801 E. Jefferson Street Phoenix, AZ 85034 602.417.4000

KATIE HOBBS GOVERNOR

May 29, 2025

Edwin Walaszek
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 # AZ-25-0002, Other Provider Rates, Medication Assisted Treatment (MAT) Rates

Dear Mr. Walaszek:

Enclosed is State Plan Amendment (SPA) # AZ-25-0002, Other Provider Rates, specifically MAT Rates. This SPA updates Attachment 4.19-B, Methods and Standards for Establishing Payment Rates, Other Types of Care, page 5(c) to update the MAT rates. The MAT rate updates SPA will reserve an April 1, 2025 effective date.

Tribal Consultation on this SPA occurred on February 4, 2025:

https://www.azahcccs.gov/AmericanIndians/Downloads/Consultations/Meetings/2025/02042025CombinedTri-AgencyPresentation.pdf

Public Notice for this SPA was posted on the following webpages:

https://www.azahcccs.gov/AHCCCS/Downloads/PublicNotices/April12025PreliminaryPublicNoticeMATServices.pd f

The **Federal Fiscal Impact** of this SPA has been calculated as:

FFY 2025: \$19,700FFY 2026: \$38,600

Arizona calculated the federal fiscal impact based upon FFY 2024 expenditure data for medication-assisted treatment and applied the rate adjustment to estimate the fiscal impact of the change. As a result, for the 6 month period in FFY 2025, the federal impact was \$19,700 at the FMAP of 65.65%. For FFY 2026, the full year impact is \$38,600 at an FMAP of 64.34%.

If there are any questions about the enclosed SPA, please contact Ryan Melson at Ryan.Melson@azahcccs.gov or 602-417-7309.

Kyle Samp

Sincerely,

Kyle Sawyer

Assistant Director, Public Policy and Strategic Planning

Arizona Health Care Cost Containment System (AHCCCS)

CENTERS FOR MEDICARE & MEDICAID SERVICES	OMB No. 0938-0193
TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	1. TRANSMITTAL NUMBER 2 5 0 0 0 2 AZ 3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT
TO: CENTER DIRECTOR CENTERS FOR MEDICAID & CHIP SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	4. PROPOSED EFFECTIVE DATE April 1, 2025
5. FEDERAL STATUTE/REGULATION CITATION 42 CFR § 447	6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars) a. FFY: 2025 \$ 19,700 b. FFY: 2026 \$ 38,600
7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT Attachment 4.19-B, page 5(c)	8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable) Attachment 4.19-B, page 5(c)
9. SUBJECT OF AMENDMENT Jpdates the state plan Other Provider Rates, specifically the Medica 10. GOVERNOR'S REVIEW (Check One) X GOVERNOR'S OFFICE REPORTED NO COMMENT SPECIFIE COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPI RECEIVED WITHIN 45 DAYS OF SUBMITTAL	D: V OTHER, AS
	5. RETURN TO
Kyle Samp	Cyle Sawyer 01 E. Jefferson St., MD #4200 Phoenix, AZ 85034
12. TYPED NAME Kyle Sawyer 13. TITLE	
Assistant Director, Public Policy and Strategic Planning 14. DATE SUBMITTED: May 29, 2025	
FOR CMS US	
16. DATE RECEIVED	7. DATE APPROVED
PLAN APPROVED - ON	E COPY ATTACHED
18. EFFECTIVE DATE OF APPROVED MATERIAL 1	9. SIGNATURE OF APPROVING OFFICIAL
20. TYPED NAME OF APPROVING OFFICIAL 2	1. TITLE OF APPROVING OFFICIAL
22. REMARKS	

STATE OF ARIZONA METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES OTHER TYPES OF CARE

Rate Update:

Except as otherwise noted in the plan, state-developed fee schedule rates are the same for both governmental and private providers for other types of care. The agency's fee schedule rates are effective for services provided on or after April January 1, 2025. All rates are published at: https://www.azahcccs.gov/PlansProviders/RatesAndBilling/FFS/

Effective: April January 1, 2025