



NETWORK *Notification*

Notice Date: 7/14/2026
To: Indiana Medicaid Providers
From: CareSource
Subject: Partial Hospitalization Program – Reminders

Summary

CareSource offers coverage of partial hospitalization programs (PHP) for Healthy Indiana Plan and Hoosier Healthwise members. We would like to remind behavioral health providers of the requirements for PHP. These services should be individualized with treatment goals that are measurable, functional, time framed, clinically appropriate and documented to support medical necessity.

Partial hospitalization services must meet Indiana Health Coverage Program (IHCP) coverage criteria and adhere to the established service standards outlined in the [Behavioral Health Provider Reference Module](#).

Authorization Reminders

Prior authorization, subject to medical necessity, is required for PHP services. Providers must submit all necessary clinical documentation to support the level of care requested, including treatment plans, at the time of admission to request authorization for services. CareSource authorizes services for up to five days, depending on the member's condition. Continued stay requests must demonstrate ongoing need and progress toward treatment goals.

Limits and Restrictions

IHCP partial hospitalization coverage carries the following limits and restrictions:

- Prior authorization is required
- Providers are subject to post-payment review to ensure that the minimum requirement of four to six hours of active therapy is provided
- One unit (H0035) is allowed per date of service
- Inpatient services are not reimbursable on the same date as H0035
- Physician services and prescription drugs are reimbursed separately from H0035
- Services must be provided for at least four days per week

Providers are expected to comply with IHCP billing guidance, staffing requirements and program standards. Failure to meet these requirements may result in denials or recoupments.

Questions?

Review the IHCP Behavioral Health Reference Module or contact CareSource's Provider Services at **1-844-607-2831** Monday through Friday, 8 a.m. to 8 p.m. Eastern Time (ET)/7 a.m. to 7 p.m. Central Time (CT).

IN-MED-P-5574804

Issue Date: 07/08/2026

OMPP Approved: 07/08/2026