

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2007

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HOUSE BILL 1541

Short Title: LME Providers/Accept Non-Medicaid. (Public)

Sponsors: Representatives Justus, Insko, Alexander, Howard (Primary Sponsors);
Barnhart, Clary, Dollar, Earle, England, Faison, Glazier, Harrison, Hurley,
Johnson, Justice, McGee, Rapp, Stam, Steen, Walker, and Wright.

Referred to: Mental Health Reform.

April 18, 2007

A BILL TO BE ENTITLED

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2 AN ACT TO REQUIRE PROVIDERS UNDER CONTRACT WITH A LOCAL
3 MANAGEMENT ENTITY TO ALSO PROVIDE SERVICES TO
4 NON-MEDICAID ELIGIBLE INDIVIDUALS IN THE TARGET POPULATION.

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** Local management entities providing mental health,
7 developmental disabilities, and substance abuse services under contract with a provider
8 shall require under the contract that the provider also provide services to LME clients
9 who are not Medicaid eligible, who are part of the target population, and whose services
10 are paid for using State funds. The contract between the LME and the provider shall
11 also require that the provider's services under the contract shall be composed of seventy
12 percent (70%) Medicaid-eligible clients, and thirty percent (30%) non-Medicaid eligible
13 clients in the target population whose services are paid for with State funds. The
14 provisions of this section shall be implemented only if not prohibited by federal
15 Medicaid law or permitted by waiver from the Centers for Medicare and Medicaid
16 Services. The Department of Health and Human Services, Division of Medical
17 Assistance, shall apply for the necessary waivers to implement this act.

18 **SECTION 2.** This act is effective when it becomes law and applies to
19 provider contracts executed or renewed on and after that date.