



STATE OF NORTH CAROLINA
DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER
GOVERNOR

MANDY COHEN, MD, MPH
SECRETARY

January 18, 2019

SENT VIA ELECTRONIC MAIL

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

Dear Director Trogdon:

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 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 information provided identifies Single Stream Fund expenditures by LME-MCO with a State average and benchmark for spending expectations through November 2018. The benchmark for the expected single stream funding expenditure for this portion of the fiscal year is 42% of the total annual allocation. The statewide average at this time is 45.4%. Expenditures in the early part of the fiscal year are designed to draw from federal funds prior to the use of state single stream funding. The reports of spending are consistent with state funding expenditures in previous years for this timeframe and the Department anticipates the single stream funding will be accessed increasingly during the year.

The Department continues to work with all LME-MCOs and to monitor their use of single stream funds. The attached graph for the report demonstrates the individual LME-MCOs performance compared to the static targeted expenditures expectation. The statewide average for spending is above the target for this portion of the fiscal year.

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Should you have any questions, please contact Kody Kinsley, Deputy Secretary for Behavioral Health and Intellectual/Developmental Disabilities, at (919) 733-7011.

Sincerely,



 Mandy Cohen, MD, MPH
Secretary

cc:	Matt Gross	LT McCrimmon	Dave Richard	Rod Davis
	Kody Kinsley	Marjorie Donaldson	reports@ncleg.net	Joyce Jones
	Katherine Restrepo	Steve Owen	Lisa Wilks	Erin Matteson
	Denise Thomas	Mark Benton	Theresa Matula	Tara Myers
	Susan Perry-Manning	Zack Wortman	Deborah Landry	Mark Collins
	Jessica Meed			



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The Honorable Josh Dobson, Chair
Joint Legislative Oversight Committee on
Health and Human Services
North Carolina General Assembly
Room 307B, Legislative Office Building
Raleigh, NC 27603-5925

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 27603-5925

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 27603-5925

Dear Chairmen:

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FY19 Expenditures of Single Stream Funds by LME/MCO
Report Month: January 2019, Reported Expenditures Through: November 2018

FY19 - Reported Expenditures of Single Stream Funds by LME/MCO

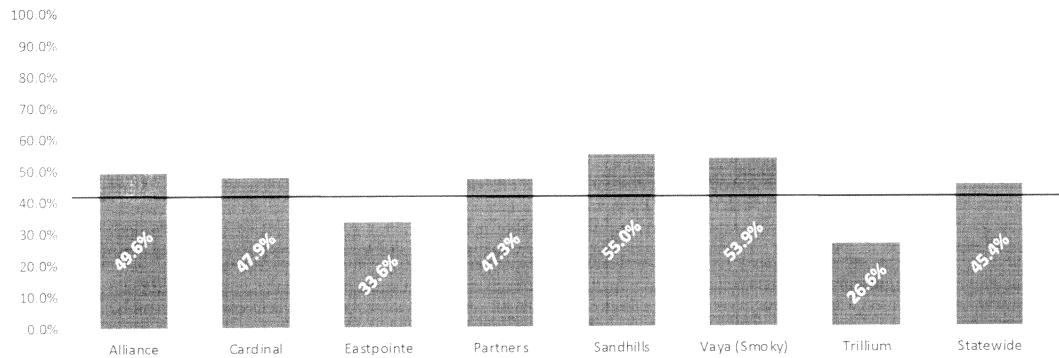
Reported Expenditures through month: **November**

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	\$ 19,113,789	\$ 13,372,873	\$ 38,535,086	143%	49.6%
Cardinal	\$ 33,569,655	\$ 42,169,478	\$ 70,113,612	80%	47.9%
Eastpointe	\$ 7,244,188	\$ 17,077,566	\$ 21,572,071	42%	33.6%
Partners	\$ 13,436,121	\$ 22,858,068	\$ 28,392,683	59%	47.3%
Sandhills	\$ 14,034,576	\$ 13,376,954	\$ 25,521,488	105%	55.0%
Vaya (Smoky)	\$ 22,562,063	\$ 45,719,163	\$ 41,883,208	49%	53.9%
Trillium	\$ 10,364,849	\$ 50,633,839	\$ 39,000,613	20%	26.6%
Statewide	\$ 120,325,241	\$ 205,207,941	\$ 265,018,761	59%	45.4%

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

FY19 YTD - Reported Single Stream Expenditures as % of Annual Service Requirement



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

12/21/2018

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.