



Region IX

Division of Medicaid & Children's Health Operations  
90 Seventh Street, Suite 5-300 (5W)  
San Francisco, CA 94103-6706

APR 13 2012

Thomas J. Betlach, Director  
Arizona Health Care Cost Containment System  
801 East Jefferson Street  
Phoenix, AZ 85034

Dear Mr. Betlach:

Enclosed is an approved copy of Arizona State Plan Amendment (SPA) No. 11-012. This SPA allows Arizona to establish a 25-day limit per contract year on inpatient hospital services for adults age 21 and older. The limit has exceptions to allow coverage and payment for additional days as follows: days that qualify for a psychiatric hospital tier and/or days with a primary psychiatric diagnosis code; days associated with covered transplant services provided through specialty contracts between the State Medicaid Agency and a transplant facility; and treatment for burns or burn late effects at an American College of Surgeons verified Burn Center.

The effective date of this SPA is October 1, 2011 as requested. Enclosed is the following approved State Plan page to be incorporated within your approved State Plan:

- Attachment 3.1-A Limitations, page 1

If you have any questions, please have your staff contact Cheryl Young at (415) 744-3598 or at [cheryl.young@cms.hhs.gov](mailto:cheryl.young@cms.hhs.gov).

Sincerely,

Gloria Nagle, Ph.D., MPA  
Associate Regional Administrator  
Division of Medicaid & Children's Health Operations

cc: Jessica Schubel  
HeeYoung Ansell