

March 30, 2022

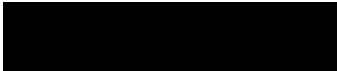
Kelsey Smyth  
Project Officer, Division of State Demonstrations, Waivers & Managed Care  
Center for Medicaid, CHIP and Survey & Certification  
Centers for Medicare and Medicaid Services  
Mailstop: S2-01-16  
7500 Security Blvd.  
Baltimore, Maryland 21244-1850

Dear Ms. Smyth,

Pursuant to Special Terms and Conditions paragraph 77, attached please find Arizona's documentation that the percentage of AHCCCS fee-for-service beneficiary expenditures compared to total Medical Assistance expenditures does not exceed 5 percent of Arizona's total Medical Assistance expenditures.

Please contact me at 602-417-4647 or [shelli.silver@azahcccs.gov](mailto:shelli.silver@azahcccs.gov) if you have any questions

Sincerely,



Shelli Silver  
Deputy Director- Health Plan Operations  
AHCCCS

**Arizona Health Care Cost Containment System**  
**STC #77 Applicability of Fee for Service Upper Payment Limits for FFY 2021**  
**As Compared to Total Medical Assistance Expenditures**

		Total Computable	Non Fee for Service Expenditures	Expenditures for Members Enrolled in the American Indian Health Program (AIHP) and Tribal ALTCS	IHS Payments for Managed Care Enrolled Members	Expenditures Subject to 5% Limit	
Medical Assistance Payments							
1	A	Inpatient Hospital - Reg. Payments	158,308,175	-	140,575,326.64	9,457,628	8,275,221
	B	Inpatient Hospital - DSH	95,892,511	95,892,511	-	-	-
	C	Inpatient Hospital - Supplemental	-	-	-	-	-
	D	Inpatient Hospital - GME	128,677,465	128,677,465	-	-	-
2	A	Mental Health Facility Services - Reg. Payments	6,522,414	-	5,998,002.47	461,252	63,160
	B	Mental Health Facility - DSH	28,474,900	28,474,900	-	-	-
3		Nursing Facility Services	53,112,629	-	52,156,767.32	17,242	938,620
	B.2	Nursing Facility Services Supplemental	1,386,823	1,386,823	-	-	-
	B.3	Nursing Facility Services Supplemental	14,929,491	14,929,491	-	-	-
4	A	Intermediate Care Facility - Public	-	-	-	-	-
	B	Intermediate Care - Private	-	-	-	-	-
5	A	Physicians' Services	63,749,431	-	59,849,041.81	446,760	3,453,629
	C	Physician & Surgical Services - Eval & Mgmt	-	-	-	-	-
	D	Physician & Surgical Services - Vaccine codes	-	-	-	-	-
6	A	Outpatient Hospital Services - Regular	413,135,477	-	359,851,536.48	52,951,852	332,089
	B	Outpatient Hospital Services - Supplemental	-	-	-	-	-
7		Prescribed Drugs	255,192,515	-	225,785,018.93	28,148,883	1,258,614
7	A.1	Drug Rebate Offset - National Agreement	(34,967,286)	-	-	-	(34,967,286)
	A.2	Drug Rebate Offset - State Sidebar Agreement	(2,929,260)	-	-	-	(2,929,260)
	A.3	MCO - National Agreement	(805,929,646)	(805,929,646)	-	-	-
	A.4	MCO - State Sidebar Agreement	(87,260,984)	(87,260,984)	-	-	-
	A.5	Increased ACA Offset - FFS 100%	(2,292,767)	-	-	-	(2,292,767)
	A.6	Increased ACA Offset - MCO 100%	(44,863,290)	(44,863,290)	-	-	-
8		Dental Services	4,261,463	-	4,227,339.37	29,051	5,073
9		Other Practitioners	3,985,367	-	6,729,449.44	103,653	(2,847,735)
10		Clinic Services	294,685,606	-	289,868,797.82	413,734	4,403,074
11		Laboratory/Radiological	13,794,272	-	13,055,498.41	196,146	542,627
12		Home Health Services	2,172,599	-	2,253,117.25	65	(80,584)
13		Sterilizations	(360,600)	-	61,212.05	219	(422,031)
14		Abortions	-	-	110,302.53	4,865	(115,167)
15		EPSDT Screening	1,284,119	-	1,238,999.22	4,842	40,278
16		Rural Health	763,936	-	760,191.60	-	3,744
17	A	Medicare - Part A	17,693,055	17,693,055	-	-	-
	B	Medicare - Part B	377,150,226	377,150,226	-	-	-
	C.1	120% - 134% Of Poverty	37,778,596	37,778,596	-	-	-
	C.2	135% - 175% Of Poverty	-	-	-	-	-
	D	Coinsurance	5,983,795	5,983,795	-	-	-
18	A	Medicaid - MCO	15,439,419,905	15,439,419,905	-	-	-
	A1	Medicaid - MCO- Evaluation and Management	-	-	-	-	-
	A2	Medicaid - MCO -Vaccine Codes	-	-	-	-	-
	B.1	Prepaid Ambulatory Health Plan	-	-	-	-	-
	B.2	Prepaid Inpatient Health Plan	272,526,080	272,526,080	-	-	-
	C	Medicaid - Group Health	-	-	-	-	-
	D	Medicaid - Coinsurance	-	-	-	-	-
	E	Medicaid - Other	-	-	-	-	-
19	A	HCBS - Reg Pay (Waiver)	-	-	-	-	-
	B	HCBS - Reg Pay - St. Plan 1915(i) Only Pay	-	-	-	-	-
	C	HCBS - Reg Pay (Waiver)	-	-	-	-	-
22		All-Inclusive Care Elderly	-	-	-	-	-
23	A	Personal Care Services - Reg Pay	821,397	-	861,134.81	-	(39,738)
	B	Personal Care Services - SDS 1915(j)	-	-	-	-	-
24	A	Targeted Case Mgt. - Com. Case-Man.	4,561,539	-	-	-	4,561,539
	B	Case Management - State Wide	(4,365,826)	-	-	-	(4,365,826)
25		Primary Care Case Management	8,801,096	-	-	-	8,801,096
26		Hospice Benefits	1,114,877	-	1,114,877.24	-	-
27		Emergency Services Undocumented Aliens	172,237,458	-	-	4,375	172,233,082
28		Federally-Qualified Health Center	74,493,640	66,457,696	5,840,012.57	2,170,056	25,876
29		Non Emergency Medical Transportation***	114,017,891	-	114,500,276.71	423,222	(905,608)
30		Physical Therapy	50,389	-	50,374.77	-	14
31		Occupational Therapy	1,459	-	1,458.72	-	-
32		Services for Speech, Hearing & Language	164,575	-	163,074.79	992	508
33		Prosthetic Devices, Dentures, Eyeglasses	3,291,639	-	3,273,457.23	347	17,835
34		Diagnostic Screening & Preventive Services	449,155	-	435,366.48	1,654	12,134
35		Nurse Mid-Wife	804,450	-	736,759.05	54,811	12,880
36		Emergency Hospital Services	99,903,726	-	85,652,408.74	-	14,251,317
37		Critical Access Hospitals	33,669,406	23,910,837	9,536,829.47	155,529	66,211
38		Nurse Practitioner Services	5,963,299	-	5,741,359.05	33,959	187,981
39		School Based Services	80,544,822	80,544,822	-	-	-
40		Rehabilitative Services (non-school-based)	145,529,403	-	143,742,776.60	554,237	1,232,389
41		Private Duty Nursing	569	-	-	-	569
49		Other Care Services	134,286,306	-	138,780,230.54	2,251,876	(6,745,800)
		<b>17,588,618,286</b>	<b>15,652,772,281</b>	<b>1,672,950,998</b>	<b>97,887,249</b>	<b>165,007,759</b>	

Percentage of Fee-for-Service Beneficiary Expenditures to Total Medical Assistance Expenditures

0.94%