



Douglas A. Ducey
Governor

Kathy Peckardt
Interim Director

ARIZONA DEPARTMENT OF ADMINISTRATION

OFFICE OF THE DIRECTOR

100 NORTH FIFTEENTH AVENUE • SUITE 401
PHOENIX, ARIZONA 85007
(602) 542-1500

March 16, 2015

Tom Betlach, Director
Arizona Health Care Cost Containment System (AHCCCS)
801 East Jefferson Street
Phoenix, Arizona 85034

Dear Mr. Betlach:

The Arizona Department of Administration (ADOA) is in receipt of your letter dated January 20, 2015 seeking approval to move forward with a contract extension of YH12-0001. As provided for in the letter from the ADOA Director dated October 10, 2014, ADOA approved your request for a one-year extension of contract YH12-0001. The overall belief was that a one-year extension of this contract, while AHCCCS sought clarity for the 1115 waiver and pending regulation changes, was in the best interest of the State.

This approval was contingent upon AHCCCS to conduct public meetings with stakeholders to discuss the extension. As indicated in your letter dated January 20, 2015, AHCCCS has conducted the stakeholders meetings and evaluated all comments received regarding this extension. The comments indicate support for the extension with no negative comments being received.

Based on the information provided, ADOA continues to support a one-year extension of contract YH12-0001 as being in the best interest of the State. AHCCCS should move forward with processing the extension.

Sincerely,

A handwritten signature in black ink that reads "Kathy Peckardt".

Kathy Peckardt
Interim Director