Dear Chairmen:

North Carolina Session Law 2017-57, Section 11F.2.(c), requires the Department of Health and Human Services (“Department”) to modify the monthly reporting package submitted by the Local Management Entities-Managed Care Organizations (LME-MCOs) to the Department to include revenues and expenditures for the State funding sources for single stream, intellectual and developmental disability, and substance abuse services on Schedule D2. Additionally, the Department is required to modify appropriate schedules in the LME-MCO monthly reporting package to include unduplicated recipients and encounters in the same level of detail included in each D schedule for each source of funding for the reporting for the current and previous year’s month and year to date periods.

This month’s report includes information on the LME/MCO’s Single Stream Fund expenditures through October 2020. The allocations and service expenditures below incorporate the $88M in CARES Act funding allocated to DMHDDSAS for service provision in response to the COVID-19 pandemic. See Session Law 2020-97, Section 3.3 (114F) and Session Law 2020-88, Section 3(b). Although the pandemic has caused some disruptions in service spending, particularly at the beginning of the state fiscal year, we are actively working with the LMEMCOs to ensure North Carolinians continue to access needed behavioral health and I/DD services and that we are maximizing the impact of public service dollars.
Should you have any questions, please contact Kody Kinsley, Deputy Secretary for Behavioral Health and IDD, at 984-236-5000.

Sincerely,

Mandy Cohen, MD, MPH
Secretary

____________________
Kody H. Kinsley
Deputy Secretary for Behavioral Health & IDD
North Carolina Department of Health and Human Services

Mr. Mark Trogdon, Director  
Fiscal Research Division  
Suite 619, Legislative Office Building  
Raleigh, NC 27603-5925

Dear Director Trogdon:

North Carolina Session Law 2017-57, Section 11F.2.(c), requires the Department of Health and Human Services (“Department”) to modify the monthly reporting package submitted by the Local Management Entities-Managed Care Organizations (LME-MCOs) to the Department to include revenues and expenditures for the State funding sources for single stream, intellectual and developmental disability, and substance abuse services on Schedule D2. Additionally, the Department is required to modify appropriate schedules in the LME-MCO monthly reporting package to include unduplicated recipients and encounters in the same level of detail included in each D schedule for each source of funding for the reporting for the current and previous year’s month and year to date periods.

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Sincerely,

Mandy Cohen, MD, MPH
Secretary

Kody H. Kinsley
Deputy Secretary for Behavioral Health & IDD
North Carolina Department of Health and Human Services

cc: Kody Kinsley  Tara Myers  Matt Gross  Katherine Restrepo  Erin Matteson
    Victor Armstrong  Rob Kindsvatter  Hattie Gawande  Jared Simmons  Theresa Matula
    Dave Richard  Marjorie Donaldson  Joyce Jones  Luke MacDonald  Jessica Meed
    Ben Money  Jane Chiulli  Lisa Wilks  Mark Collins  Susan G. Perry

reports@ncleg.net
**FY20 Expenditures of Single Stream Funds by LME/MCO**

*Report Month: December 2020, Reported Expenditures Through: October 2020*

**FY21 - Reported Expenditures of Single Stream Funds plus Covid Relief Funds by LME/MCO**

*Reported Expenditures through month: October _svc lvl Percentage Target: 33.3% or more*

<table>
<thead>
<tr>
<th>LME/MCO</th>
<th>Reported SS + CRF Earnings *</th>
<th>SS + CRF Allocation</th>
<th>sfy2015 Service Level Req.</th>
<th>Reported Earned as % of Alloc*</th>
<th>Reported Earned as % of old Svc Level Req</th>
</tr>
</thead>
<tbody>
<tr>
<td>Alliance</td>
<td>$13,396,460</td>
<td>$48,060,755</td>
<td>$38,535,086</td>
<td>28%</td>
<td>34.8%</td>
</tr>
<tr>
<td>Cardinal</td>
<td>$23,106,529</td>
<td>$85,868,456</td>
<td>$70,113,612</td>
<td>27%</td>
<td>33.0%</td>
</tr>
<tr>
<td>Eastpointe</td>
<td>$9,180,298</td>
<td>$31,850,510</td>
<td>$21,572,071</td>
<td>29%</td>
<td>42.6%</td>
</tr>
<tr>
<td>Partners</td>
<td>$8,293,488</td>
<td>$40,982,794</td>
<td>$30,990,208</td>
<td>20%</td>
<td>26.8%</td>
</tr>
<tr>
<td>Sandhills</td>
<td>$11,502,715</td>
<td>$40,401,378</td>
<td>$25,521,488</td>
<td>28%</td>
<td>45.1%</td>
</tr>
<tr>
<td>Trillium</td>
<td>$12,324,409</td>
<td>$62,736,783</td>
<td>$39,000,613</td>
<td>20%</td>
<td>31.6%</td>
</tr>
<tr>
<td>Vaya</td>
<td>$10,915,338</td>
<td>$54,496,724</td>
<td>$39,285,683</td>
<td>20%</td>
<td>27.8%</td>
</tr>
<tr>
<td><strong>Statewide</strong></td>
<td><strong>$88,719,238</strong></td>
<td><strong>$364,397,400</strong></td>
<td><strong>$265,018,761</strong></td>
<td><strong>24%</strong></td>
<td><strong>33.5%</strong></td>
</tr>
</tbody>
</table>

* Single Stream earnings may exceed allocation, but payments are capped Pink Highlights Below Target

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**FY21 YTD - Reported SSF and CRF Expenditures as % of Annual Service Requirement**

Notes: The NonUCR portion of Single Stream Earnings is based on unaudited self-report from LME/MCOs.

LME expenditure of State funds will always lag at beginning of year when Federal funds are pulled down; as Federal accounts are depleted, rate of State earnings increase.

11/24/2020