

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
7500 Security Boulevard, Mail Stop: S2-26-12
Baltimore, Maryland 21244-1850



Children and Adults Health Programs Group

JUN 27 2014

Mr. Thomas Betlach
Director
Arizona Health Care Cost Containment System
801 East Jefferson Street
Phoenix, AZ 85034

Dear Mr. Betlach:

This letter is to inform you that the Centers for Medicare & Medicaid Services (CMS) has approved the state's request to make technical changes to the Arizona Health Care Cost Containment (AHCCCS) demonstration (11-W-00275/09 and 21-W-00064/9). This approval updates the Disproportionate Share Hospital (DSH) methodology to reflect the 2014 DSH amounts. Approval of this technical change to the Special Terms and Conditions (STCs) is under the authority of section 1115(a) of the Social Security Act and is effective from the date of this letter.

This approval is conditioned upon continued compliance with the enclosed set of STCs defining the nature, character, and extent of anticipated federal involvement in the project. The award is subject to our receiving your written acknowledgement of the award and acceptance of these STCs within 30 days of the date of this letter.

A copy of the revised STCs are enclosed. The waiver and expenditure authorities for the demonstration are unchanged by these amendments and remain in force.

If you have additional questions or concerns, please contact your assigned project officer Wakina Scott, Division of State Demonstrations and Waivers, at (410) 786-0921, or at Wakina.Scott@cms.hhs.gov.

Sincerely,

A handwritten signature in black ink, appearing to read 'Angela D. Garner', is positioned above the typed name.

Angela D. Garner
Acting Director
Division of State Demonstrations and Waivers

Enclosure

cc:

Eliot Fishman, Director, Children and Adults Health Programs Group, CMCS
Gloria Nagle, Associate Regional Administrator, San Francisco Regional Office