

MENTAL HEALTH RATES "BRIDGE" INCREASE

MENTAL HEALTH LEGISLATIVE NETWORK OF MINNESOTA

HF 346/ SF 926

35% increase for outpatient mental health and substance use disorder Medicaid reimbursement rates until a newly anticipated rate methodology is implemented from a statewide rates study.

Data across community-based mental health programs found:

- Workforce competition has driven a significant increase in salaries and Medicaid reimbursement rates have not kept pace.
- Current state Medicaid rates for outpatient mental health services are significantly below current actual costs and about 40% below a competitive, market-based rate on average.

Critical services gaps include:

- ♦ Family therapy (-40%)
- ♦ Clinical Care Consultation (-43%)
- ♦ Adult Skills & Rehab (-22 to 49%)
- ♦ Children's Skills (-31%)

WHY IT MATTERS:

In February 2023, there is a 7 week wait for intake and another 7 week wait for services for early childhood care.

Costs are growing and reimbursement is flat. We cannot recruit, retain, train and support staff. It is a crisis.

2014 was the most recent increase to outpatient Medicaid mental health rates.





IMPROVING TIMELY ACCESS TO QUALITY CARE BY BUILDING THE SYSTEM WE URGENTLY NEED

FIXING RATES IS FOUNDATIONAL TO SOLVING OUR MENTAL HEALTH CARE CRISIS