



STATE OF NORTH CAROLINA
DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER
GOVERNOR

MANDY COHEN, MD, MPH
SECRETARY

March 18, 2019

SENT VIA ELECTRONIC MAIL

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:

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 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 58% of the total annual allocation. The statewide average at this time is 63.5%. 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. Due to Hurricane Florence and Michael, Trillium and Eastpointe saw depressed claims for approximately 6 weeks while the hurricane disrupted services. However, we expect a significant amount of catch-up claims in the wake of the storm, and for the next several months.

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.

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
AN EQUAL OPPORTUNITY / AFFIRMATIVE ACTION EMPLOYER

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

Sincerely,

A handwritten signature in black ink, appearing to read 'Mandy Cohen', with a stylized flourish at the end.

Mandy Cohen, MD, MPH
Secretary

cc:	Matt Gross	LT McCrimmon	Dave Richard	Rod Davis
	Kody Kinsley	Marjorie Donaldson	Rob Kindsvatter	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	reports@ncleg.net		



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SENT VIA ELECTRONIC MAIL

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

Dear Director Trogon:

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

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

Reported Expenditures through month: **January**

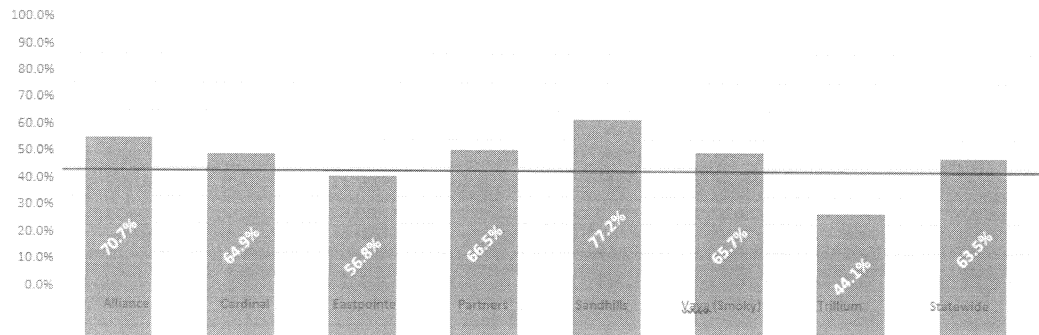
Current Month Target %: 58% or more

LME/MCO	Reported SS Earnings *	SS Allocation	Service Level Req.	Reported SS as % of Alloc*	Reported SS as % of Svc Level Req
Alliance	\$ 27,227,581	\$ 13,372,873	\$ 38,535,086	204%	70.7%
Cardinal	\$ 45,526,839	\$ 42,169,478	\$ 70,113,612	108%	64.9%
Eastpointe	\$ 12,261,924	\$ 17,077,566	\$ 21,572,071	72%	56.8%
Partners	\$ 18,894,376	\$ 22,858,068	\$ 28,392,683	83%	66.5%
Sandhills	\$ 19,708,792	\$ 13,376,954	\$ 25,521,488	147%	77.2%
Vaya (Smoky)	\$ 27,522,075	\$ 45,719,163	\$ 41,883,208	60%	65.7%
Trillium	\$ 17,182,965	\$ 50,633,839	\$ 39,000,613	34%	44.1%
Statewide	\$ 168,324,551	\$ 205,207,941	\$ 265,018,761	82%	63.5%

* 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 ~~Non~~UCB portion of Single Stream Earnings is based on unaudited self-report from LME/MCOs.

3/1/2019

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