

**Center for Medicaid and State Operations**

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Anthony D. Rodgers, Director  
Arizona Health Care Cost Containment System  
801 E. Jefferson  
Phoenix, AZ 85034

RE: Arizona SPA 09-003A

Dear Mr. Rodgers:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) 09-003A. This amendment revises payments for inpatient hospital services by suspending the application of annual inflation factor for the rate year of October 1, 2009 to September 30, 2010.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(13), 1902(a)(30), 1903(a), and 1923 of the Social Security Act and the implementing Federal regulations at 42 CFR 447 Subpart C. We are pleased to inform you that Medicaid State plan amendment 09-003A is approved effective October 1, 2009. We are enclosing the HCFA-179 and the amended plan pages.

If you have any questions, please call Mark Wong at (415) 744-3561.

Sincerely,

/S/

Cindy Mann  
Director  
Center for Medicaid and State Operations

Enclosures

bcc: Gloria Nagle, DMCH, Region 9  
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