

March 31, 2025

The Honorable Katie Hobbs
Governor of Arizona
1700 West Washington St.
Phoenix, Arizona 85007

The Honorable Warren Petersen
President, Arizona State Senate
1700 West Washington St.
Phoenix, Arizona 85007

The Honorable Steve Montenegro
Speaker, Arizona State House of Representatives
1700 West Washington St.
Phoenix, Arizona 85007

Dear Governor Hobbs, President Petersen, and Speaker Montenegro:

In accordance with A.R.S §36-2903.09, AHCCCS is required to pursue an 1115 waiver to:

1. Institute a work requirement for all “able-bodied adults” receiving Medicaid services,
2. Place on “able-bodied adults” a lifetime limit of five years of Medicaid benefits, and
3. Develop and impose meaningful cost-sharing requirements to deter both the nonemergency use of emergency departments and the use of ambulance services for nonemergency transportation or when it is not medically necessary.

AHCCCS has submitted the 1115 Waiver amendment containing these provisions to CMS on March 30, 2025.

Sincerely,



Carmen Heredia
Director

Cc: Ben Henderson, Director, Governor’s Office of Strategic Planning and Budgeting
Meaghan Kramer, Health Policy Advisor, Office of Governor