

North Carolina Department of Human Resources Division of Social Services 325 North Salisbury Street • Raleigh, North Carolina 27603

Courier # 56-20-25

James B. Hunt, Jr., Governor H. David Bruton, M.D., Secretary

Kevin M.FitzGerald, Director (919) 733-3055

July 1, 2000

DEAR COUNTY DIRECTOR OF SOCIAL SERVICES

SUBJECT: SFY 2000-2001 FACILITY RATES

ATTENTION: CHILD WELFARE SUPERVISORS CHILD PLACEMENT STAFF

The purpose of this letter is to provide you with information on the **Foster Care Maximization Program** and the list of **Facility Rates** for member agencies for SFY 2000-01.

Each year, the Division of Social Services establishes Facility Rates (i.e. costof-care rates) for agencies that participate in this program. In order to participate, agencies must comply with program requirements in North Carolina Administrative Code (10NCAC41M). The regulations in 10NCAC41M reflect federal regulations with which the Division of Social Services and agencies must comply in order for North Carolina to maintain this program. Private child-caring agencies must enter into a formal contract with the Division in order to receive reimbursements directly from the state.

Establishing **Facility Rates** allows North Carolina to claim additional federal IV-E and TEA foster care reimbursements for county DSS agencies and participating private child-caring agencies. Specifically, this program enables the state to receive federal IV-E and TEA reimbursement for costs in excess of the standard board rate that are incurred on behalf of IV-E and certain TEA eligible children.

If the cost of a child's placement is in excess of the standard board rate, it is very important that county DSS staff ensure that the child-caring agency is participating in the maximization program. If a county DSS determines that a potential placement resource for an eligible child does not have a Facility Rate established by the Division of Social Services, the enclosed information on the facility rate-setting procedures may be shared with them. The facility or agency will then need to contact Elsie Roane at (919) 733-4622 to request inclusic n in the Maximization Program to determine if they meet the requirements. Once a facility or agency Dear County Director July 1, 2000 Page 2

becomes a member, the Division will notify them on an annual basis about the facilityrate setting schedule and procedures.

Following are several examples of how Title IV-E and TEA reimbursements are made to a county DSS and a participating agency (Agency X).

Example 1: Agency X has a Facility Rate of \$4000.00 per month per child. The county DSS pays Agency X a \$1000.00 monthly foster care payment for a IV-E eligible child. \$1000.00 is entered in Field 50 (Monthly Rate) on the DSS 5094. The county DSS receives federal and state reimbursement for the standard board rate (SBR) and <u>also</u> receives federal reimbursement for the difference between the amount entered in Field 50 of the DSS 5094 and the SBR. The calculation is: \$1000.00 - SBR x federal participation rate (currently 62.49%) = federal reimbursement received by the county DSS for payment made above the SBR. In addition, Agency X receives federal reimbursement for the difference between the amount paid by the county DSS and the Facility Rate. The calculation is: \$4,000.00 - \$1,000.00 = \$3,000 x 62.49% = \$1874.70 received by Agency X. In this example, Agency X received a total of \$2874.70 from the county DSS and the SSS.

Example 2: Agency X has an established Facility Rate of \$1000.00 per month. The county DSS pays Agency X a \$1000.00 monthly foster care payment for a IV-E eligible child. \$1,000.00 is entered in Field 50 (Monthly Rate) on the DSS 5094. Since the county DSS paid the full amount of the Facility Rate, the DSS receives state and federal reimbursement for the SBR <u>and</u> also federal reimbursement for the difference between the amount they paid and the SBR (\$1,000 - \$415 = \$585 x 62.49% = \$365.57). Agency X does not receive any federal IV-E Maximization reimbursement from the state in this example.

Example 3: Agency X has an established Facility Rate of \$1000.00 per month. The county DSS pays Agency X a \$1000.00 monthly foster care payment for a TEA eligible child. \$1,000.00 is entered in Field 50 (Monthly Rate) on the DSS 5094. Since the county DSS paid the full amount of the Facility Rate, the DSS receives state and federal reimbursement for the SBR of 100% and also federal reimbursement for the difference between the amount they paid and the SBR (\$1,000 - \$415 = \$585 x 100% = \$585). Agency X does not receive any additional reimbursement in this example.

For child-caring facilities operated by county Departments of Social Services, federal IV-E and TEA maximization reimbursements are received directly by the county Department of Social Services. In such situations, the established monthly **Facility Rate** must be shown in Field 50 (Monthly Rate) of the DSS 5094 in order for the county DSS to receive the full maximization reimbursement.

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According to federal and state regulations, foster care payment claims are not allowed to exceed the state-established Facility Rates. Therefore, if counties choose to pay an amount greater than the state-established Facility Rate, no reimbursement is received for the amount in excess of the Facility Rate. In addition, North Carolina Administrative Code includes a cost containment requirement in which the Child and Family Services Association of North Carolina recommends a cap or <u>maximum facility</u> <u>rate</u> for each type of care each year. Therefore, no **Facility Rate** established by the Division is allowed to exceed the maximum rate established, regardless of the facility's actual cost of care. The caps (maximum allowable, monthly cost of care) set for each type of care for FY 2000-01 are as follows:

(CAMP)	FOSTER CARE CAMP	\$2,675.00
(EMERG)	EMERGENCY CARE (off-campus)	\$5,257.00
(FOSTER)	PRIVATE FAMILY FOSTER HOME	\$2,660.00
(GROUP)	GROUP HOME (9 OR FEWER)	\$5,835.00
(INIT)	INSTITUTIONAL CARE	\$5,851.00

The attached list of the 2000-01 **Facility Rates** is arranged alphabetically by facility and by type. Institutions which provide two or more types of care on one campus receive a blended rate of care and are listed under institutional care. If any agency/facility's actual cost of care exceeds the maximum allowable monthly cost of care established by the Association, the actual cost of care is also listed for informational purposes. This year, for the first time, the Facility Rates listed are inclusive of an adjustment for inflation for FY 1999/00 and for FY 2000/01

The enclosed list indicates with an asterisk (*) those agencies that are also members of the State Funds Program. State Funds are designated to supplement the foster care costs for <u>non-IV-E children</u> in placement with member agencies. The current appropriation of State Funds totals \$9.3 million and is paid exclusively to member agencies in accordance with 10NCAC41M. Reimbursements are made based on the available funds and the agency's Facility Rate less any foster care payment and child's resources shown on a child's DSS 5094. Counties that pay in excess of the Standard Board Rate for children placed with these agencies should be able to realize some reduction in county costs for these placements.

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If you have questions about this information, please refer to the Children's Services manual, Volume I: Chapter IV: Section 1203 or you may contact Elsie D. Roane at (919) 733-4622. Another source of information which lists facility rates is the quarterly RMDS report: FCF 402: Foster Care Placement Resources.

Sincerely,

Charles C. Harris find

Charles C. Harris, Chief Children's Services Section

cc: Melinda Hamrick Floyd Bowen Austin Connors Kenneth Foster Gary Fuquay Karen Anderson Allen Gambill Elaine Denny Nancy Coston CS Team Leaders CPRs Local Support Managers

2000-01 FACILITY RATES

1. AGAPE OF NORTH CAROLINA FOSTER \$2660 (actual cost = \$5429) 2. *AGAPE HOUSE, INC. GROUP \$5835 (actual cost = \$8964) 3. *ALEXANDER CHILDREN'S HOME FOSTER \$2465 INIT \$5835 4. *AMERICAN CHILDREN'S HOME INIT \$3475 FOSTER \$1360 5. *ASHE YOUTH SERVICES, INC. GROUP \$3223 6. *AROSA HOUSE-THE FAMILY CENTER GROUP \$5250 7. *BAPTIST CHILDREN'S HOME INIT \$4728 GROUP \$3495 CAMP \$2675 8. *BARIUM SPRINGS INIT \$5851 (actual cost = \$10,984) 9. BENSON CHILDREN'S HOME EMER \$5136 **10. *BERTIE MARTIN BEAUFORT SHELTER** \$2564 EMER **11. BETHANY CHRISTIAN SERVICES** FOSTER \$842 12. *BOYS & GIRLS HOMES OF NC INIT \$4191 FOSTER \$2660 (actual cost =\$44,342) 13. *CALDWELL RESIDENTIAL SERVICES GROUP \$5560 14. *CARING FOR CHILDREN EMERG \$5257 (actual cost = \$5542) GROUP \$3644 \$2660 FOSTER 15. CATAWBA CO.DSS GROUP \$5835 (actual cost = \$6427) 16. *CENTRAL CHILDREN'S HOME INIT \$2696 17. *CHEROKEE CHILDREN'S HOME INIT \$5851 (actual cost = \$6575) 18. CHILDREN'S CENTER OF SURRY GROUP \$3040 **19. *THE CHILDREN'S HOME** \$2660 (actual cost = \$4881) FOSTER GROUP \$4400 (new - average) \$5851 (actual cost = \$7428) INIT 20. *CHILDREN'S HOME SOCIETY FOSTER \$1274 *CHILDREN'S HOMES OF CLEVELAND CO. GROUP \$3362 22. *CHURCH OF GOD CHILDREN'S HOME INIT \$1765 23. COASTAL HORIZONS CENTER (CRISIS LINE/OPEN HOUSE) \$3956 EMERG 24. CONCERN OF DURHAM \$4390 GROUP 25. *CROSSNORE INIT \$5108

26. CUMBERLAND CO.DSS GROUP \$5835 (actual cost = \$6223) 27. *EBENEZER GARDENS CHR. CHN'S. HOME GROUP \$2927 28. *ELIADA CHILDREN'S HOME FOSTER \$1338 INIT \$5851 (actual cost = \$6918) GROUP \$3260 29. *ELON HOMES FOR CHILDREN FOSTER \$2021 INIT \$5851 (actual cost = \$7455) 30. *EMERGENCY C C IREDELL CO. GROUP \$3001 31. *FALCON CHILDREN'S HOME INIT \$2064 32. FAMILY EMERGENCY TEEN SHELTER EMER \$4836 33. *FLORENCE CRITTENTON SERVICES INIT \$4339 34. FORWARD CARE MANAGEMENT GROUP \$4891 35. *FREE WILL BAPTIST CHIN'S HOME EMERG \$3154 INIT \$2344 36. *GRANDFATHER HOME FOR CHILDREN INIT \$5851 (actual cost = \$8719) 37. *HAVEN HOUSE EMERG \$5257 (actual cost = \$10,963) FOSTER \$2660 (actual cost = \$4815) GROUP \$3737 38. HENDERSON CO. YOUTH SERVICES EMERG \$5257 (actual cost = \$7407) 39. HILLCREST YOUTH SHELTER (LEE COUNTY) EMERG \$3316 40. *LIFEGAINS FOSTER \$2159 41. *LORAY GIRLS HOME GROUP \$4722 42. *LUTHERAN FAMILY SERVICES EMERG \$4651 FOSTER \$914 GROUP \$5835 43. MCDOWELL CO. DSS EMERG \$2432 44 *METHODIST HOME FOR CHILDREN EMERG \$4317 FOSTER \$1526 GROUP \$5653 **45. *MOUNTAIN YOUTH RESOURCES** EMERG \$4668 46. *NAZARATH CHILDREN'S HOME FOSTER \$2091 (new - average) INIT \$3536 47. *NOAH'S HOUSE-FAMILY RES. OF RUTHERFORDTON EMERG \$3207 48. OASIS OF LOVE HOMES, INC. GROUP \$2825 **49. ONSLOW CO, YOUTH SERVICES** EMERG \$5257 (actual cost = 12,756) **50. *PHOENIX GROUP HOMES** GROUP \$4064 51. *PRESBYTERIAN HOME INIT \$3439

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52. *RAINBOW CENTER EMERG \$3182 53. THE RELATIVES/TRANSITION HOUSE EMERG \$5257 54. ROBESON HOUSE, INC. EMERG \$2929 55. THE ROYAL HOME GROUP \$4558 56. SAVE THE CHN MATERNITY HOME GROUP \$5834 57. SERENDIPITY GROUP \$3828 58. *SIPE'S ORCHARD HOME INIT \$4615 59. *SOUTHMOUNTAIN INIT \$3576 60. SPECIALIZED CHILDREN'S CARE/CHOICES GROUP \$3918 61. *THOMPSON CHILDREN'S HOME FOSTER \$2660 (actual cost = \$3771) GROUP \$4166 \$5851 (actual cost = \$10,329) INIT 62. UNION CO.DSS \$3573 EMERG 63. VISIONS of NORTH CAROLINA GROUP \$5835 (actual cost = \$12,720) 64. *VOLUNTEER FAMILIES FOR CHILDREN \$ 2660 (actual cost = \$5957) FOSTER 65. WAKE CO. HUMAN SERVICES EMERG \$4750 66. *WATAUGA-AVERY YOUTH SERVICES, INC. GROUP \$3768 67. *WILKES COUNTY GROUP HOMES, INC. GROUP \$3896 **68. WITH FRIENDS SHELTER** \$5257 (actual cost = \$6869) EMERG 69. YADKIN CO.DSS \$5835 (actual cost = \$7828) GROUP 70. *YAHWEH CENTER FOSTER \$2660 (actual cost = \$8622) GROUP \$5309 71, YES I CAN, WE CARE \$5835 (actual cost = \$6927) GROUP 72. *YOUTH FOCUS \$4641 EMERG \$4119 GROUP \$5851 INST 73. *YOUTH HOMES \$2467 FOSTER GROUP \$3753 74. *YOUTH OPPORTUNITIES \$5634 (actual cost = \$6946) GROUP \$5835 (actual cost = \$6741) EMERG 75. *YOUTH UNLIMITED BOYS HOME \$3432 GROUP

NOTE: (*) Starred facilities/agencies are members of the State Funds Program. Members of this program are reimbursed approximately 65% of the FACILITY RATE for SFHF eligible (i.e. non IV-E eligible) children in placement.