

## **Table of Contents**

**State/Territory Name: AZ**

**State Plan Amendment (SPA) #: 25-0002**

This file contains the following documents in the order

- listed:
- 1) Approval Letter
  - 2) CMS 179 Form/Summary Form (with 179-like data)
  - 3) Approved SPA Pages

**DEPARTMENT OF HEALTH & HUMAN SERVICES**

Centers for Medicare & Medicaid Services  
Center for Medicaid & CHIP Services  
230 South Dearborn  
Chicago, Illinois 60604



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**Financial Management Group**

July 7, 2025

Marcus Johnson, Deputy Director of Community Engagement and Regulatory Affairs  
Kristen Challacombe, Deputy Director of Business Operations  
Arizona Health Care Cost Containment System  
150 N. 18th Ave.  
Phoenix, AZ, 85007

RE: TN AZ-25-00022

Dear Deputy Directors Johnson and Challacombe:

The Centers for Medicare & Medicaid Services (CMS) has reviewed the proposed Arizona (AZ) State Plan Amendment (SPA) to Attachment 4.19-B AZ-25-0002, which was submitted to the Centers for Medicare & Medicaid Services (CMS) on May 29, 2025. This SPA updates the fee schedule rates for Medicaid-Assisted Treatment (MAT) services.

We reviewed your SPA submission for compliance with statutory requirements including in sections 1902(a)(2), 1902(a)(13), 1902(a)(30), and 1903 as it relates to the identification of an adequate source for the non-federal share of expenditures under the plan, as required by 1902(a)(2), of the Social Security Act and the applicable implementing Federal regulations.

Based upon the information provided by the state, we have approved the amendment with an effective date of April 1, 2025. We are enclosing the approved CMS-179 and a copy of the new state plan pages.

If you have any additional questions or need further assistance, please contact Blake Holt at 303-844-6218 or via email at [blake.holt@cms.hhs.gov](mailto:blake.holt@cms.hhs.gov) 844-6218 or via email at [blake.holt@cms.hhs.gov](mailto:blake.holt@cms.hhs.gov).

Sincerely,

A solid black rectangular box used to redact the signature of Todd McMillion.

Todd McMillion  
Director  
Division of Reimbursement Review

Enclosures

**TRANSMITTAL AND NOTICE OF APPROVAL OF  
STATE PLAN MATERIAL  
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES**

1. TRANSMITTAL NUMBER

2 5 . 0 0 0 2

2. STATE

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

*1905(a)(29)*

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

Updates the state plan Other Provider Rates, specifically the Medication Assisted Treatment (MAT) rates, effective April 1, 2025.

10. GOVERNOR'S REVIEW (Check One)

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☐  
☐

GOVERNOR'S OFFICE REPORTED NO COMMENT SPECIFIED:  
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY  
RECEIVED WITHIN 45 DAYS OF SUBMITTAL

☒

OTHER, AS

11. SIGNATURE OF STATE AGENCY OFFICIAL

[Redacted Signature]

15. RETURN TO

Kyle Sawyer  
801 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 USE ONLY**

16. DATE RECEIVED

May 29, 2025

17. DATE APPROVED

July 7, 2025

**PLAN APPROVED - ONE COPY ATTACHED**

18. EFFECTIVE DATE OF APPROVED MATERIAL

April 1, 2025

19. SIGNATURE OF APPROVING OFFICIAL

[Redacted Signature]

20. TYPED NAME OF APPROVING OFFICIAL

Todd McMillion

21. TITLE OF APPROVING OFFICIAL

Director, Division of Reimbursement Review

22. REMARKS

6/11/25: State provides concurrence for pen and ink addition to Box 5.

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

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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 1, 2025. All rates are published at:

<https://www.azahcccs.gov/PlansProviders/RatesAndBilling/FFS/>