

ROY COOPER • Governor KODY H. KINSLEY • Secretary LISA TUCKER CAULEY • Division Director, Human Services

August 2, 2024

DEAR COUNTY DIRECTOR OF SOCIAL SERVICES

ATTENTION: DIRECTORS, CHILD WELFARE PROGRAM ADMINISTRATORS, MANAGERS, SUPERVISORS, SOCIAL WORKERS, AND FISCAL STAFF

SUBJECT: CONGREGATE CARE BRIDGE FUNDING – CARRY FORWARD FOR THE FISCAL YEAR 2024-2025

REQUIRED ACTION: Information Only I Time Sensitive I Immediate

PURPOSE: This letter provides county DSS agencies with updated funding information for congregate care state bridge funding.

Section 6.9 of SL 2023-14 provided nonrecurring funds for the 2023-2024 state fiscal year to assist counties and the state given the loss of federal IV-E funding for congregate care under the Families First Prevention Service Act and extended the current bridge funding allocation. To date, no funding has been provided for the 2024-2025 state fiscal year. However, SL 2024-40, enacted in July 2024, allows nonrecurring funds from the state fiscal year 2023-24 to remain available until December 31, 2024. This includes the bridge funding for congregate care from SL 2023-14.

Of the \$11.8 million appropriated for SFY24, there is approximately \$2.5 million remaining available to carry into SFY25. Based on historical utilization, NC DSS projects that the \$2.5 million will cover costs for 3 months for all eligible placements, including newly added eligibles. These funds will be effective as soon as they are certified, first to reimburse June (paid July service dates), then moving forward for July and August (paid August and September service dates respectively). The funding distribution will continue under the current process, for the three months above. County agencies should continue to follow the original guidance provided for data entry. If any additional funds are included in the SFY25 state budget, passed at a later date, NC DSS will review capability to retroactively reimburse counties for any costs incurred after that 3-month period, as available. NC DSS will continue to assess the availability of additional funding.

NC DEPARTMENT OF HEALTH AND HUMAN SERVICES • DIVISION OF SOCIAL SERVICES

LOCATION: 820 S. Boylan Avenue, McBryde Building, Raleigh, NC 27603 MAILING ADDRESS: 2401 Mail Service Center, Raleigh, NC 27699-2401 www.ncdhhs.gov • TEL: 919-855-6335 • FAX: 919-334-1018 For previous guidance on the bridge funding for congregate care, please see the previously released Dear County Director Letters, referenced below: <u>https://www.ncdhhs.gov/cws442021/download?attachment</u> <u>https://www.ncdhhs.gov/cws442021a/download?attachment</u> <u>https://www.ncdhhs.gov/cws482023/download?attachment</u>

If you have any questions, please contact Erin Dickmeyer, Child Welfare Finance Officer at <u>Erin.Dickmeyer@dhhs.nc.gov</u>.

Sincerely,

Fin Dickmeyer

Erin Dickmeyer Child Welfare Finance Officer Division of Social Services

cc: Lisa Tucker Cauley, Division Director of Human Services Adrian Daye, Deputy Director for Child Welfare Practice Kimaree Sanders, Section Chief for Regulatory and Licensing Peter West, Section Chief for County Operations Kathy Stone, Section Chief for Safety and Prevention Regulatory & Licensing Team Consultants Regional Child Welfare Consultants Richard Stegenga, Director, Business Operations Kim Goodwin, Budget Officer Local Business Liaisons

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