



## North Carolina Department of Health and Human Services

Pat McCrory  
Governor

Aldona Z. Wos, M.D.  
Ambassador (Ret.)  
Secretary DHHS

Adam Sholar  
Legislative Counsel  
Director of Government Affairs

December 1, 2014

### **SENT VIA ELECTRONIC MAIL**

The Honorable Ralph Hise, Co-Chair  
Joint Legislative Oversight Committee on  
Health and Human Services  
North Carolina General Assembly  
Room 1026, Legislative Building  
Raleigh, NC 27603

The Honorable Justin Burr, Co-Chair  
Joint Legislative Oversight Committee on  
Health and Human Services  
North Carolina General Assembly  
Room 307A, Legislative Office Building  
Raleigh, NC 27603-5925

The Honorable Mark Hollo, Co-Chair  
Joint Legislative Oversight Committee on  
Health and Human Services  
North Carolina General Assembly  
Room 639, Legislative Office Building  
Raleigh, NC 27603-5925

Dear Senator Hise and Representatives Burr and Hollo:

Section 12A.4.(c) of Session Law 2014-100 requires the Department of Health and Human Services to report on a plan to implement a single, stand-alone information technology system to be used for Medicaid claim adjudication by all LME/MCOs.

The LME/MCOs operating in this state have been on a path toward consolidation with encouragement from the Department. Eleven LME/MCOs were approved to begin operating the 1915(b)/(c) waiver. Those eleven LME/MCOs were operating three Medicaid claim adjudication platforms. Today, there are nine LME/MCOs operating the waiver. Those LME/MCOs essentially operate with two Medicaid claim adjudication platforms, with one essentially being an offshoot of the other.

This consolidation effort largely represents the Department's information technology plan to date. A critical variable that would influence any further plan evolution is the direction the State takes with Medicaid reform. Accordingly, we think it would be prudent to defer further plan development for the LME/MCO Medicaid claim adjudication platform until the decision on Medicaid reform is made.

If you have any questions regarding this report, please contact Joe Cooper, Chief Information Officer, at (919) 855-3060 or [joe.cooper@dhhs.nc.gov](mailto:joe.cooper@dhhs.nc.gov).

[www.ncdhhs.gov](http://www.ncdhhs.gov)

Tel 919-855-4800 • Fax 919-715-4645

Location: Adams Building/Dix Campus • 101 Blair Drive • Raleigh, NC 27603

Mailing Address: 2001 Mail Service Center • Raleigh, NC 27699-2001

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Sincerely,

A handwritten signature in black ink, appearing to read 'Adam Sholar', with a long horizontal flourish extending to the right.

Adam Sholar

Cc: Sarah Riser Pat Porter  
Brandon Greife Susan Jacobs  
Theresa Matula Joyce Jones  
Pam Kilpatrick Rod Davis  
Joe Cooper Karlynn O'Shaughnessy  
Larry Yates Sarah Porper



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### SENT VIA ELECTRONIC MAIL

The Honorable Jason Saine, Co-Chairman  
Joint Legislative Oversight  
Committee on Information Technology  
North Carolina General Assembly  
300 N. Salisbury Street  
Room 402, Legislative Office Building  
Raleigh, NC 27603-5925

The Honorable Andrew C. Brock, Co-Chairman  
Joint Legislative Oversight  
Committee on Information Technology  
North Carolina General Assembly  
300 N. Salisbury Street  
Room 521, Legislative Office Building  
Raleigh, NC 27603-5925

Dear Senator Brock and Representative Saine:

Section 12A.4.(c) of Session Law 2014-100 requires the Department of Health and Human Services to report on a plan to implement a single, stand-alone information technology system to be used for Medicaid claim adjudication by all LME/MCOs.

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### **SENT VIA ELECTRONIC MAIL**

Mr. Mark Trogdon, Director  
Fiscal Research Division  
North Carolina General Assembly  
Room 619, Legislative Office Building  
Raleigh, NC 27603-5925

Dear Director Trogdon:

Section 12A.4.(c) of Session Law 2014-100 requires the Department of Health and Human Services to report on a plan to implement a single, stand-alone information technology system to be used for Medicaid claim adjudication by all LME/MCOs.

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