

Community Behavioral Health (CBH) is a nonprofit Medicaid Behavioral Health Managed Care Organization (BH-MCO) established by the City of Philadelphia to ensure access to behavioral health services for hundreds of thousands of Medicaid-eligible Philadelphians. CBH partnered with Econsult Solutions Inc. (ESI) to produce an economic impact study that underscores CBH's broad impact to the city and state and assesses the impact of federal Medicaid policy changes. The report illustrates the significant role that CBH plays in fueling the health care ecosystem, showing that CBH powers Philly and PA.

*Please Note: All figures are rounded and reflect CY2024.*

## Community Behavioral Health

**788,800**

Eligible Members

**99,800**

Utilizing Services

**600**

Employees

**\$1.3Billion**

Operating Expenditure

**\$985M**

Medical Expenses

**\$199M**

MCO Assessment

**\$117M**

Other Admin. Expenses

**260**

In-Network Providers

**187**

Adult Services

**137**

Child Services

**241**

Mental Health Services

**51**

SUD Services

**870**

Care Sites

## CBH Powers Philly and PA

**\$2.01Billion**

Total Economic Impact

**\$1.09B**

Direct Impact

**\$923M**

Indirect + Induced Impact

**\$986MILLION**

Employee Compensation

**13,450**

Jobs Supported

## 2024 Economic Impact in Philadelphia vs. the Rest of PA

**Rest of PA**

**\$1.43Billion**

Economic Impact

**9,950**

Jobs Supported

**\$763MILLION**

Employee Compensation

**\$27MILLION**

Total Tax Revenue

**\$580MILLION**

Economic Impact

**3,500**

Jobs Supported

**\$224MILLION**

Employee Compensation

**\$274MILLION**

Total Tax Revenue<sup>1</sup>

1. CBH expenditures are modelled to determine the effects of CBH's funding cuts on the regional and statewide economies. The decrease in modelled operating expenses, which excludes non-circulating expenses like depreciation and interest, out-of-state expenses, and the MCO assessment, is less than the decrease in total expenditures (\$99M).

**PHL**

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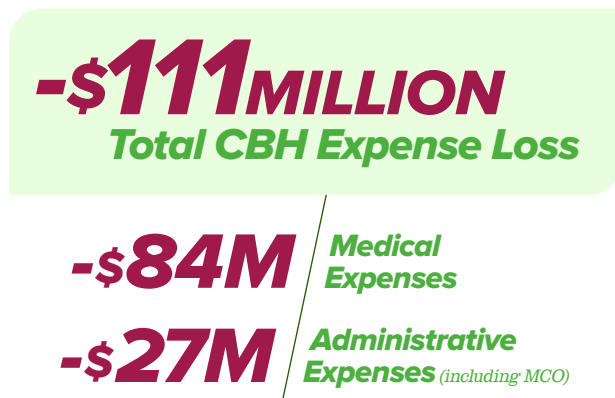
### Estimated Impact of Medicaid Policy Changes on CBH

Changes to Medicaid eligibility and funding levels under the *One Big Beautiful Bill Act* (OBBBA) of July 2025 will undermine CBH's ability to ensure access to behavioral health services for Philadelphia residents. OBBBA policy changes will reduce Medicaid eligibility for an estimated 67,200 Philadelphia residents<sup>2</sup>, which will impact the city and state economies as well as individual and community well-being.

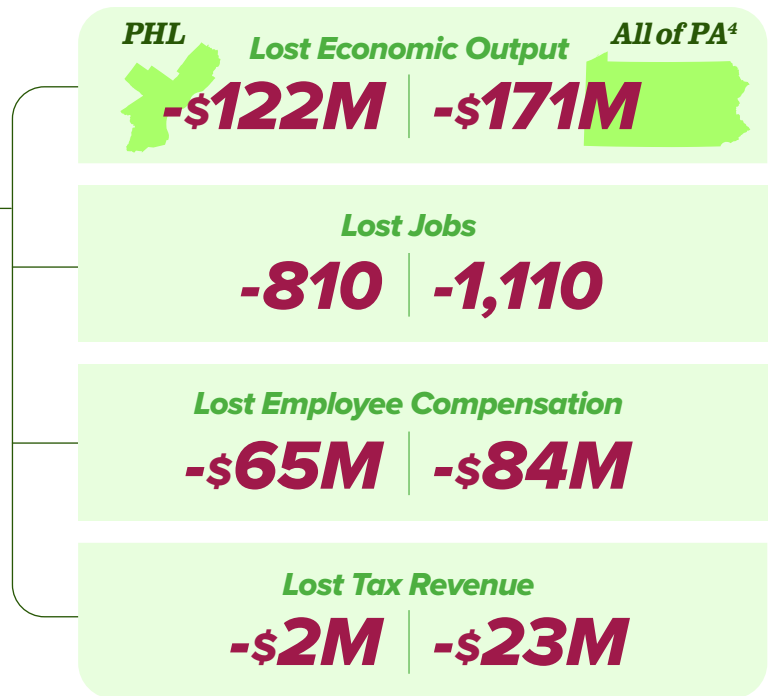
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*2. Based on analysis by the Pennsylvania Department of Health Services (DHS) and Congressional Budget Office (CBO)*

### CBH Spending Loss from Medicaid Policy Change<sup>3</sup>



3. Estimated losses listed here only capture projected losses resulting from CBH's decreased medical spending under OBBBA as a single BH-MCO in Philadelphia, and do not represent the overall economic losses associated with other Medicaid MCOs in Philadelphia, the Commonwealth of PA, or overall under the HealthChoices program.



4. "All of PA" includes Philadelphia.

### The Social Impact of Medicaid Policy Changes

Behavioral health services have important social impacts. OBBBA Medicaid policy changes will lead to degraded health outcomes, increased health care needs, rising costs, and downstream implications included below:

