

STATE OF NORTH CAROLINA
DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER
GOVERNOR

MANDY COHEN, MD, MPH
SECRETARY

February 19, 2018

SENT VIA ELECTRONIC MAIL

The Honorable Josh Dobson, Co-Chair
Joint Legislative Oversight Committee on
Health and Human Services
North Carolina General Assembly
Room 301N, Legislative Office Building
Raleigh, NC 27603

The Honorable Louis Pate, Co-Chair
Joint Legislative Oversight Committee on
Health and Human Services
North Carolina General Assembly
Room 311, Legislative Office Building
Raleigh, NC 27603

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

Dear Chairmen:

North Carolina Session Law 2015-241, Section 12F.2.(c), requires the Department of Health and Human Services ("Department") to modify the monthly reporting package submitted by the 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 requirement is continued under Session Law 2017-57, Section 11F.2.(c).

The information provided identifies Single Stream Fund expenditures by LME-MCO with a State average and benchmark for spending expectations by December 2017. The benchmark for the expected single stream funding expenditure for this portion of the fiscal year is 50% of the total annual allocation. The statewide average is on target at 48.5%. The Department is requesting an explanation of the reduced spending and a plan for expenditures for the remainder of the fiscal year from each of the three LME-MCOs with totals below the target; Alliance, Eastpointe and Trillium. It is important to remember that expenditures are designed to draw from federal funds prior to the use of state single stream funding. The graph for the report demonstrates the individual LME-MCOs performance compared to the static targeted expenditures expectation.

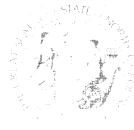
Should you have any questions, please contact Jason Vogler, Senior Director for the Division of Mental Health, Developmental Disabilities and Substance Abuse Services, at (919) 733-7011.

Sincerely,



for Mandy Cohen, MD, MPH
Secretary

cc:	Matt Gross	LT McCrimmon	Dave Richard	Rod Davis
	Theresa Matula	Marjorie Donaldson	reports@ncleg.net	Joyce Jones
	Kolt Ulm	Steve Owen	Lisa Wilks	Pam Kilpatrick
	Denise Thomas	Leah Burns	Jason Vogler	Mark Benton
	Susan Perry-Manning	Deborah Landry	Christen Linke Young	



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SENT VIA ELECTRONIC MAIL

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

Dear Director Trogdon:

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AN EQUAL OPPORTUNITY / AFFIRMATIVE ACTION EMPLOYER

FY18 - Reported Expenditures of Single Stream Funds by LME/MCO

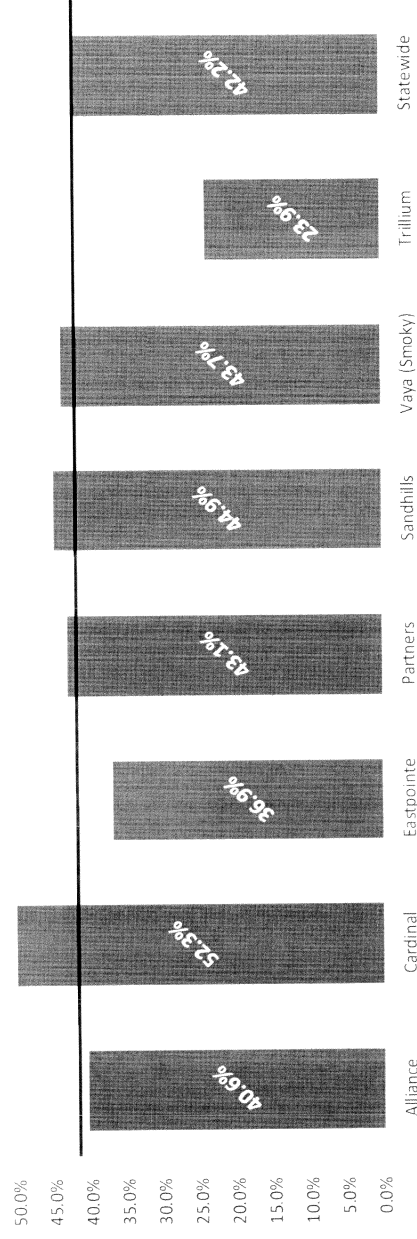
Reported Expenditures through month: November Current Month Target %: 42% or more

LME/MCO	Reported SS Earnings *	SS Allocation	Service Level Req.	Reported SS as % of Alloc*	Reported SS as % of Svc Level Req
Alliance	\$ 15,639,713	\$ 22,566,999	\$ 38,535,086	69%	40.6%
Cardinal	\$ 36,658,720	\$ 64,274,762	\$ 70,113,612	57%	52.3%
Eastpointe	\$ 8,655,251	\$ 18,058,472	\$ 23,424,987	48%	36.9%
Partners	\$ 12,240,826	\$ 23,495,611	\$ 28,392,683	52%	43.1%
Sandhills	\$ 11,453,519	\$ 15,167,753	\$ 25,521,488	76%	44.9%
Vaya (Smoky)	\$ 18,323,206	\$ 42,671,807	\$ 41,883,208	43%	43.7%
Trillium	\$ 8,865,298	\$ 39,660,600	\$ 37,147,697	22%	23.9%
Statewide	\$ 111,836,532	\$ 225,896,004	\$ 265,018,761	50%	42.2%

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

NOTE: Single Stream UCR earnings were adjusted up to reflect the estimated amount over-earned in Federal Block Grant Accounts due to processing issues.

FY18 YTD - Reported Single Stream Expenditures as % of Annual Service Requirement



1/2/2018

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

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