

Provider Notice



From: Magellan Healthcare

Subject: Important update: DRG claims processing changes effective Jan. 1, 2026

Overview

Effective Jan. 1, 2026, the Idaho Department of Health and Welfare (DHW) is implementing changes to where DRG inpatient claims should be sent for processing. These changes have an impact on where some behavioral health claims are processed but will help streamline DRG assignment between Magellan Healthcare Inc. and Idaho Medicaid's contractor Gainwell Technologies.

What's changing

- All DRG Inpatient claims assigned a Mental Health (MH) or Substance Abuse (SA) service category with discharge dates on or after Jan. 1, 2026, will be processed through Magellan Healthcare.
- All other DRG service categories outside of MH/SA will continue to be submitted to Gainwell Technologies.
- For claims with discharge dates prior to Jan. 1, 2026, please continue to follow previous billing guidance.

For additional details from IDHW, please review the official [Information Release: MA25-23](#).

Questions?

Please contact Magellan at IdahoProvider@MagellanHealth.com.