



KATHY HOCHUL  
Governor

ANN MARIE T. SULLIVAN, M.D.  
Commissioner

MOIRA TASHJIAN, MPA  
Executive Deputy Commissioner

## MEMORANDUM

**To:** Mainstream Medicaid Managed Care Plans, Health and Recovery Plans (HARPs), HIV Special Needs Plans (HIV SNPs), and Medicaid Advantage Plus (MAP) Plans

**From:** New York State (NYS) Office of Mental Health (OMH)

**Date:** November 22, 2023

**Subject:** Rate Approval: July 1, 2023 Rate Increase and New APG Rate Codes for School-Based Mental Health Services in MHOTRS Programs-Division of Budget Approval (DOB)

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Dear Health Plan Administrators,

On September 8, 2023, OMH notified Mainstream Medicaid Managed Care Plans, HARPs, HIV SNPs, and MAP Plans (collectively referred to as “MMCPs” herein) of a 25 percent increase to Ambulatory Patient Group (APG) Peer Group Base Rates for School-Based Mental Health (SBMH) Services in MHOTRS Programs which became effective **July 1, 2023**. To receive the enhancement, services must be billed using new rate codes 1030 (Non-Hospital) and 1033 (Hospital). This memorandum is being sent to alert MMCPs that the DOB approved the rate increase for SBMH in MHOTRS Programs on **November 17, 2023**.

Per Chapter 57 of the Laws of 2022, MMCPs are required to pay claims based on the effective date of the rate changes. As a result, MMCPs must complete necessary systems edits to ensure payable claims for applicable OMH programs and dates of service are reimbursed at the rate increase described in the September 8, 2023 memorandum. Additionally, MMCPs are required to conduct retrospective reconciliation to adjust payments for clean claims as necessary. MMCPs must complete these activities as soon as possible but no later than **90 days** from the date of DOB approval (November 17, 2023).

Please refer to [Mandated Rate Update - July 1 2023 Rate Increase and New APG Rate Codes For School-Based Mental Health Services in MHOTRS Programs \(ny.gov\)](#) for the original notification distributed to MMCPs. The [OMH Mental Health Outpatient Treatment and Rehabilitative Services \(MHOTRS\) Rate Codes Page](#), [CPT Procedure Weight and Rate Schedule](#), and [CPT Revenue Calculator](#) have been updated to reflect the new SMBH MHTORS rate codes and rate enhancement.

If you have any questions regarding these rate changes, please contact OMH Managed Care at 518-402-2822 or [BHO@omh.ny.gov](mailto:BHO@omh.ny.gov).