Oregon Health Authority

Addictions and Mental Health

Information Memoranda Transmittal

Mike Morris
Authorized Signature

Number: IM-04-13
Issue Date: 11/8/2013

Topic: Mental health

Due Date: 11/8/2013

Subject: Residential Services Contract Limitations

Applies to *(check all that apply)*:

- ☐ All DHS employees
- ☐ Area Agencies on Aging
- ☐ Aging and People with Disabilities
- ☐ Children, Adults and Families
- ☐ County DD Program Managers
- ☐ County Mental Health Directors
- ☐ Health Services
- ☒ Other *(please specify):* All AMH staff

Action Required: Please review the communication distributed to AMH contractors for residential mental health treatment.

Reason for Action: AMH and MAP are changing the way that Medicaid services for residential mental health treatment will be contracted for beginning January 1, 2014.

Field/Stakeholder review: ☐ Yes ☒ No

If yes, reviewed by:

If you have any questions about this action request, contact:

Contact(s):	Mike Morris		
Phone:	503-947-5539	**Fax:**	
E-mail:	michael.n.morris@state.or.us		

Division of Medical Assistance Programs
and
Addictions and Mental Health Division
John A. Kitzhaber, MD, Governor

500 Summer Street NE
Salem, Oregon 97301
DMAP Voice: (503) 945-5772
DMAP FAX: (503) 373-7689
DMAP TTY: (503) 378-6791
AMH Voice: (503) 945-5763
AMH FAX: (503) 378-8467
AMH TTY: (800) 375-2863
www.oregon.gov/OHA

Memorandum

Date: October 31, 2013

To: Adult Mental Health Residential Providers
Community Mental Health Programs

CC: CCOs

From: Pamela A. Martin, Ph.D., ABPP, AMH Director
Judy Mohr Peterson, DMAP Director

Subject: Residential Services Contract Limitations

As previously communicated, the Oregon Health Authority (OHA) has made the decision to change the date for integration of adult mental health residential services into Coordinated Care Organizations (CCOs) from January 1, 2014 to July 1, 2014. This change was made after consideration received from both providers and CCOs. This change will require that the Addictions and Mental Health Division (AMH) amend the County Financial Assistance Agreements (CFAA) and Direct Provider Contracts to reflect this change and assure continuity with current business practices for these important services. OHA will be taking this opportunity to further clarify residential services contract limitations. It has come to OHA's attention that there is confusion between this utilization management strategy and capping access to Medicaid covered services. In alignment with OHA policy, the contract amendments will no longer include financial limitations for services billable to Medicaid. The current prior authorization and plan of care process for Medicaid-covered services provided to residents of these settings will continue.

If you have any questions regarding this matter please contact Mike Morris, 503-947-5539, michael.n.morris@state.or.us