

Advancing benefits and services in mental health, substance use and behavior change.

June 23, 2017

The Honorable Mitch McConnell, Majority Leader U.S. Senate S-230 U.S. Capitol Washington, DC 20510 The Honorable Chuck Schumer, Minority Leader U.S. Senate S-221 U.S. Capitol Washington, DC 20510

Dear Leader McConnell and Leader Schumer,

I am writing on behalf of The Association for Behavioral Health and Wellness (ABHW) to share our views on the Better Care Reconciliation Act (BCRA) of 2017. We have serious concerns with the impact this legislation's changes would have on individuals with mental health and substance use disorders (MH/SUD).

ABHW is the national voice for companies that manage behavioral health and wellness services. ABHW member companies provide specialty services to treat mental health, substance use, and other behaviors that impact health. ABHW supports effective federal, state, and accrediting organization policies that ensure specialty behavioral health organizations (BHOS) can continue to increase quality, manage costs, and promote wellness for the nearly 170 million people served by our members.

Approximately 1.8 million of the 21 million people covered under the Affordable Care Act (ACA) are currently receiving mental health services and subsidies; and approximately 1.25 million people with serious mental disorders, and about 2.8 million Americans with a substance use disorder (of whom about 222,000 have an opioid disorder), would lose some, or all, of their coverage if the ACA is fully repealed. Repealing MH/SUD provisions of the ACA would take away at least \$5.5 billion in one year from the treatment of low income people with MH/SUD.

Specifically, we are concerned with the BCRA's reconfiguration of the Medicaid program. One in five of Medicaid's nearly 70 million patients has a MH/SUD diagnosis. The Medicaid expansion program has provided coverage to persons with MH/SUD who might not have otherwise had access to care, and it led to significant increases in coverage and treatment access for that population.

The phase out of Medicaid expansion will almost certainly be harmful to the MH/SUD population. Cutting back on Medicaid expansion will result in a loss of coverage for 1.3 million people who receive treatment for MH/SUD through Medicaid expansion. People who maintain coverage could potentially receive a decrease in their MH/SUD benefit. ABHW supports ensuring access to medically necessary, evidence based behavioral health treatment for the Medicaid population going forward.

MH/SUD benefits are of great advantage to people with behavioral health illness because they provide, and help pay for, medically necessary treatments. Because 25% of the population has a mental illness, and a mental illness or substance use disorder can arise at any time, MH/SUD treatment services are a crucial piece of health care coverage. The rising opioid crisis in our country provides even more reason to grant appropriate access to MH/SUD treatment. ABHW supports the inclusion of a MH/SUD benefit in all policies.

Mental health and addiction parity ensures equal financial and treatment coverage between behavioral and physical health care and must be maintained. As the current health care debate continues, it is imperative

that we do not reverse the progress that has been made with the enactment of the Mental Health Parity Act of 1996 (MHPA) and the Mental Health Parity and Addiction Equity Act of 2008 (MHPAEA). Ensuring that financial and treatment coverage in health insurance policies is equitable between behavioral and physical health care helps Americans with MH/SUD receive the treatment they need. While MHPAEA requires plans cover mental health and addiction treatment at parity with medical treatment, the ACA ensured that plans provide coverage for MH/SUD. Without that underlying coverage, there is no benefit to which parity can be applied. We do appreciate the provision in the BCRA to require coverage of MH/SUD treatment consistent with MHPAEA as part of the Medicaid Flexibility Program and the continuation of the application of MHPAEA in the individual and small group market.

We are glad to see that your bill allows children to stay on their parents' plans until age 26, as that provision increases insurance coverage for young adults, which is important since many of the most severe forms of mental illness first emerge in this age group. ABHW is also pleased with your willingness to amend the IMD exclusion and provide grant funding for states to support SUD treatment and recovery support services. However, the inclusion of these provisions will not come close to providing the support necessary for the MH/SUD community upon the reduction of Medicaid reimbursement that will occur with the changes the BCRA makes to the Medicaid program.

Thank you for your consideration of our concerns; we look forward to working with you on these and other issues impacting behavioral health. In closing, we would like to remind you that the changes outlined above will negatively impact the millions of Americans with mental illness and addiction and will result in a step backward from the positive gains from the bipartisan 21<sup>st</sup> Century Cures Act and Comprehensive Addiction and Recovery Act enacted last year. If you have any questions, please contact Rebecca Murow Klein on my staff at klein@abhw.org or (202) 449-7659.

Sincerely,

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