

Provider Rates and Program Expansions Update (As of November 19, 2025)

We are writing to share positive updates after our most recent [Rates and Program Expansion Update](#).

Updated Analysis of 2025 Medical Spend by County and 2026 Capitation Rates

- **Bucks, Montgomery, Lehigh, and Northampton:** It has been determined that there is funding available for 2025 retrospective rate increases that will be sustained. The priorities for the levels of care and services receiving the increase are community based, non-24-hour levels of care. Also, Bucks County and Montgomery County were able to include mental health Acute Inpatient Level of Care and Children's Residential Treatment Facility Level of Care for retrospective rate increases.
- **Cambria County.** Medical expenditure is fully allocated. The financial situation cannot support rate increases or provider expansion currently. The potential for rate increases in 2026 remains under analysis.

Immediate Next Steps: November and December

- Retrospective rate increases for 2025 will be paid to eligible providers in the form of lump sum payments. These will disperse to organizations across the next one to four weeks.
- These payments will be made to a member ID of all 5's with the county prefix as follows:

BUC=Bucks, LEH=Lehigh, MNT=Montgomery, NOH=Northampton

- Impacted providers will receive payment, with at least one explanation of benefits that has the following fields in it:

Rendering Provider Name	Rendering MIS	Tax ID	Lump Sum	Member ID	proc#	Modifier 1	Modifier 2
			\$	NOH555555555			

- Providers receiving the retrospective sustained rate increase payments can expect to receive updated fee schedules and amendments beginning in December.
- These provider contract updates will be "Silence is Acceptance" (meaning they do not require provider execution) and because the retrospective rate increases are being paid as one-time payments, the effective dates of the sustained increases will be 1/1/2026.

Program Expansion

- **Program expansion** remains paused except for some providers that will be individually contacted specific to Bucks County. Magellan continues to evaluate the network for adequacy and geographic needs. Where an immediate need is identified, we will proactively reach out to

providers. Please note that we will continue to regularly review and prioritize both new and existing provider requests for network entry or expansion.

- Decisions will be individualized by each county. Should opportunities for additional rate adjustments or network expansion arise, Magellan and the respective county will directly contact impacted providers.

Thank you for your continued partnership and commitment to the individuals we collectively serve. We will continue to provide updates as more information becomes available.