

COST/LOSS

One Outpatient Session

Children's Mental Health
Three Agencies Across CT

There are inadequate Medicaid reimbursement rates for children's behavioral health services.

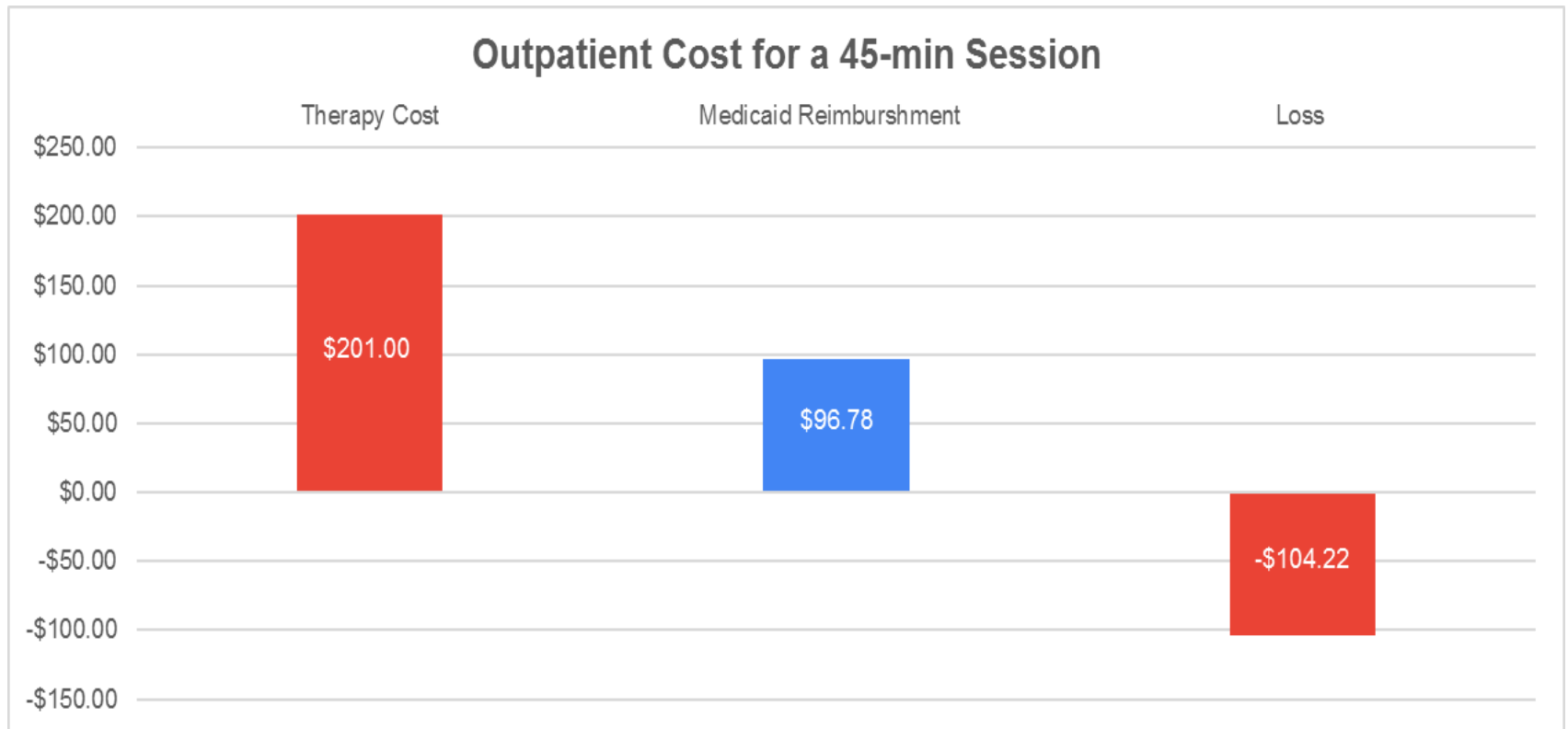
The recent Phase 1 Medicaid rate study showed Connecticut's Medicaid rates for behavioral health **were on average 62% of those in comparable states**, and a recent report showed that **inflation has outpaced Connecticut's Medicaid rate for a common type of therapy session by approximately 25% over the past decade.**

The rate study estimates this would cost an **additional \$42.4M (presumably in 2023 dollars), which is the equivalent of approximately \$45.5M in 2025.** *Medicaid and private insurance fee for service reimbursement rates do not come close to covering the actual cost of delivering behavioral health services.*

While alternative payment models (e.g. CCBHC) are promising, it is unclear when or how they will be implemented, and in the meantime the system continues to struggle.

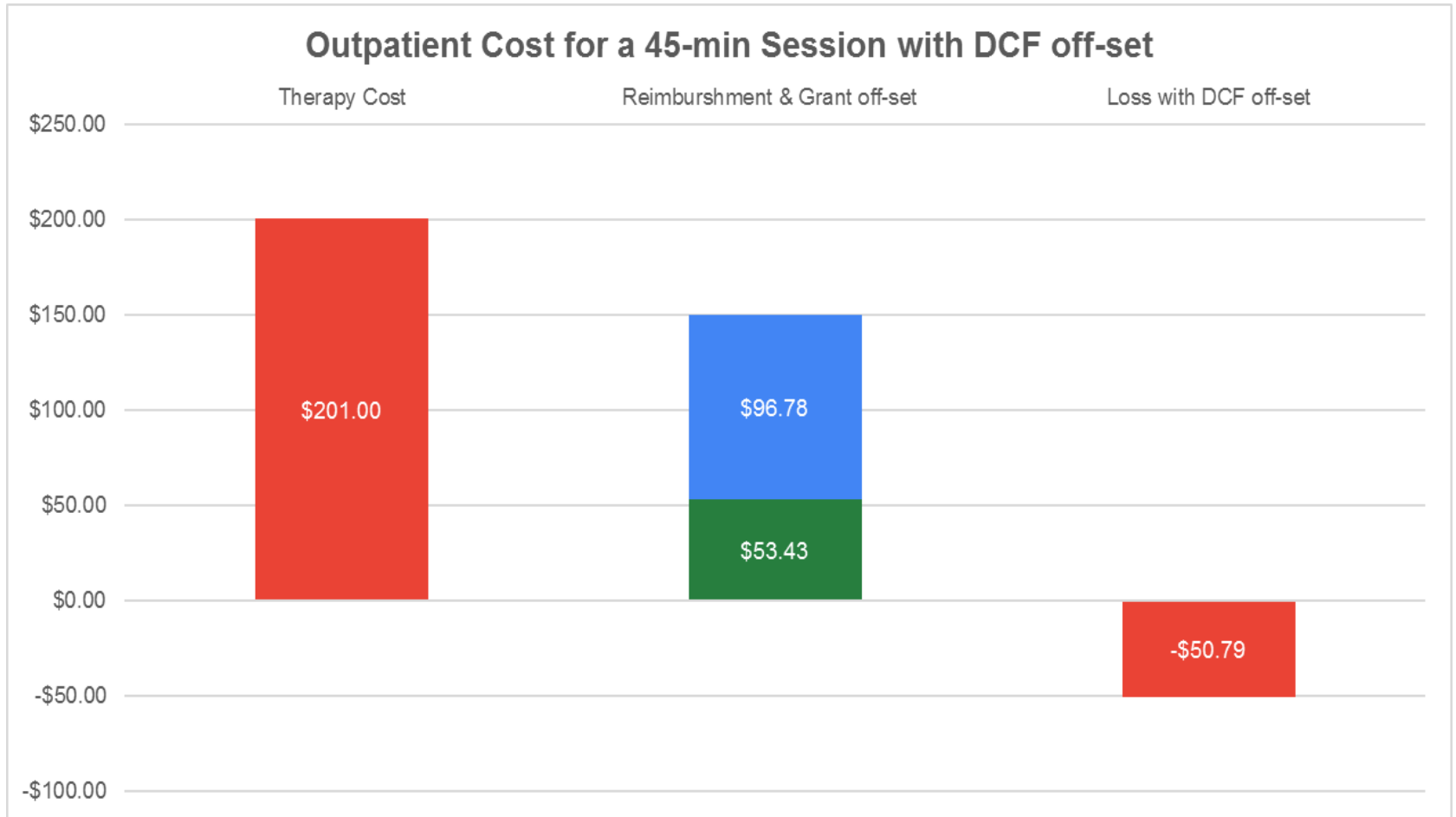
Clinic A

Medicaid Rate – Outpatient cost

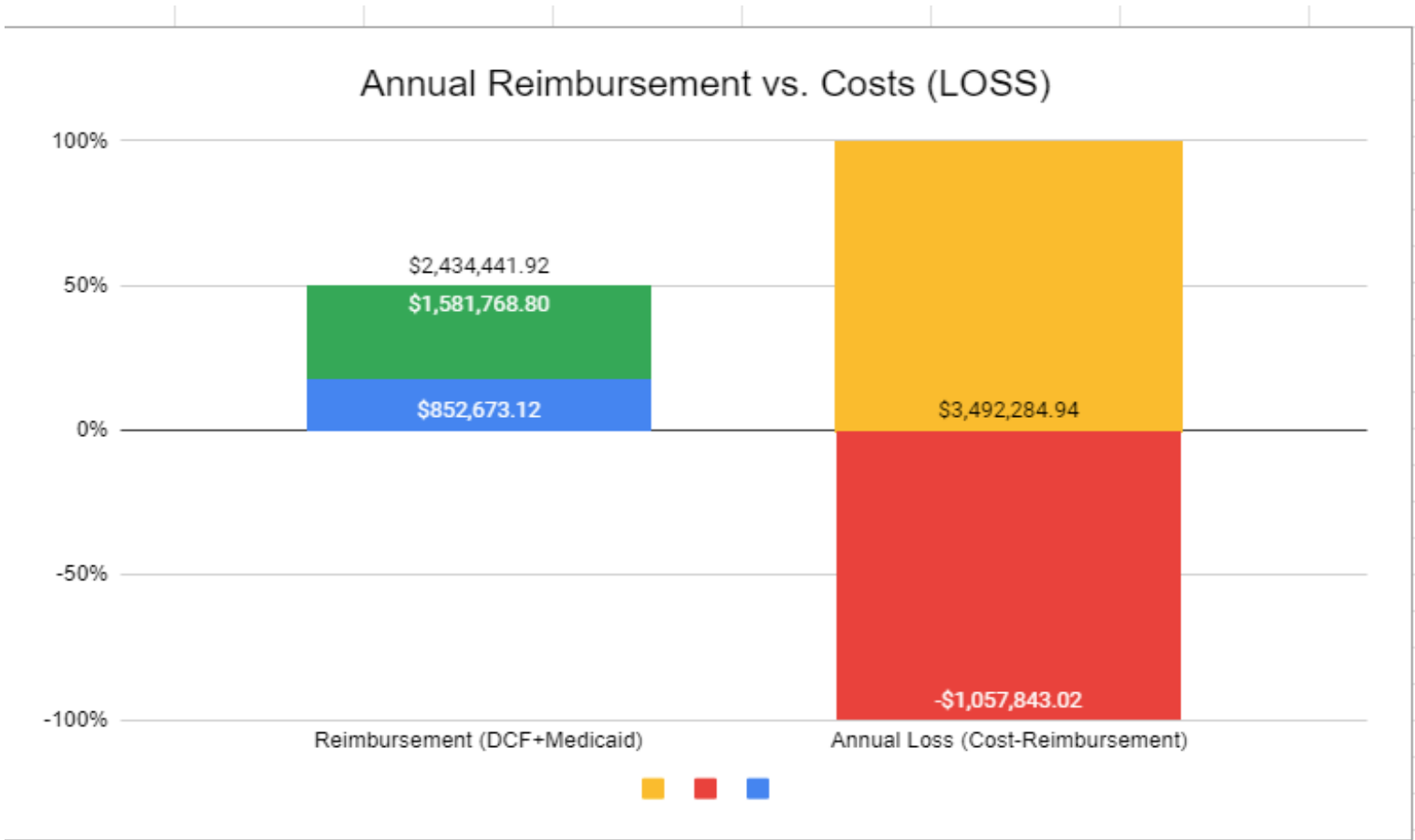


Clinic A

Medicaid Rate – Outpatient cost with DCF off-set

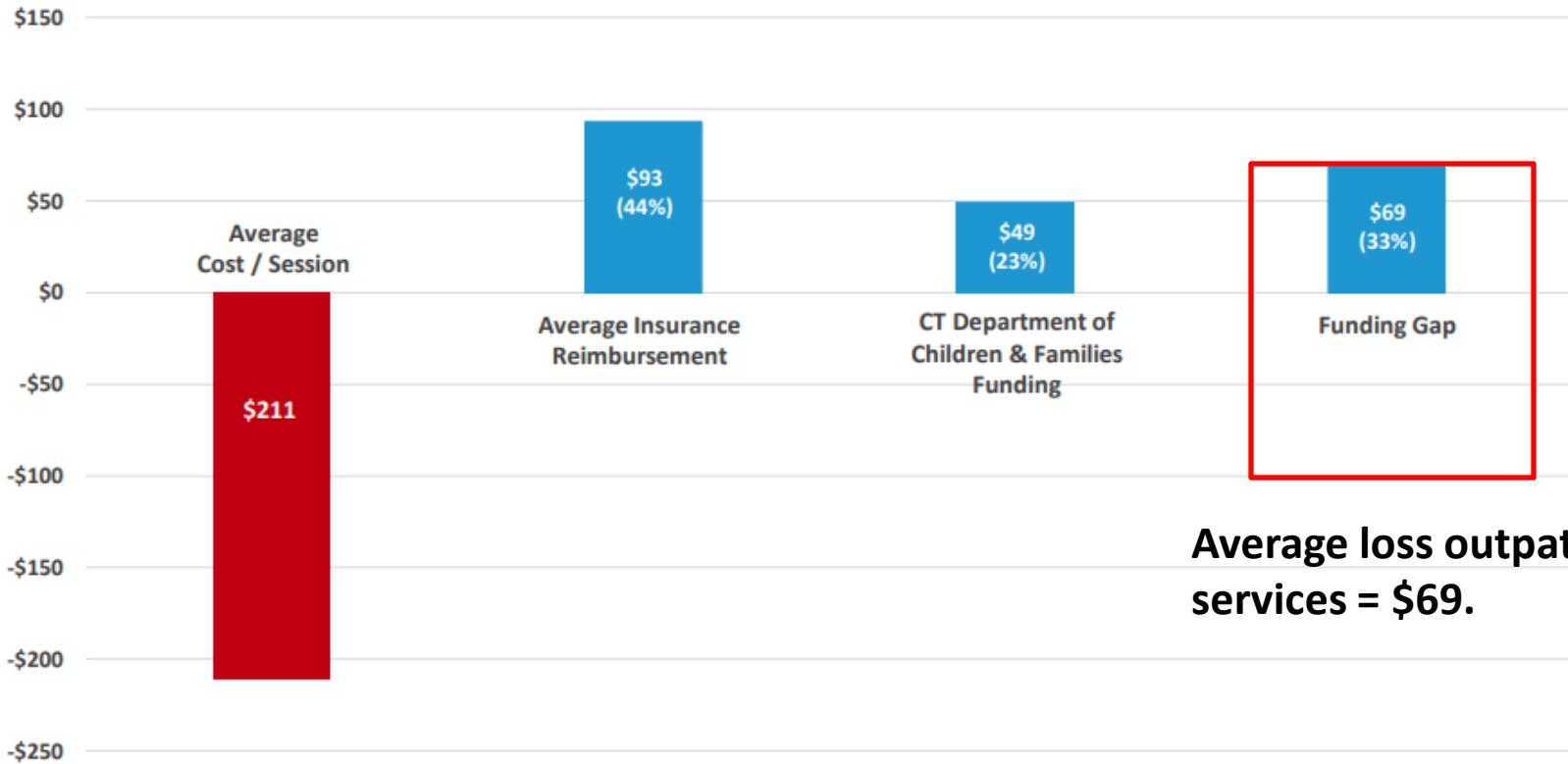


Annual Loss Outpatient Clinic A Medicaid Rates*



Clinic B

Medicaid Rates*

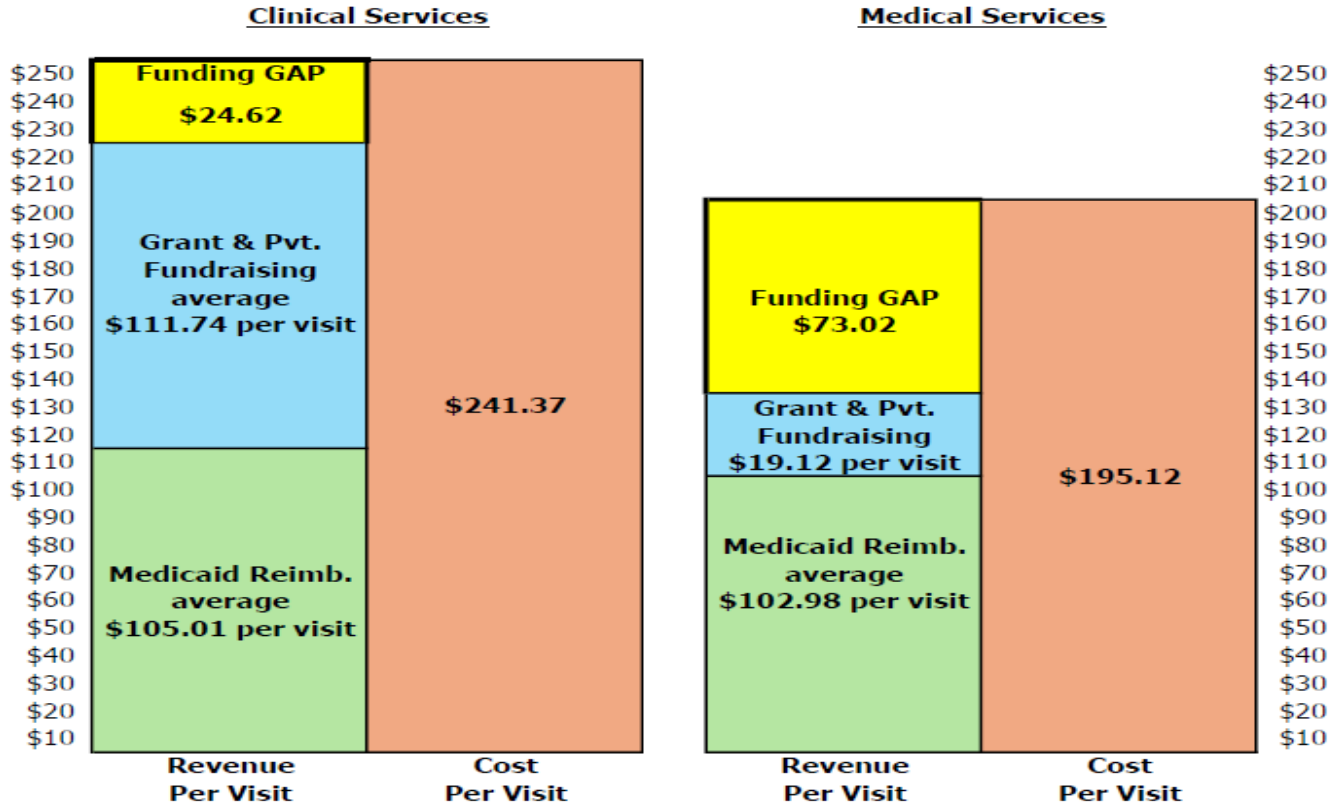


Average loss outpatient services = \$69.

Clinic C

Medicaid Rates* Non-ECC

Behavioral Health Services
Fiscal Year 2023 - 2024



Clinical Services
 Funding Gap per Visit = \$24.62
 15,025 Visits x \$24.62 =
 \$369,915 funding shortfall

Medical Services
 Funding Gap per Visit = \$73.02
 2,731 Visits x \$73.02 =
 \$199,418 funding shortfall