***Commonwealth of Massachusetts***

***Executive Office of Health and Human Services***

***Office of Medicaid***

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MassHealth

# Managed Care Entity Bulletin 102

July 2023

**TO**: Accountable Care Partnership Plans and Managed Care Organizations Participating in MassHealth, and MassHealth’s Behavioral Health Vendor

**FROM**: Mike Levine, Assistant Secretary for MassHealth

RE: Rate Floors for Acute Treatment Services, Clinical Stabilization Services, Residential Rehabilitation Services, and Intensive Stabilization and Treatment Services

## Applicable Managed Care Entities and PACE Organizations

[x]  Accountable Care Partnership Plans (ACPPs)
[x]  Managed Care Organizations (MCOs)
[x]  MassHealth’s behavioral health vendor
[ ]  One Care Plans
[ ]  Senior Care Organizations (SCOs)
[ ]  Program of All-inclusive Care for the Elderly (PACE) Organizations

## Introduction

MassHealth is focused on ensuring access to critical substance use disorder treatment services for members. As detailed further below, MassHealth will be making strategic investments to strengthen and stabilize the workforce providing these services to the Commonwealth’s most vulnerable populations.

## Rate Floor Updates for Dates of Service Starting July 1, 2023

Effective for dates of service on or after July 1, 2023, ACPPs, MCOs, and the MassHealth Behavioral Health Vendor (collectively, MCEs) must pay no less than the following rate floors for Acute Treatment Services (ATS), Clinical Stabilization Services (CSS), Residential Rehabilitation Services (RRS), and Intensive Stabilization and Treatment Services (ITS).

|  |  |
| --- | --- |
| **Service** | **Rate Floor** |
| ATS | $568.09 |
| CSS | $438.61 |
| RRS | $179.04 |
| ITS Tier 1 | $919.21 |
| ITS Tier 2 | $667.22 |

## Rate Floors Based on Provider Public Payer Mix for Dates of Service Starting October 1, 2023

Additionally, effective for dates of service on or after October 1, 2023, MCEs must pay no less than the total rate floors listed below for ATS and CSS providers based on a provider’s public payer mix. For the purposes of this requirement, public payer mix is the percentage of total bed days paid by either MassHealth or the Bureau of Substance Addiction Services (BSAS) as the payer of last resort during a designated reporting period. Eligibility for tiered payments will be determined by EOHHS using data collected by BSAS.

| **Provider Criteria** | **Base Rate Floor (effective 7/1/23)** | **Payer Mix Tiered Rate (effective 10/1/23)** | **Total Rate Floor (effective 10/1/23)**  |
| --- | --- | --- | --- |
| ***ATS*** |  |  |  |
| Public payer mix less than 50% | $568.09 | N/A | $568.09 |
| Public payer mix at least 50% and less than 75% | $568.09 | $56.81 | $624.90 |
| Public payer mix 75% or higher | $568.09 | $85.21 | $653.30 |
| ***CSS*** |  |  |  |
| Public payer mix less than 50% | $438.61 | N/A | $438.61 |
| Public payer mix at least 50% and less than 75% | $438.61 | $43.86 | $482.47 |
| Public payer mix 75% or higher | $438.61 | $65.79 | $504.40 |

EOHHS will inform MCEs of the providers that must be paid at or above the increased rate floor.

## MassHealth Website

This bulletin is available on the [MassHealth Provider Bulletins](http://www.mass.gov/masshealth-provider-bulletins) web page.

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## Questions

If you have questions about the information in this bulletin, please contact the MassHealth Customer Service Center at (800) 841-2900 or email your inquiry to provider@masshealthquestions.com.