



April 1, 2025

Dear CCBHC Provider,

Consistent with federal CMS guidance, the Office of Mental Health distributed an email on April 1, 2025 to each Certified Community Behavioral Health Clinic (CCBHC) beginning operations prior to July 1, 2025 advising of the methodology to be used to calculate the Demonstration Year (DY) 9 CCBHC Medicaid rates which will be effective July 1, 2025 (through June 30, 2026). The information provided was as follows:

**Methodology to Calculate the DY9 CCBHC Medicaid Rates for Providers Beginning Operations Prior to July 1, 2025**

DY 9 Prospective Payment System (PPS) rates will be established by trending prior year rates forward using the Medicare Economic Index (MEI) in accordance with the PPS-1 methodology and applicable MEI timeframes.

New York State's CCBHC demonstration is currently set to end on September 30, 2025, and the State is in the process of submitting a Medicaid State Plan Amendment (SPA) that will address future rebasing schedules and subsequent PPS rates. Providers will be noticed of rate rebasing and other changes to CCBHC rates upon federal approval of the SPA.

Please direct any questions about this decision to the [CCBHC mailbox](#).

Sincerely,

A handwritten signature in blue ink that reads "Joe A. Katagiri".

Joe A. Katagiri, DrPH, MPA, CPH  
Deputy Commissioner  
NYS Office of Mental Health