

Memorandum

To: Adult mental health residential providers

From: Holly Heiberg, Medicaid Policy Director, Fee-for-Service Operations Director

Date: December 24, 2024

Subject: Pause: Adult mental health residential rates

OHA has decided to pause implementation of the updated adult mental health residential rate changes that were scheduled to be effective on January 1, 2025.

Over the next month, OHA will engage specific providers about concerns and gather more data.

OHA understands that many providers have begun to incorporate the projected updated rates into their operational and strategic planning and will move quickly to meet with providers to determine any needed adjustments. Accordingly, information outlining the final new rate structure and implementation timeline will be communicated by February 3, 2025.

Why is this happening?

OHA has completed the standardized rate review described in [410-172-0705](tel:410-172-0705). OHA reviewed claims data and providers' reported expenses and revenues. In this review OHA sought to ensure rate equity statewide across all residential tiers.

Questions?

If you have any questions about this announcement, contact the Holly Heiberg at holly.heiberg@oha.oregon.gov. We are available Monday through Friday between 8 a.m. and 5 p.m.

Thank you for your continued support of the Oregon Health Plan and the services you provide to our members.