




State of New Mexico  
 Medical Assistance Program Manual  
**Supplement**



**DATE:** July 25, 2024 **NUMBER:** 24-12

**TO:** CENTENNIAL CARE 2.0 MANAGED CARE ORGANIZATIONS

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**THROUGH:** KRESTA OPPERMAN, ACTING BUREAU CHIEF, BENEFITS AND REIMBURSEMENT BUREAU

**SUBJECT:** PROVIDER PAYMENT RATE CHANGES FOR INTENSIVE OUTPATIENT PROGRAM (IOP) SERVICES

The Human Services Department Medical Assistance Division (HSD/MAD) is issuing this Supplement to provide billing and reimbursement guidance for Behavioral Health IOP services effective April 7, 2024. This guidance is being issued in advance of a revision to the Behavioral Health Fee Schedule and Behavioral Health Policy and Billing Manual and is effective immediately. This Supplement replaces Supplement 24-05.

IOP services are billed with codes H0015 for substance use disorder (SUD) and S9480 for mental health and paid at a daily rate. To be eligible for the daily rate a minimum of three (3) hours of service must be provided. The rate is inclusive if IOP core services: individual therapy, group therapy, and psycho-education. Rate and coding guidance as noted in the table below. These changes are applicable to both Fee-For-Service and the Managed Care Organizations (MCOs).

Please refer to the Behavioral Health Policy and Billing Manual for detailed IOP program instructions.

**Billing and Reimbursement**

Payment for IOP services to approved provider will be as follows:

- CPT H0015 (SUD) – Daily rate = One unit per day.
- CPT S9480 (Mental Health) – Daily rate = One unit per day
- The facility NPI may be used in the rendering provider field as well as in the billing provider field.

- The daily rate is inclusive of all IOP services including individual and group therapy as well as psycho-education.
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- Special instructions for FQHC: Use the HCFA 1500 claim form using the appropriate HCPCS codes at the FFS or negotiated unit rate.
- Special instructions for IHS/638: UB Claim form; revenue code 0919 for OMB rate.
- For, IHS, and Tribal 638: if preferring to utilize the fee schedule rates, the provider may contact the MAD Benefits and Reimbursement Bureau and all applicable MCOs.
- Individual counseling for a diagnosis not treated in the IOP can be rendered on the same day as IOP. For example, if a client is in IOP for Alcohol Use Disorder and they need treatment for PTSD then a client could engage in IOP and individual work provided with different primary diagnoses on the billing forms.

<b>CPT Code</b>	<b>Description</b>	<b>Units</b>	<b>Claim Form</b>	<b>Medicaid FFS Rate</b>
H0015(SUD)	INTENSIVE OUTPATIENT (IOP)	1	CMS-1500	\$269.80
S9480 (Mental Health)	INTENSIVE OUTPATIENT (IOP) PSYCHIATRIC SERVICES, PER DIEM	1	CMS-1500	\$269.80