



STATE OF NORTH CAROLINA
DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER
GOVERNOR

MANDY COHEN, MD, MPH
SECRETARY

August 16, 2021

SENT VIA ELECTRONIC MAIL

The Honorable Donny Lambeth, Chair
Joint Legislative Oversight Committee on
Health and Human Services
North Carolina General Assembly
Room 303, Legislative Office Building
Raleigh, NC 27603

The Honorable Joyce Krawiec, Chair
Joint Legislative Oversight Committee on
Health and Human Services
North Carolina General Assembly
Room 308, Legislative Office Building
Raleigh, NC 27603

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.

The August 2021 report includes information on the LME/MCO's Single Stream Fund expenditures through June 2021, though it does not include allowable administrative expenses. 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.

WWW.NCDHHS.GOV

TEL 919-855-4800 • FAX 919-715-4645

LOCATION: 101 BLAIR DRIVE • ADAMS BUILDING • RALEIGH, NC 27603

MAILING ADDRESS: 2001 MAIL SERVICE CENTER • RALEIGH, NC 27699-2001

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Should you have any questions, please contact Victor Armstrong, Director, Division of Mental Health, Developmental Disability and Substance Abuse Services, at 984-236-5000.

Sincerely,

Mandy Cohen, MD, MPH
Secretary

DocuSigned by:



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Kody H. Kinsley

Chief Deputy Secretary for Health

North Carolina Department of Health and Human Services

| | | | | |
|-----|--------------------|------------------|--------------------|--|
| cc: | Kody Kinsley | Victor Armstrong | Dave Richard | Jessica Meed |
| | Tara Myers | Rob Kindsvatter | Marjorie Donaldson | Jane Chiulli |
| | Matt Gross | Meisha Evans | Joyce Jones | Lisa Wilks |
| | Katherine Restrepo | Jared Simmons | Luke MacDonald | Mark Collins |
| | Erin Matteson | Theresa Matula | Susan G. Perry | reports@ncleg.gov |



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August 16, 2021

SENT VIA ELECTRONIC MAIL

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

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Kody H. Kinsley
Chief Deputy Secretary for Health
North Carolina Department of Health and Human Services

| | | | | |
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FY20 Expenditures of Single Stream Funds by LME/MCO
Report Month: August 2021, Reported Expenditures Through: June 2021

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

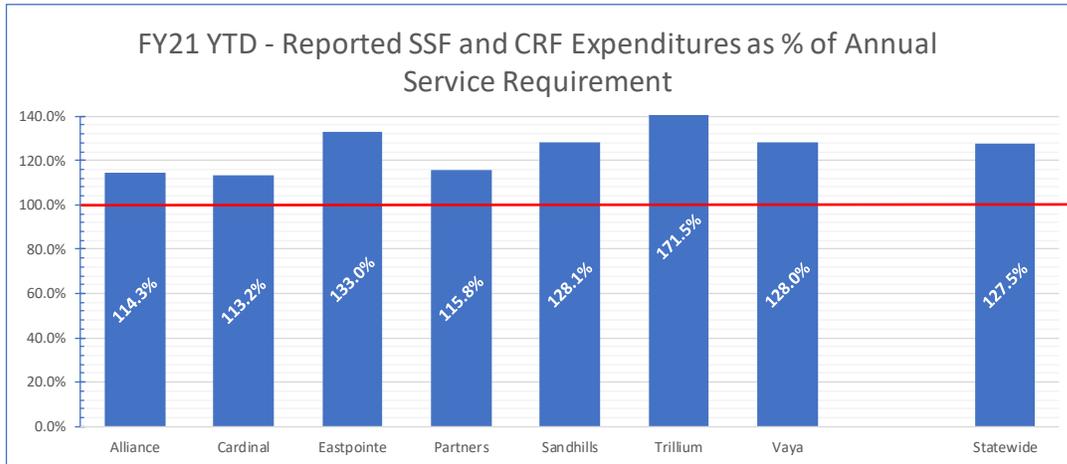
Reported Expenditures through month: **June**

Svc Lvl Percentage Target: 100.0% or more

| LME/MCO | Reported SS + CRF Earnings * | SS + CRF Allocation | sfy2015 Service Level Req. | Reported Earned as % of Alloc* | Reported Earned as % of old Svc Level Req |
|------------|------------------------------|---------------------|----------------------------|--------------------------------|---|
| Alliance | \$ 44,057,367 | \$ 48,060,755 | \$ 38,535,086 | 92% | 114.3% |
| Cardinal | \$ 79,391,727 | \$ 85,868,456 | \$ 70,113,612 | 92% | 113.2% |
| Eastpointe | \$ 28,682,927 | \$ 31,850,510 | \$ 21,572,071 | 90% | 133.0% |
| Partners | \$ 35,896,226 | \$ 40,982,794 | \$ 30,990,208 | 88% | 115.8% |
| Sandhills | \$ 32,693,987 | \$ 40,401,378 | \$ 25,521,488 | 81% | 128.1% |
| Trillium | \$ 66,903,952 | \$ 62,736,783 | \$ 39,000,613 | 107% | 171.5% |
| Vaya | \$ 50,279,789 | \$ 54,496,724 | \$ 39,285,683 | 92% | 128.0% |

| | | | | | |
|------------------|----------------------|----------------------|----------------------|------------|---------------|
| Statewide | \$337,905,976 | \$364,397,400 | \$265,018,761 | 93% | 127.5% |
|------------------|----------------------|----------------------|----------------------|------------|---------------|

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



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

7/27/2021

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.