

Provider Notice



From: Magellan Healthcare

Subject: Important Magellan IBHP fee schedule updates

Attention: Important Magellan IBHP Fee Schedule Updates

Overview

To support the changes outlined in the [Medicaid IR Rate Reduction notice](#), Magellan worked with the Idaho Department of Health and Welfare (IDHW) to make the below Idaho Behavioral Health Plan (IBHP) fee schedule changes. Magellan will continue to coordinate with IDHW to determine how long these rate reductions must be in place or if other service changes are necessary to ensure a balanced budget.

Magellan understands this is a challenging budget situation and we will continue to work with the IBHP provider network to identify additional ways to reduce administrative costs so we can collectively support Idahoans.

An updated fee schedule reflecting these changes will be distributed to the provider network and posted on [Magellanofidaho.com](https://www.magellanofidaho.com).

Impacted Services

Service	Rate Reduction	Effective Date
Diagnosis-related group (DRG) hospitals	4%	Sept. 1, 2025
Partial hospitalization (PHP)	15%	Nov. 1, 2025
Intensive outpatient (IOP)	10%	Nov. 1, 2025
Community-based ASAM (ASAM 3.5/3.7)	5%	Nov. 1, 2025
All other IBHP Services	4%	Nov. 1, 2025

Services excluded from rate reductions

- Tribal providers
- Children's residential services
- Institution for mental disease (IMD) hospitals
- Critical access hospitals

Thank you for your attention to these important updates.

Questions?

Please contact Magellan at IdahoProvider@MagellanHealth.com.