

October 5, 2020

Minnie Andrade Chief Executive Officer Magellan Complete Care of Arizona 4801 East Washington Street, Suite 100 Phoenix, AZ 85034

RE: Request for Approval of Change in Contractor Organizational Structure

Dear Ms. Andrade:

The Arizona Health Care Cost Containment System (AHCCCS), Division of Health Care Management (DHCM), has reviewed the Change in Organizational Structure: Request for Approval and Transition Plan submitted by Magellan Complete Care of Arizona, Inc. (MCC), detailing the acquisition of MCC by Molina Healthcare, Inc. (Molina). AHCCCS has received and reviewed the additional information submitted by MCC and completed its due diligence process in accordance with the requirements of AHCCCS Contractor Operations Manual (ACOM) Policy 317.

In support of AHCCCS' commitment to be a transparent public program, an opportunity for the public to express any thoughts or concerns related to this acquisition was provided. AHCCCS has shared this information on our website.

Based on the submitted transition plan, additional information and clarification received, the proposed acquisition is **approved**.

AHCCCS appreciates the commitments made throughout this process by MCC and Molina. AHCCCS will continue to work with the plan directly throughout the acquisition and transition period regarding any additional feedback or concerns that arise.

Lastly, MCC and Molina have provided assurance of their commitment to offer AHCCCS members the same level of service the health plan has historically delivered.

Please note, AHCCCS' approval extends only to the change of ownership and does not include additional filings that may be submitted as a result of the change of ownership such as system changes or subcontract agreement changes. MCC must provide AHCCCS with the official date of acquisition once finalized as well as any other outstanding deliverables as delineated in ACOM Policy 317.

Thank you for your patience and continued cooperation as we conducted our review of this submission. Should you have any questions, please contact Christina Quast directly at 602-417-4527 or at Christina.Quast@azahcccs.gov.

Sincerely,

Jami Snyder Director AHCCCS

cc: Matthew Isiogu, AHCCCS

Jmg Sigh

Jakenna Lebsock, AHCCCS Michelle Holmes, AHCCCS Christina Quast, AHCCCS Dawn Sica, AHCCCS

Joel Conger, Magellan