

August 7, 2025

The Honorable David Livingston
Joint Legislative Budget Committee
1700 W. Washington
Phoenix, AZ 85007

The Honorable John Kavanagh
Joint Legislative Budget Committee
1700 W. Washington
Phoenix, AZ 85007

SUBJECT: Arizona Health Care Cost Containment System Report on On-Call Obstetrics and Gynecological Services Line Item

Dear Representative Livingston and Senator Kavanagh:

Laws 2023, Chapter 133, Section 10 includes the following requirements:

On or before July 1 in 2024, 2025 and 2026, the Arizona health care cost containment system administration shall submit a report to the joint legislative budget committee regarding the use of the monies from the on-call obstetrics and gynecological services line item, including the number of deliveries and emergency procedures provided by the on-call health care providers for which the monies were spent.

Below please find the Community Health Center (CHC) on-call obstetrics and gynecological statistics for calendar year 2024.

- Four Community Health Centers submitted documentation for unreimbursed costs associated with on-call obstetrics and gynecological services. These four centers are listed below:
 - Canyonlands Community Health Centers
 - Mariposa Community Health Center
 - Little Colorado Health Clinic
 - Regional Center for Border Health (San Luis)
- The four community health centers will receive a total of \$2,500,000 from the second year of the program.
- The participating community health centers reported 912 deliveries performed during on-call hours.

- In addition to the deliveries, 1,479 non-delivery visits were performed by on-call obstetrics and gynecological service providers.

Please feel free to contact Joshua Worley, Acting Assistant Director, Division of Business and Finance, at (602) 417-4348 or via email at Joshua.Worley@azahcccs.gov if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read "K. Chen Challacombe".

Kristen Challacombe
Interim Director

cc: Ben Henderson, Director, Governor's Office of Strategic Planning and Budgeting
Richard Stavneak, Director, Joint Legislative Budget Committee
Meaghan Kramer, Health Policy Advisor, Office of the Governor

