

December 19, 2023

Blake Holt  
Division of Medicaid and Children's Health Operations  
U.S. Department of Health & Human Services  
Centers for Medicare & Medicaid Services  
90 Seventh Street, Suite 5-300 (5W)  
San Francisco, CA 94103-6707

**RE: Arizona SPA # 23-0025, Other Provider Rates**

Dear Mr. Holt:

Enclosed is State Plan Amendment (SPA) # 23-0025, Other Provider Rates. This SPA updates the state plan Other Provider rates, with an effective date of October 1, 2023.

Tribal Consultation and Public Notice Requirements for this SPA have been fulfilled and the corresponding documentation is provided below:

Tribal Consultation (August 29, 2023):

[https://www.azahcccs.gov/AmericanIndians/Downloads/Consultations/Meetings/2023/08292023QuarterlyTC\\_Presentation.pdf](https://www.azahcccs.gov/AmericanIndians/Downloads/Consultations/Meetings/2023/08292023QuarterlyTC_Presentation.pdf)

Public Notice:

[https://www.azahcccs.gov/AHCCCS/Downloads/PublicNotices/rates/Final\\_Public\\_Notice\\_Rate\\_Changes\\_20231001.pdf](https://www.azahcccs.gov/AHCCCS/Downloads/PublicNotices/rates/Final_Public_Notice_Rate_Changes_20231001.pdf)

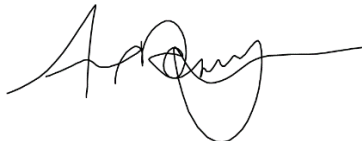
The Fiscal Impact of this SPA has been calculated as:

- FFY 2024: \$4,168,500
- FFY 2025: \$4,089,200

To arrive at this calculation, Arizona took actual FFY 2022 utilization and applied the implemented rate changes from FFY 2023 and the proposed FFY 2024 rate changes to calculate the total anticipated expenditures for FFY 2024 and FFY 2025. Arizona assumed an FMAP of 72.53% for FFY 2024 and an FMAP of 71.15% for FFY 2025. As a result, the federal component is slightly different between the two years. The amounts are for FFS only and are the FFP portion only.

If there are any questions about the enclosed SPA, please contact Maxwell Seifer at [maxwell.seifer@azahcccs.gov](mailto:maxwell.seifer@azahcccs.gov) or 602-417-4722.

Sincerely,



Alex Demyan  
Assistant Director  
Arizona Health Care Cost Containment System (AHCCCS)

**TRANSMITTAL AND NOTICE OF APPROVAL OF  
STATE PLAN MATERIAL  
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES**

1. TRANSMITTAL NUMBER <u>23</u> — <u>0025</u>	2. STATE <u>AZ</u>
3. PROGRAM IDENTIFICATION: TITLE <u>19</u> OF THE SOCIAL SECURITY ACT	

TO: CENTER DIRECTOR  
CENTERS FOR MEDICAID & CHIP SERVICES  
DEPARTMENT OF HEALTH AND HUMAN SERVICES

4. PROPOSED EFFECTIVE DATE  
**October 1, 2023**

5. FEDERAL STATUTE/REGULATION CITATION  
42 CFR Part 447

6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars)  
a. FFY 24 \$ 4,168,500  
b. FFY: 25 \$ 4,089,200

7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT  
  
Attachment 4.19-B: page 5c

8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable)  
  
Attachment 4.19-B: page 5c

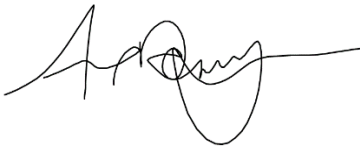
9. SUBJECT OF AMENDMENT  
Updates the state plan Other Provider Rates, effective October 1, 2023.

10. GOVERNOR'S REVIEW (Check One)

GOVERNOR'S OFFICE REPORTED NO COMMENT  
 COMMENTS OF GOVERNOR'S OFFICE ENCLOSED  
 NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL

OTHER, AS SPECIFIED:

11. SIGNATURE OF STATE AGENCY OFFICIAL



12. TYPED NAME  
Alex Demyan

13. TITLE  
Assistant Director

14. DATE SUBMITTED: December 19, 2023

15. RETURN TO

Alex Demyan  
801 E. Jefferson St., MD #4200  
Phoenix, AZ 85034

**FOR CMS USE ONLY**

16. DATE RECEIVED	17. DATE APPROVED
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**PLAN APPROVED - ONE COPY ATTACHED**

18. EFFECTIVE DATE OF APPROVED MATERIAL	19. SIGNATURE OF APPROVING OFFICIAL
20. TYPED NAME OF APPROVING OFFICIAL	21. TITLE OF APPROVING OFFICIAL

22. REMARKS

State: ARIZONA  
METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES  
OTHER TYPES OF CARE

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Rate Update:

Except as otherwise noted in the plan, state-developed fee schedule rates are the same for both governmental and private providers for other types of care. The agency's fee schedule rates are effective for services provided on or after October 1, 202~~32~~<sup>32</sup>. All rates are published at: <https://www.azahcccs.gov/PlansProviders/RatesAndBilling/FFS/>