH CARE COST CONTAINMENT SYSTEM

THE FINANCE FLASH

December 10, 2025

ACC, ACC-RBHA, and ALTCS Lines of Business (LOBs) Contract Year (CYE) 26 Financial Reporting Guide

(FRG) 1.02 Effective Dates and Reporting Time Frames: AHCCCS has cancelled the following requirement in the FRG, “AHCCCS must approve the draft audit report prior to finalization by the auditor and subsequent inclusion of the MCO’s AHCCCS financial results in the issuance of the MCO’s parent or sponsoring organizations final consolidated financial statements.” As announced in the CYE 26 FRG Workshop, the requirement to have the draft audit approved by AHCCCS prior to issuing the final audit, still stands for CYE 25 audit submissions. It was never AHCCCS’ intent to cancel AHCCCS’ approval of the draft audit report prior to submission of the final audit report. The following has been added to the FRG and is effective CYE 25, “The Contractor's draft audit report must be approved by AHCCCS prior to issuing the final audit report.”

ACC, ACC-RBHA, and ALTCS LOB’s CYE26 2.00 Financial Reporting Requirements: There is a change that appeared in the CYE 26 Financial Reporting Guide which requires all LOB’s to submit the Annual IBNR Certification and Related Party Transactions deliverables with the draft audit instead of the final audit moving forward. As announced in the CYE 26 FRG Workshop, this requirement is also effective for all CYE 25 draft audits,