

September 27, 2022

Brian Zolynas
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 #22-0013, FQHC GME

Dear Mr. Zolynas:

Enclosed is State Plan Amendment (SPA) #22-0013, FQHC GME. This SPA describes the FQHC GME program, with an effective date of September 30, 2022.

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

Tribal Consultation:

<https://www.azahcccs.gov/AmericanIndians/Downloads/Consultations/Meetings/2022/August112022QuarterlyTC.pdf>

Public Notice: https://www.azahcccs.gov/AHCCCS/PublicNotices/FQHC_RHC_GME_Program.html

If there are any questions about the enclosed SPA, please contact Ruben Soliz at ruben.soliz@azahcccs.gov or 602-417-4355.

Sincerely,



Dana Flannery
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 22 - 0013	2. STATE AZ
3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT	
4. PROPOSED EFFECTIVE DATE September 30, 2022	
5. FEDERAL STATUTE/REGULATION CITATION Section 1905(a)(4)(F) of the Social Security Act	6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars) a. FFY <u>22</u> \$ <u>0</u> b. FFY: <u>23</u> \$ <u>0</u>
7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT Attachment 4.19-B Page 5(a), 5(a)(i)	8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable) Attachment 4.19-B Page 5(a), 5(a)(i)

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

9. SUBJECT OF AMENDMENT
FQHC GME Program (2023)

10. GOVERNOR'S REVIEW (Check One)

- GOVERNOR'S OFFICE REPORTED NO COMMENT OTHER, AS
 SPECIFIED: COMMENTS OF GOVERNOR'S OFFICE ENCLOSED
 NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL

11. SIGNATURE OF STATE AGENCY OFFICIAL



12. TYPED NAME
Dana Flannery

13. TITLE
Assistant Director

14. DATE SUBMITTED: September 27, 2022

15. RETURN TO

Dana Flannery
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

COMMUNITY HEALTH CENTERS/ RURAL HEALTH CLINIC GRADUATE MEDICAL EDUCATION (GME) PROGRAM

~~BEGINNING MARCH 1, 2022,~~ THE ADMINISTRATION SHALL ESTABLISH, CONTINGENT ON APPROVAL BY THE CENTERS FOR MEDICARE AND MEDICAID SERVICES, A SEPARATE GRADUATE MEDICAL EDUCATION PROGRAM TO REIMBURSE QUALIFYING COMMUNITY HEALTH CENTERS AND RURAL HEALTH CLINICS THAT HAVE AN APPROVED PRIMARY CARE GRADUATE MEDICAL EDUCATION PROGRAM. THE ADMINISTRATION SHALL:

1. DISTRIBUTE TO QUALIFYING COMMUNITY HEALTH CENTERS AND RURAL HEALTH CLINICS ANY MONIES APPROPRIATED FOR GRADUATE MEDICAL EDUCATION FOR THE DIRECT AND INDIRECT COSTS OF PRIMARY CARE GRADUATE MEDICAL EDUCATION PROGRAMS THAT ARE ESTABLISHED BY QUALIFYING COMMUNITY HEALTH CENTERS AND RURAL HEALTH CLINICS AND THAT ARE APPROVED BY THE ADMINISTRATION.
2. ADOPT RULES SPECIFYING THE FORMULA BY WHICH THE MONIES ARE DISTRIBUTED.
3. REQUIRE EACH PRIMARY CARE GRADUATE MEDICAL EDUCATION PROGRAM THAT RECEIVES MONIES PURSUANT TO PARAGRAPH 1 OF THIS SUBSECTION TO IDENTIFY AND REPORT TO THE ADMINISTRATION THE NUMBER OF NEW RESIDENCY POSITIONS CREATED WITH THOSE MONIES, INCLUDING POSITIONS IN RURAL AREAS. EACH PROGRAM SHALL ALSO REPORT INFORMATION RELATED TO THE NUMBER OF FUNDED RESIDENCY POSITIONS THAT RESULTED IN PHYSICIANS LOCATING THEIR PRACTICES IN THIS STATE. THE ADMINISTRATION SHALL REPORT TO THE JOINT LEGISLATIVE BUDGET COMMITTEE ON OR BEFORE JULY 1 OF EACH YEAR ON THE NUMBER OF NEW RESIDENCY POSITIONS AS REPORTED BY THE PRIMARY CARE GRADUATE MEDICAL EDUCATION PROGRAMS PURSUANT TO THIS PARAGRAPH.
4. COORDINATE WITH LOCAL, COUNTY AND TRIBAL GOVERNMENTS AND ANY UNIVERSITY UNDER THE JURISDICTION OF THE ARIZONA BOARD OF REGENTS THAT MAY PROVIDE MONIES IN ADDITION TO ANY STATE GENERAL FUND MONIES APPROPRIATED FOR PRIMARY CARE GRADUATE MEDICAL EDUCATION IN ORDER TO QUALIFY FOR ADDITIONAL MATCHING FEDERAL MONIES FOR PROGRAMS OR POSITIONS IN A SPECIFIC LOCALITY. PAYMENTS BY THE ADMINISTRATION PURSUANT TO THIS PARAGRAPH MAY BE LIMITED TO THOSE PROVIDERS DESIGNATED BY THE FUNDING ENTITY AND MAY BE BASED ON ANY METHODOLOGY DEEMED APPROPRIATE BY THE ADMINISTRATION, INCLUDING REPLACING ANY PAYMENTS THAT MIGHT OTHERWISE HAVE BEEN PAID PURSUANT TO PARAGRAPH 1 OF THIS SUBSECTION HAD SUFFICIENT STATE GENERAL FUND MONIES OR OTHER MONIES BEEN APPROPRIATED TO FULLY FUND THOSE PAYMENTS. THESE PROGRAMS, POSITIONS AND PAYMENT METHODOLOGIES MUST BE APPROVED BY THE ADMINISTRATION AND THE CENTERS FOR MEDICARE AND MEDICAID SERVICES. THE ADMINISTRATION SHALL REPORT TO THE PRESIDENT OF THE SENATE, THE SPEAKER OF THE HOUSE OF REPRESENTATIVES AND THE DIRECTOR OF THE JOINT LEGISLATIVE BUDGET COMMITTEE ON OR BEFORE JULY 1 OF EACH YEAR ON THE AMOUNT OF MONIES CONTRIBUTED AND THE NUMBER OF RESIDENCY POSITIONS FUNDED BY LOCAL, COUNTY AND TRIBAL GOVERNMENTS AND ANY UNIVERSITY UNDER THE JURISDICTION OF THE ARIZONA BOARD OF REGENTS, INCLUDING THE AMOUNT OF FEDERAL MATCHING MONIES USED.

TN No. 21-015 22-0013

Supersedes TN No. 21-01511-018
20224

Approval Date _____

Effective Date: September 30,