| SOLICITATION AMENDMENT #6 |  |                                     |
|---------------------------|--|-------------------------------------|
| YH18-0001                 | Solicitation Due Date:                   | Chief Procurement Officer:          |
| ALTCS E/PD RFP            | January 23, 2017<br>3:00 pm Arizona Time | Meggan Harley Email:                |
|                           |  | EPDYH18_QuestionstoRFP@azahcccs.gov |

A signed copy of this amendment must be submitted with your solicitation response.

This Solicitation is amended as follows:

## Section D: Program Requirements, Paragraph 80 - Value- Based Purchasing

Value-Based Purchasing Initiative: The purpose of the VBP initiative is to encourage Contractor activity in the area of quality improvement by aligning the incentives of the Contractor and provider through VBP strategies, as delineated by ACOM Policy 318 CYE 16 and CYE 17 and as specified in Attachment F3, Contractor Chart of Deliverables. Quality distributions to Contractors will be funded by assessing 1 percent of Prospective Gross Capitation (Quality Contribution) exclusive of Acute Care Only payments. One hundred percent (100%) of the Quality Contribution will be distributed to one or more Contractors according to the Contractors' performance on selected Quality Management Performance Measures relative to minimum performance standards established by CQM and the Contractors' ranking on QMPMs. Quality contributions and quality distributions will be settled through a reconciliation performed annually on a Contract Year basis. It is the intent of AHCCCS to require that the Contractor move to the Health Care Payment Learning and Action Network (LAN) Alternative Payment Model Framework with a focus on Categories 2, 3 and 4 effective October 1, 2017. Additionally, AHCCCS intends to update ACOM Policy 318 CYE 16 and CYE 17 requirements regarding the percentage of payments that must be governed by VBP strategies. That language shall require that both the ALTCS E/PD Contract, and the MA-DSNP Contract for ALTCS E/PD Duals, each reach 35% and 50% of total payments governed by VBP strategies for CYE 18 and CYE 19 respectively. Inclusion of payments for Room and Board for members residing in Nursing Facilities (which are included in per diem payments and not separately identifiable) are permissible when computing the percentage of total payments that are governed by VBP strategies.

| OFFEROR HEREBY ACKNOWLEDGES RECEIPT AND UNDERSTANDING OF THIS SOLICITATION AMENDMENT. | THIS SOLICITATION AMENDMENT IS HEREBY EXECUTED ON THIS DAY, IN PHOENIX, AZ. |
|---|---|
| SIGNATURE OF AUTHORIZED INDIVIDUAL:   | SIGNATURE:  |
|   | SIGNATURE ON FILE   |
| TYPED NAME:   | TYPED NAME:   |
|   | Meggan Harley, CPPO, MSW  |
| TITLE:  | TITLE:  |
|   | Chief Procurement Officer   |
| DATE:   | DATE:   |
|   | 01-17-2017  |