

February 15, 2019

Ms. Andrea Casart  
Director  
Division of Medicaid Expansion Demonstrations  
Centers for Medicare & Medicaid Services  
Center for Medicaid & CHIP Services  
7500 Security Boulevard, Mail Stop S2-01-16  
Baltimore, MD 21244-1850

**RE: Arizona's 1115 Waiver Amendments: AHCCCS Works and Prior Quarter Coverage Waiver Acceptance Letter**

Dear Ms. Casart:

This letter serves as the State of Arizona's formal acceptance of the Special Terms and Conditions for the amendment to the Section 1115 Waiver Demonstration project entitled, "Arizona Health Care Cost Containment System (AHCCCS)" (No. 11-W-00275/09), as set forth in CMS' approval letter dated January 18, 2019.

This approval allows Arizona to implement the AHCCCS Works (AW) requirements as a condition of eligibility for AHCCCS members in the new adult group under section 1902(a)(10)(A)(i)(VIII) of the Act, who are 19 through 49 years of age, and are not otherwise subject to an exemption described in Arizona's 1115 Waiver Special Terms and Conditions (STCs). The approval will also allow Arizona to limit retroactive coverage (also referred to as Prior Quarter Coverage) for some applicants to the beginning of the month in which the Medicaid application is filed. Arizona will implement the Waiver of Prior Quarter Coverage no sooner than April 1, 2019 and the AHCCCS Works program no sooner than January 1, 2020.

We look forward to working with our federal partners at CMS to successfully implement the approved demonstrations. If you have any questions please contact Mohamed Arif ([Mohamed.Arif@azahcccs.gov](mailto:Mohamed.Arif@azahcccs.gov)).

Sincerely,



Jami Snyder  
Director

cc: Megan Lepore, CMS  
Bryan Zolynas, CMS