

NORTH CAROLINA
Social Services Block Grant
Pre-Expenditure Report
Fiscal Year 2020

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I. State/Federal Fiscal Year covered in Pre-Expenditure Plan

Specify the fiscal year, including start and end dates, of the pre-expenditure plan.

Fiscal Year (*select one*):

State

Federal

Dates (*provide start and end date of fiscal year*):

Start Date: 07/01/19

End Date: 06/30/20

II. Letter of Transmittal

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III. Public Inspection

Provide a description of how the State made the current pre-expenditure report available for public inspection and comment. Also provide documentation of public hearing (e.g., copies of public hearing notices, letters, newspaper articles, etc.) in Appendix A.

North Carolina has made the current pre-expenditure report available for public inspection and comment by issuing a press release announcing the publication of the draft report and inviting public comment on any aspect of the report prior to finalizing the report. The press release announced the availability of the pre-expenditure report on the Department's website, at county departments of social services, and provided contact information with a deadline for the public to offer input.

North Carolina DHHS will hold a public hearing for comments on the report on

June 17, 2019 at 10:00 am

NC Department of Health
and Human Services
Dorthea Dix Campus
McBryde Building, Rm. 151

820 S. Boylan Dr.
Raleigh, NC 27613

IV. Narrative

A. Administrative Operations

1. State Administrative Agency

Outline the mission and responsibilities, as well as the goal and objectives, of the agency designated to administer the State's SSBG program.

Agency Designated to Administer SSBG Program:

North Carolina Department of Health and Human Services (NCDHHS)

Mission of Agency:

In collaboration with our partners, NCDHHS provides essential services to improve the health, safety and well-being of all North Carolinians.

Agency Responsibilities:

The department's 13 divisions touch the lives of virtually every North Carolinian, providing prenatal programs, child development, residential care, services for mental health, services for Deaf and blind individuals and their families, people with intellectual and developmental disabilities, and helping people achieve economic independence. NCDHHS also provides employment-related services, medical assistance, child welfare, adult community care services, treatment and programs for youth at risk, vocational rehabilitation, independent living rehabilitation, and disability determination.

NCDHHS Goals and Objectives:

- Strengthen health care
 - Promote access to services for eligible populations
 - Improve health care quality and patient safety
 - Emphasize primary and preventive care, linked with community prevention services
 - Reduce the growth of healthcare costs while promoting high-value, whole-person care
 - Ensure access to quality, culturally competent care, including long-term services and supports for vulnerable populations
 - Improve health care and population health through meaningful use of health information technology
 - Focus on the social determinants of health to achieve positive health outcomes.
- Advance knowledge and innovation
 - Enhance our technological and data capabilities for current and future needs

- Foster and apply innovative solutions to health, public health and human services challenges
 - Increase our understanding of what works in public health and human services practice
 - Improve laboratory, surveillance and epidemiology capacity
 - Improve our integrated data system practices
- Advance the health, safety and well-being of North Carolinians
 - Promote the safety, well-being, resilience and healthy development of children and youth
 - Promote economic and social well-being for individuals, families and communities
 - Improve the accessibility and quality of supportive services for people with disabilities and older adults
 - Promote prevention and well-being across the life span
 - Reduce the occurrence of infectious diseases
 - Protect North Carolinians' health and safety during emergencies and foster resilience to withstand and respond to emergencies
- Ensure the efficiency, transparency and accountability of NCDHHS programs
 - Financial and results reporting are straightforward and understandable to managers, decision makers and taxpayers
 - Enhance access to and use of data to improve NCDHHS programs and to support improvements in the health and well-being of North Carolinians
 - Continuously enhance our agency-wide comprehensive communication plan for internal staff and external stakeholders
 - Exercise good stewardship in utilization of resources to create a positive impact for those we serve.

2. State Offices/Departments

Identify the State entities allocated SSBG funds and provide a brief description of the services supported by each of the entities.

SSBG funds are allocated to the following State entities:

Entities & Services Supported:

Division of Social Services (DSS): Adoption Services; Child Protective Services; Family Support Services; Foster Care Services for Children; Family Planning Services, Independent Living Services (for Youth), Special Services for Youth at Risk. DSS provides training, technical assistance, and consultation to the local staff who work in programs for

families and children including Child Welfare, Family Support, Work First, Child Support, and Food and Nutrition Services.

Division of Aging and Adult Services (DAAS): Adult Protective Services, Guardianship, Individual and Family Adjustment Services, Health Support Services and Adult Placement Services. DAAS provides training, technical assistance, and consultation for the local staff who work in these programs as well as in other programs and services that assist older adults and adults with disabilities in remaining as independent as possible.

Division of Central Management and Support (under the NCDHHS Office of the Secretary): Administers competitive block grants to nonprofits that have the capacity to provide services on a statewide basis that support the State health and wellness initiatives that comply with SSBG goals.

Division of Child Development and Early Education (DCDEE): DCDEE regulates child care facilities. Child care providers are required to have a criminal background check completed. DCDEE oversees the child care subsidy services program, administered by local purchasing agencies. SSBG funds are used to support criminal background checks to child care providers and foster parents in child welfare services.

Division of Mental Health, Mental Health, Developmental Disability and Substance Abuse Services: Administration of Special Services – Disabled; and Substance Abuse Services. Provides for administration of services to support individuals living with mental illness and their families. These services include the necessary prevention, intervention, treatment, and supportive services to live successfully in communities of their choice. DMH also provides medically monitored detoxification, crisis stabilization, and short-term treatment to prepare adults with substance abuse and co-occurring disorders for ongoing community-based recovery services. DMH also provides services to individuals with developmental disabilities.

Division of Services for the Blind (DSB): Counseling Services; Home-Based Services; and Special Services - Disabled. DSB provides services statewide through staff in seven DSB District Offices and Social Workers for the Blind located in all North Carolina counties. Services include but are not limited to counseling regarding vision loss, information and referral services and Independent Living Services which assist persons of all ages who are blind, visually impaired or deafblind to develop skills that enable them to independently manage their activities of daily living.

Division of Health Service Regulation (DHSR): Administration. Adult Care Facility Star Ratings; Adult Care Home Violations and Penalties; Licensure for Adult Care Homes and Mental Health facilities. This Division oversees the licensure and/or certification of medical, mental health, and adult care facilities, emergency medical services, and local jails. DHSR monitors healthcare providers and facilities to ensure people receiving care from these providers/facilities are safe and receive appropriate care.

**DISTRIBUTION OF NORTH CAROLINA'S SOCIAL SERVICES
BLOCK GRANT FUNDS**

For purposes of the Social Services Block Grant Plan, it is estimated that North Carolina will receive \$50,913,370 in federal SSBG funding for State Fiscal Year 2019-20. An additional \$23,142,002 from the Temporary Assistance for Needy Families (TANF) Block Grant will be transferred to SSBG for a total available amount of \$74,055,372. The distribution of funds to the various NCDHHS Divisions and the Grant-in-Aid providers is as follows:

Local Program Expenditures

Divisions of Social Services and Aging and Adult Services

01.	County Departments of Social Services (Transfer from TANF \$13,097,783)	\$33,003,632
02.	EBCI Tribal Public Health and Human Services	\$244,740
03.	Child Protective Services (Transfer from TANF)	\$5,040,000
04.	State In-Home Services Fund	\$1,943,950
05.	Adult Protective Services	\$2,138,404
06.	State Adult Day Care Fund	\$1,994,084
07.	Child Protective Services/CPS Investigative Services – Child Medical Evaluation Program	\$901,868
08.	Special Children Adoption Incentive Fund	\$462,600
09.	Child Protective Services – Child Welfare Training for Counties (Transfer from TANF)	\$1,300,000
10.	Child Protective Services – Child Welfare Training for Counties (Transfer from TANF)	\$737,067
11.	Home and Community Care Block Grant (HCCBG)	\$2,696,888
12.	Child Advocacy Centers (Transfer from TANF)	\$1,582,000
13.	Guardianship – Division of Social Services	\$1,802,671
14.	Foster Care Services (Transfer from TANF)	\$1,385,152

Division of Central Management and Support

15.	NCDHHS Competitive Block Grants for Nonprofits	\$4,774,525
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Division of Mental Health, Developmental Disabilities, and Substance Abuse Services

16.	Mental Health Services – Adult and Child/Developmental Disabilities Program/Substance Abuse Services - Adult	\$4,149,595
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NCDHHS Program Expenditures

Division of Services for the Blind

17.	Independent Living Program	\$3,603,793
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Division of Health Service Regulation

18.	Adult Care Licensure Program	\$402,951
19.	Mental Health Licensure and Certification Program	\$200,880

Division of Aging and Adult Services

20.	Guardianship	\$3,825,443
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NCDHHS Administration

21.	Division of Aging and Adult Services	\$679,541
22.	Division of Social Services	\$654,220
23.	Office of the Secretary/Controller’s Office	\$132,047
24.	Legislative Increases/Fringe Benefits	\$236,278
25.	Division of Child Development and Early Education	\$13,878
26.	Division of Mental Health, Developmental Disabilities, and Substance Abuse Services	\$27,446
27.	Division of Health Service Regulation	\$121,719

TOTAL SOCIAL SERVICES BLOCK GRANT	\$74,055,372
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If the Congress of the United States decreases the federal fund availability for the Social Services Block Grant as described above, the Department of Health and Human Services shall reduce the State administration amount(s) by at least the percentage of the reduction in federal funds. After determining the reduction in the State administration, the remaining reductions shall be allocated proportionately across the program and activity appropriations identified above. In allocating a decrease in the federal fund availability, the Department shall not eliminate the funding for a program or activity as allocated by the NC General Assembly unless it is related to the State administration.

B. Fiscal Operations

1. Criteria for Distribution

Describe the State’s criteria for allocation of SSBG funds to State entities.

In allocating funds to State entities, NCDHHS considers funds available through SSBG, TANF transfer, and other funding sources. Funds are then allocated in such a way as to sustain community-based services aimed at protecting vulnerable adults and children and supporting the services for youth at risk.

2. Planning Process for Use and Distribution of Funds:

Describe the planning process for determining the State’s use and distribution of SSBG funds.

NCDHHS sets program and budget priorities by reviewing the program and budget plans for administration. NCDHHS personnel also consult with and gather input from stakeholders and community partners. This information is used to make decisions about how to allocate resources to meet the goals and objective specified by NCDHHS.

3. Financial Operations System:

Describe the State’s process of assigning costs (e.g., cost allocation plan) and method of calculating costs (e.g., Random Moment in Time).

North Carolina uses a cost allocation plan to assign costs and calculates costs using the 100% Time Reporting method.

C. Program Operations

1. SSBG Statutory Goals the State Plans to Achieve

Indicate which of the statutory goals the State plans to achieve, and provide a description of how services funded by the SSBG will be directed at one or more of these goals.

SSBG Statutory Goals:

- 1. Achieving or maintaining economic self-support to prevent, reduce, or eliminate dependency
- 2. Achieving or maintaining self-sufficiency, including reduction or prevention of dependency

- 3. Preventing or remedying neglect, abuse, or exploitation of children and adults unable to protect their own interests, or preserving, rehabilitating or reuniting families
- 4. Preventing or reducing in appropriate institutional care by providing for community-based care, home-based care or other forms of less intensive care
- 5. Securing referral or admission for institutional care when other forms of care are not appropriate, or providing services to individuals in institutions

How Services Funded by the SSBG will be directed at these goals:

SSBG funds will be used to support all these goals by providing services to children, youth, and adults that will help individuals achieve and maintain self-sufficiency, prevent or remedy neglect, abuse and exploitation, prevent or reduce inappropriate institutional care, and direct individuals to institutional care when appropriate.

2. **Characteristics of Individuals to be Served**

Describe the characteristics of individuals to be served, including: definitions of child, adult, and family; eligibility criteria; and income guidelines.

Definitions

Child: A person who is less than 18 years of age

Adult: An individual who has reached the age of majority, age 18 in North Carolina, or who has been emancipated by a court order.

Family: One or more parents and children related by blood, marriage, or adoption, and residing in the same household; or a parent substitute, such as a related caregiver or legal guardian, who has responsibility for the 24-hour care and supervision of a child.

Eligibility Criteria & Income Guidelines:

There are three *primary* eligibility categories defined by the State through which individuals may be eligible to receive Social Services

Block Grant-funded services. The first eligibility category defined by the State is based on an individual's status in terms of two major income maintenance programs - the Temporary Assistance for Needy Families (TANF) and the Supplemental Security Income (SSI) programs. The second category is based on the income status and size of the income unit.¹ In the third category, services may be provided "Without Regard to Income," based solely on an individual's need, although for some services the recipient may be asked (but not required) to share in the cost of providing the service. A fourth eligibility category results from the transfer of a percentage of the State's allocation of TANF (Temporary Assistance for Needy Families) funding to the Social Services Block Grant. Adhering to federal eligibility requirements for persons receiving assistance through the TANF program, these funds will be used only for programs and services to children and their families whose incomes are at or below 200% of the Federal Poverty Level, applicable to family size. The four eligibility categories are described as follows:

Income Maintenance Status

Individuals considered eligible as income maintenance recipients are:

- Current recipients of Temporary Assistance to Needy Families, known as Work First Family Assistance (WFFA) in North Carolina;
- Persons whose needs are taken into account in determining the needs of WFFA recipients;
- Applicants for or current recipients of Supplemental Security Income (SSI) benefits;
- Persons who receive regular Optional State Supplementation payments from the State, known in North Carolina as State/County Special Assistance for Adults, to supplement SSI benefits;
- Children for whom adoption assistance payments or foster care maintenance payments are made under provisions of Public Law 96-272 and are thus considered WFFA recipients.

¹ Unless otherwise excepted, the following are defined as separate income units for purposes of determining eligibility and cost sharing contributions: biological or adoptive parents and their minor children; a minor parent and his or her children; each adult, whether related or unrelated, other than spouses; children living with adults other than their biological or adoptive parents; and minors who are emancipated through a court proceeding, marriage or participation in the armed services. For Family Planning Services, "family" will be defined in accordance with federal regulation, 10A NCAC 71R .0908 for Family Planning Services. For Nutrition Services, "family" will be defined in accordance with 10A NCAC 71R .0913.

All these income maintenance recipients are categorically eligible for services. For services such as child care, in which various federal and state funding sources have been blended to maximize funding and streamline service delivery to families, policies specific to that program shall apply. An individual applying for child care services is no longer considered income eligible on the basis of income maintenance status. Although income received from an income maintenance payment such as WFFA or SSI may continue after these individuals are employed, it is not included in the amount of family's income used to determine eligibility for child care services. Income from employment and other sources available to the family is counted toward determining eligibility.

Income Status (Income Eligible Clients)

Eligibility for certain services requires consideration of the income unit's monthly gross income. These services include 1) Child Care Services, 2) In-Home Aide Services for the Blind, 3) Voluntary Sterilization (funded under SSBG as an optional resource item of Health Support Services) and 4) Transportation Services.

Families *who qualify on the basis of income eligibility* pay fees based on their income, family size, and the amount of time child care is needed each month. Income eligibility is 200% FPL for children 0 to 5, and 133% for children 6-12

For the other services listed above, the State has adopted application of the Federal Poverty Level for use in determining eligibility based on the number of individuals in an income unit. In-Home Services for the Blind is the only one of the services listed above that is available to individuals in income units earning up to 100% of the of the State's established income which is 150% of the Federal Poverty Level. Voluntary Sterilization is an option for individuals in income units earning up to 80% of the Federal Poverty Level. Only those who earn less than 60% of the Federal Poverty Level for their family or income unit are eligible for *all* services, including Transportation, offered through the Social Services Block Grant.

Without Regard to Income

The provision of services "Without Regard to Income" is based solely on the individual's need for the service; however, for some services, clients are requested to voluntarily contribute to the cost of services provided. Services supported by the Social Services Block Grant and made available on a "Without Regard to Income" basis may include, depending on each year's allocation:

- Adjustment Services for the Blind and Visually Impaired
- Adoption Services
- Adult Placement Services
- Community Living Services
- Day Care Services for Adults
- Child Care Services
(Service is available without regard to income only when needed to support child protective services, child welfare services and for children receiving foster care services.)
- Children and Adults Needing Mental Health, Developmental Disability and/or Substance Abuse Services
- Delinquency Prevention Services
- Employment and Training Support Services
- Family Planning Services
- Family Preservation Services
- Family Support Services
- Foster Care Services for Adults
- Foster Care Services for Children
- Health Support Services (excluding the optional voluntary sterilization component)
- Home Health Services (includes Skilled Nursing, Physical Therapy, Speech Therapy, Occupational Therapy, Medical Social Services, and Nutrition Care)
- Housing and Home Improvement Services
- Individual and Family Adjustment Services
- In-Home Aide Services
- Intensive Family Preservation Services

- Personal and Family Counseling
- Preparation and Delivery of Meals
- Problem Pregnancy Services
- Protective Services for Adults (including all appropriate services)
- Protective Services for Children (including all appropriate services)
- Residential Treatment for the Emotionally Disturbed
- Respite Care Services
- Transportation Services Provided by the NC Commission of Indian Affairs
- Youth Services

TANF Funds Transferred to the Social Services Block Grant

Federal regulations allow certain TANF monies to be transferred into the Social Services Block Grant. However, welfare reform law stipulates that any TANF funds transferred to SSBG must be used for families with incomes no higher than 200% of the Federal poverty guidelines. Following this requirement, Social Services Block Grant funds transferred from TANF will only be used for the provision of programs and services to children and their families or income units who earn less than or up to 200% of the Federal Poverty Level, applicable to the size of the family/income unit served.

TANF-to-SSBG funds will be used to support Adoption Services, Foster Care Services for Children, and Other Child Welfare Services where income for families or income units receiving the services does not exceed 200% of the Federal Poverty Level. Activities funded under these service categories include Non-residential Diagnostic and Treatment Services, Recruitment, Assessment and Training of Adoptive and Foster Parents; Adoption Assistance and Post-Adoption Case Management; Case Planning and Case Management, Preparation for and Participation in Judicial Determinations, and other services to youth in foster care or former foster care recipients.

For State Fiscal Year 2019 funds transferred from TANF to SSBG will also be used to support training for child welfare services and to maintain the level of expenditures for Child Protective Services workers.

Consumer Contribution

Individuals determined eligible to receive services subject to the consumer contribution policy shall be informed of the requirement that all such recipients are given the opportunity to contribute to the cost of services provided, based on their gross family income and desire to voluntarily contribute. Income, size of income unit, cost of services, and other factors that affect ability to contribute may be taken into account. Services are not terminated if the individual decides not to contribute. The following is a list of services for which consumer contribution is applicable.

- Adult Day Care and Day Health Services
- Housing and Home Improvement Services (Renovations or Repair and Furnishings or Appliance Purchases only)
- In-Home Aide Services
- Personal and Family Counseling
- Preparation & Delivery of Meals

When any of the above services are provided to adults or children as part of a Protective Services Plan, these individuals will be excluded from consumer contributions, up to a maximum of 12 months. Consumer contributions do not apply to children in foster care, children who have been approved to receive adoption assistance, persons receiving Work First assistance, or federally administered Supplemental Security Income (SSI) applicants or recipients.

Fees

Under North Carolina's social services program, any service available through the county department of social services where the individual lives, when provided in conjunction with Protective Services for Children or Adults, will be provided without cost sharing and without regard to income during the first twelve months after Protective Services for Children or Adults is initiated, or until the case is closed, if it remains open for less than a year.

3. Types of Activities to be Supported

Describe the types of activities to be provided using SSBG funds. Organize the services by the Uniform Definition of Services and the corresponding State service title. Also provide method of delivery (i.e., public, private, or both) and the geographic area/location where services will be provided.

Depending on SFY allocation, funding could support administrative activities, direct services, or both. (Refer to Section IV. A. 2., Distribution of Funds.)

Adoption Services are those services or activities provided to assist in bringing about the adoption of a child. Component services and activities may include, but are not limited to, counseling the biological parent(s), recruitment of adoptive homes, and pre- and post- placement training and/or counseling and adoption program evaluation.

- SSBG Statutory Goal(s) Supported: 3, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Case Management Services are services or activities for the arrangement, coordination, and monitoring of services to meet the needs of individuals and families. Component services and activities may include individual service plan development; counseling; monitoring, developing, securing, and coordinating services; monitoring and evaluating client progress; and assuring that clients' rights are protected.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Home-Delivered Meals (Preparation and Delivery of Meals) are those services or activities designed to prepare and deliver one or more meals a day to an individual's residence in order to prevent institutionalization, malnutrition, and feelings of isolation. Component services or activities may include the cost of personnel, equipment, and food; assessment of nutritional and dietary needs; nutritional education and counseling; socialization services; and information and referral.

- SSBG Statutory Goal(s) Supported: 1, 2, 4
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Counseling Services (Personal and Family Counseling and Individual and Family Adjustment Services) are those services or activities that apply therapeutic processes to personal, family, situational, or occupational problems in order to bring about a positive resolution of the problem or improved individual or family functioning or circumstances. Problem areas may include family and marital relationships, parent-child problems, or drug abuse. Services may also include assistance to individuals and their family members to utilize community resources and natural support systems; to participate in structured group activities to develop capacities for improved personal and social functioning and to relieve social isolation; and to support their ability to remain in their own homes and maintain independent living.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Day Care Services for Adults are those services or activities provided to adults who require care and supervision in a protective setting for a portion of a 24-hour day. Component services or activities may include opportunity for social interaction, companionship and self-education; health support or assistance in obtaining health services; counseling; recreation and general leisure time activities; meals; personal care services; plan development; and transportation.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Employment Services (Employment and Training Support Services) are those services or activities provided to assist individuals in securing employment or acquiring or learning skills that promote opportunities for employment. Component services or activities may include employment screening, assessment, or testing; structured job skills and job seeking skills; specialized therapy (occupational, speech, physical); special training and tutoring, including literacy training and pre-vocational training; provision of books, supplies and instructional material; counseling, transportation; and referral to community resources.

- SSBG Statutory Goal(s) Supported: 1, 2
- Method of Provision: Public and Private (direct delivery and purchase of service)

- Geographic Area: Optional service based on individual county need and available resources.

Family Planning Services are those educational, comprehensive medical or social services or activities which enable individuals, including minors, to determine freely the number and spacing of their children and to select the means by which this may be achieved. These services and activities include a broad range of acceptable and effective methods and services to limit or enhance fertility, including contraceptive methods (including natural family planning and abstinence), and the management of infertility (including referral to adoption). Specific component services and activities may include pre-conception counseling, education, and general reproductive health care, including diagnosis and treatment of infections which threaten reproductive capability. Family planning services do not include pregnancy care (including obstetric or prenatal care).

- SSBG Statutory Goal(s) Supported: 1, 2
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Foster Care Services for Adults (including Adult Placement Services) are those services or activities that assess the need and arrange for the substitute care and alternate living situation of adults in a setting suitable to the individual's needs. Individuals may need such services because of social, physical or mental disabilities, or as a consequence of abuse or neglect. Care may be provided in a community-based setting, or such services may arrange for institutionalization when necessary. Component services or activities include assessment of the individual's needs; case planning and case management to assure that the individual receives proper care in the placement; counseling to help with personal problems and adjusting to new situations; assistance in obtaining other necessary supportive services; determining, through periodic reviews, the continued appropriateness of and need for placement; and recruitment and licensing of foster care homes and facilities.

- SSBG Statutory Goal(s) Supported: 1, 2
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Foster Care Services for Children are those services or activities associated with the provision of an alternative family life experience for abused, neglected or dependent children, between birth and the age of majority, on the basis of a court commitment or a voluntary placement agreement signed by the parent or guardian. Services may be provided to

children in foster family homes, foster homes of relatives, group homes, emergency shelters, residential facilities, child care institutions, pre-adoptive homes or supervised independent living situation. Component services or activities may include assessment of the child's needs; case planning and case management to assure that the child receives proper care in the placement; medical care as an integral but subordinate part of the service; counseling of the child, the child's parents, and the foster parents; referral and assistance in obtaining other necessary supportive services; periodical reviews to determine the continued appropriateness and need for placement; recruitment and licensing of foster homes and child care institutions, and foster care program evaluation.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Health Related (Health Support Services) and Home Health Services are those in-home or out-of-home services or activities designed to assist individuals and families to attain and maintain a favorable condition of health. Component services and activities may include providing an analysis or assessment of an individual's health problems and the development of a treatment plan; assisting individuals to identify and understand their health needs; assisting individuals to locate, provide or secure, and utilize appropriate medical treatment, preventive medical care, and health maintenance services, including in-home health services and emergency medical services; and providing follow-up services as needed.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Health Support Services – Statewide; Home Health Services are optional services based on individual county need and available resources.

Home Based Services (In-Home Aide Services & In-Home Aide Services for the Blind) are those in-home services or activities provided to individuals or families to assist with household or personal care activities that improve or maintain adequate family well-being. These services may be provided for reasons of illness, incapacity, frailty, absence of a caretaker relative, or to prevent abuse and neglect of a child or adult. Major service components include homemaker services, chore services, home maintenance services, and household management services. Component services or activities may include protective supervision of adults and/or children to help prevent abuse, temporary non-medical personal care, house-cleaning, essential shopping, simple household repairs, yard maintenance, teaching of

homemaking skills, training in self-help and self-care skills, assistance with meal planning and preparation, sanitation, budgeting, and general household management.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Housing Services (Housing and Home Improvement Services) are those services or activities designed to assist individuals or families in locating, obtaining, or retaining suitable housing. Component services or activities may include tenant counseling; helping individuals and families to identify and correct substandard housing conditions on behalf of individuals and families who are unable to protect their own interests; and assisting individuals and families to understand leases, secure utilities, make moving arrangements and minor renovations.

- SSBG Statutory Goal(s) Supported: 1, 2, 3
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Independent and Transitional Living Services (Individual and Family Adjustment Services and Community Living Services, Youth Services) are those services and activities designed to help older youth in foster care or homeless youth make the transition to independent living, or to help adults make the transition from an institution, or from homelessness, to independent living. Component services or activities may include educational and employment assistance, training in daily living skills, and housing assistance. Specific component services and activities may include supervised practice living and post-foster care services.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Individual and Family Adjustment Services – Statewide; Community Living Services and Youth Services are optional services based on individual county need and available resources.

Pregnancy and Parenting Services (Problem Pregnancy Services) are those services or activities for married or unmarried adolescent parents and their families designed to assist young parents in coping with the social, emotional, and economic problems related to pregnancy and in planning for

the future. Component services or activities may include securing necessary health care and living arrangements; obtaining legal services; and providing counseling, child care education, and training in and development of parenting skills.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Prevention and Intervention Services (Respite Care, Transportation Services, Family Support Services) are those services or activities designed to provide early identification and/or timely intervention to support families and prevent or ameliorate the consequences of, abuse, neglect, or family violence, or to assist in making arrangement for alternate placements or living arrangements where necessary. Such services may also be provided to prevent the removal of a child or adult from the home. Component services and activities may include investigation; assessment and/or evaluation of the extent of the problem; counseling, including mental health counseling or therapy as needed; developmental and parenting skills training; respite care; and other services including supervision, case management, transportation, and family support services program evaluation.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Protective Services for Adults (including Guardianship) are those services or activities designed to prevent or remedy abuse, neglect or exploitation of adults who are unable to protect their own interests. Examples of situations that may require protective services are injury due to maltreatment or family violence; lack of adequate food, clothing or shelter; lack of essential medical treatment or rehabilitation services; and lack of necessary financial or other resources. Component services or activities may include investigation; immediate intervention; emergency medical services; emergency shelter; developing case plans; initiation of legal action (if needed); counseling for the individual and the family; assessment/evaluation of family circumstances; arranging alternative or improved living arrangements; preparing for foster placement, if needed; and case management and referral to service providers. Guardianship

services to an adult individual alleged to be in need of a guardian or who has been appointed a guardian may also be provided.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Protective Services for Children are those services or activities designed to prevent or remedy abuse, neglect, or exploitation of children who may be harmed through physical or mental injury, sexual abuse or exploitation, and negligent treatment or maltreatment, including failure to be provided with adequate food, clothing, shelter, or medical care. Component services or activities may include immediate investigation and intervention; emergency medical services; emergency shelter; developing case plans; initiation of legal action (if needed); counseling for the child and the family; assessment/evaluation of family circumstances; arranging alternative living arrangement; preparing for foster placement, if needed; case management and referral to service providers, and child protective services program evaluation.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Special Services for Persons With Developmental or Physical Disabilities, or Persons With Visual or Auditory Impairments (Adjustment Services for the Blind and Visually Impaired) - Special services for persons with developmental or physical disabilities, or persons with visual or auditory impairments, are services or activities to maximize the potential of persons with disabilities, help alleviate the effects of physical, mental or emotional disabilities, and to enable these persons to live in the least restrictive environment possible. Component services or activities may include personal and family counseling; respite care; family support; recreation; transportation; aid to assist with independent functioning in the community; and training in mobility, communication skills, the use of special aids and appliances, and self-sufficiency skills. Residential and medical services may be included only as an integral, but subordinate, part of the services.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

Special Services for Youth (Delinquency Prevention Services) involved in or at risk of involvement with criminal activity are those services or activities for youth who are, or who may become, involved with the juvenile justice system and their families. Component services or activities are designed to enhance family functioning and/or modify the youth's behavior with the goal of developing socially appropriate behavior and may include counseling, intervention therapy, and residential and medical services if included as an integral but subordinate part of the service.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Substance Abuse Services (Children and Adults Needing Mental Health, Developmental Disability and/or Substance Abuse Services) administration of services or activities that are primarily designed to deter, reduce, or eliminate substance abuse or chemical dependence. Except for initial detoxification services, medical and residential services may be included but only as an integral but subordinate part of the service. Component substance abuse services or activities may include a comprehensive range of personal and family counseling methods, methadone treatment for opiate abusers, or detoxification treatment for alcohol abusers. Services may be provided in alternative living arrangements such as institutional settings and community-based halfway houses.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Transportation Services are services or activities that provide or arrange for the travel, including travel costs, of individuals in order to access services, or obtain medical care or employment. Component services or activities may include special travel arrangements such as special modes of transportation and personnel to accompany or assist individuals or families to utilize transportation.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Optional service based on individual county need and available resources.

Other Services include Individual and Family Adjustment Paraprofessional Services, Individual and Family Adjustment – Representative Payee and Services Intake.

Individual and Family Adjustment Paraprofessional Services include:

- Supervising visits between parent and child;
- Supervising children (while parents attend therapy, parenting classes, etc.) in absence of caregiver;
- Teaching, coaching, modeling parenting skills, home management skills, communication skills with resources to parents and caretakers and placement providers;
- Teaching, coaching, modeling advocacy skills (especially as related to housing, school system, services agencies);
- Supporting case management of neglected, abused, dependent, delinquent children;
- Transporting/supervising/providing in loco parentis to children going to doctor visits, schools;
- Communicating information between service providers and case managers/placement providers; and
- Testifying in court related to specific assigned duties and client interaction (supervised visits, school visits, etc.).

Individual and Family Adjustment - Representative Payee activities include services offered to individuals for whom the DSS has been appointed the representative payee, including assurance of the appropriate use of income for the client's needs, and strengthening the client's basic skills in money management.

Services Intake activities include receiving requests for services; exploring with the client his request in terms of the services available; taking applications; and such elements of case management as establishing eligibility for services, initiating the Service Client Information Record and certifying clients for purchased services.

- SSBG Statutory Goal(s) Supported: 1, 2, 3, 4, 5
- Method of Provision: Public and Private (direct delivery and purchase of service)
- Geographic Area: Statewide

V. Pre-Expenditure Reporting Form

Attach completed pre-expenditure reporting form in Microsoft Excel (available on the SSBG website, <http://www.acf.hhs.gov/programs/ocs/ssbg/> under “Guidance, Policies and Procedures”).

Part A. Expenditures and Provision Method

OMB NO.: 0970-0234

EXPIRATION DATE: 11/30/2017

STATE: North Carolina	FISCAL YEAR: 2020	REPORT PERIOD: 07/19 to 06/20
Contact Person: Michael Becketts	Phone Number: (919) 527-7260	
Title: Senior Director for Policy & Planning	E-Mail Address: Michael.Becketts@dhs.nc.gov	
Agency: NC DHHS	Submission Date: mm/dd/ccyy	

Service Supported with SSBG Expenditures	SSBG Expenditures		Expenditures of All Other Federal, State and Local funds**	Total Expenditures	Provision Method	
	SSBG Allocation	Funds transferred into SSBG*			Public	Private
1 Adoption Services	730,537.00	1,323,649.00	7,281,295.00	9,335,481.00	X	X
2 Case Management	1,479,267.00	-	698,924.00	2,178,191.00	X	X
3 Congregate Meals	-	-	-	-		
4 Counseling Services	2,697,506.00	-	639,379.00	3,336,885.00	X	X
5 Day Care--Adults	143,385.00	-	2,801,141.00	2,944,526.00	X	X
6 Day Care--Children	-	-	-	-		
7 Education and Training Services	-	-	-	-		
8 Employment Services	144.00	-	-	144.00	X	X
9 Family Planning Services	390.00	-	-	390.00	X	X
10 Foster Care Services--Adults	957,081.00	-	4,869.00	961,950.00	X	X
11 Foster Care Services--Children	1,387,843.00	11,227,776.00	95,397,901.00	108,013,520.00	X	X
12 Health-Related Services	3,078,433.00	-	9,762,741.00	12,841,174.00	X	X
13 Home-Based Services	2,134,374.00	-	39,052,907.00	41,187,281.00	X	X
14 Home-Delivered Meals	9,523.00	-	131,229.00	140,752.00	X	X
15 Housing Services	14,957.00	-	-	14,957.00	X	
16 Independent/Transitional Living Services	85,683.00	437,739.00	4,502,633.00	5,026,055.00	X	
17 Information & Referral	-	-	-	-		
18 Legal Services	-	-	-	-		
19 Pregnancy & Parenting	501.00	-	761.00	1,262.00	X	X
20 Prevention & Intervention	119,171.00	-	13,497,975.00	13,617,146.00	X	X
21 Protective Services--Adults	12,613,745.00	-	14,276,305.00	26,890,050.00	X	
22 Protective Services--Children	1,837,679.00	5,473,333.00	173,723,774.00	181,034,786.00	X	
23 Recreation Services	-	-	-	-		
24 Residential Treatment	182,186.00	-	-	182,186.00	X	
25 Special Services--Disabled	8,273,620.00	-	213,524,144.00	221,797,764.00	X	
26 Special Services--Youth at Risk	13.00	-	-	13.00	X	
27 Substance Abuse Services	3,642,920.00	-	5,830,265.00	9,473,185.00	X	
28 Transportation	2,643,649.00	2,485,028.00	3,681,180.00	8,809,857.00	X	X
29 Other Services***	2,942,657.00	-	50,356,810.00	53,299,467.00	X	X
30 SUM OF EXPENDITURES FOR SERVICES	44,975,264.00	20,947,525.00	635,164,233.00	701,087,022.00		
31 Administrative Costs	5,938,106.00	2,931,416.00				
32 SUM OF EXPENDITURES FOR SERVICES AND ADMINISTRATIVE COSTS	50,913,370.00	23,878,941.00				

* From which block grant(s) were these funds transferred?

** Please list the sources of these funds:

*** Please list other services:

SSBG Expenditures per Controller	SSBG	Transfer In	
Services	44,975,264.00	20,210,533.00	65,185,797.00
Admin	5,938,106.00	2,931,469.00	8,869,575.00
Transfers, over-expenditures, etc.			
Net SSBG Services Expends / Controller			65,185,797.00

Part B. Recipients

OMB NO.: 0970-0234

EXPIRATION DATE: 11/30/2017

STATE: North Carolina
FISCAL YEAR: 2020

Service Supported with SSBG Expenditures	Children	Adults			Total Adults	Total
		Adults Age 59 Years & Younger	Adults Age 60 Years & Older	Adults of Unknown Age		
1 Adoption Services	35,999	7,053	0	0	7,053	43,052
2 Case Management	23	958	1,881	0	2,840	2,863
3 Congregate Meals	0	0	0	0	0	0
4 Counseling Services	710	3,804	4,809	0	8,613	9,323
5 Day Care--Adults	0	354	1,284	0	1,638	1,638
6 Day Care--Children	0	0	0	0	0	0
7 Education and Training Services	0	0	0	0	0	0
8 Employment Services	0	0	2	0	2	2
9 Family Planning Services	0	0	0	0	0	0
10 Foster Care Services--Adults	0	119	329	0	448	448
11 Foster Care Services--Children	33,814	3,832	2	0	3,835	37,648
12 Health-Related Services	127	2,981	9,858	0	12,839	12,965
13 Home-Based Services	332	569	8,421	0	8,991	9,322
14 Home-Delivered Meals	0	74	618	0	693	693
15 Housing Services	14	216	160	0	376	389
16 Independent/Transitional Living Services	4,099	5,266	18	0	5,284	9,383
17 Information & Referral	0	0	0	0	0	0
18 Legal Services	0	0	0	0	0	0
19 Pregnancy & Parenting	6	136	0	0	136	142
20 Prevention & Intervention	8,176	635	33	0	668	8,844
21 Protective Services--Adults	0	10,062	21,225	0	31,287	31,287
22 Protective Services--Children	191,826	0	0	0	0	191,826
23 Recreation Services	0	0	0	0	0	0
24 Residential Treatment	3,003	0	0	9,615	9,615	12,618
25 Special Services--Disabled	5,061	76,505	9,934	0	86,439	91,500
26 Special Services--Youth at Risk	10	55	0	0	55	64
27 Substance Abuse Services	299	43,345	1,451	846	45,642	45,941
28 Transportation	13,719	14,512	8,085	0	22,598	36,317
29 Other Services***	531	3,794	3,182	0	6,976	7,507
30 SUM OF RECIPIENTS OF SERVICES	297,749	174,272	71,293	10,461	256,027	553,776

See attached.

VI. Appendices

Attach the following appendices:

Appendix A: Documentation of Public Hearing (REQUIRED)

Appendix B: Certifications (REQUIRED)

Appendix C: Proof of Audit (REQUIRED)

Appendix A: Documentation of Public Hearing (REQUIRED)

Attach documentation of public hearing, such as public hearing notices, letters, newspaper articles, etc.

See attached.



NC DEPARTMENT OF HEALTH AND HUMAN SERVICES

Public Notice

Public Invited to Comment on Proposed Social Services Block Grant Plan

Intended Release Date:
6/3/2019

Contact: news@dhhs.nc.gov
919-855-4840

RALEIGH — Public comment is sought on the proposed Social Services Block Grant Plan, which outlines how \$74 million in federal Social Services Block Grant funds will be spent in North Carolina in the coming state fiscal year. The Social Services Block Grant is the major source of federal funding for several programs, including adoption, counseling, adult day care and foster care, protective services for adults, housing and residential treatment. Other uses may include child care for child welfare cases, community-based services for elderly and disabled adults, mental health services, transportation and other human services programs. The written plan will be available for review June 3 – 17, 2019 at the following locations:

- Each county department of social services during normal business hours
- Online at <https://www.ncdhhs.gov/divisions/social-services/public-notices>
- Division of Social Services, McBryde Building, Dorothea Dix Campus, 820 S. Boylan Ave., Raleigh, NC, from 8 a.m.-5 p.m., Monday-Friday

Comments on the report must be submitted in writing no later than June 17, 2019 by one of the following methods:

Mail: Re: SSBG Plan Comments
Michael Becketts
Senior Director for Policy and Planning
2420 Mail Service Center
Raleigh, NC 27699-2420

Email: ssbg.comments@dhhs.nc.gov

Fax: (919) 334-1052

Public Hearing: North Carolina DHHS will hold a public hearing for comments on the report on:

June 17, 2019 at 10:00 - Noon

NC Department of Health and Human Services
Dorthea Dix Campus
McBryde Building, Rm. 151

820 S. Boylan Dr.
Raleigh, NC 27613

###

Appendix B: Certifications (REQUIRED)

Attach signed copies of the following certifications (available on the SSBG website at <http://www.acf.hhs.gov/programs/ocs/ssbg/procedures/Certifications.htm>.)

1. Drug-Free Workplace Requirements
2. Environmental Tobacco Smoke
3. Lobbying
4. Debarment, Suspension and Other Responsibility Matters

Appendix C: Proof of Audit (REQUIRED)

Federal regulations state that: “Each State shall, not less often than every two years, audit its expenditures from amounts received (or transferred for use) under this title... Within 30 days following the completion of each audit, the State shall submit a copy of that audit to the legislature of the State and to the Secretary.” (*Sec. 2006 [42 U.S.C. 1397a, Sec. 2006]*).

STATE OF NORTH CAROLINA



SINGLE AUDIT REPORT

2 0 1 8

OFFICE OF THE STATE AUDITOR
BETH A. WOOD, CPA
STATE AUDITOR

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North Carolina Office of the State Auditor

Our Mission and Our Commitment

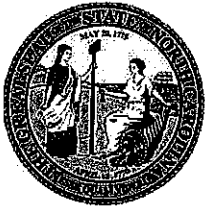
The Office of the State Auditor protects the interests of taxpayers and others who provide financial resources to the State of North Carolina. Specifically, we provide objective information to interested parties about whether economic resources are properly accounted for, reported and managed; as well as whether publically-funded programs are achieving desired results.

The Office of the State Auditor's mission is accomplished by conducting thorough audits and investigations. These audits and investigations are performed by highly competent and professional staff and result in useful and practical recommendations to improve services provided by North Carolina state government.

This office will always strive for the highest standards in professional conduct, independence and integrity as we pursue our mission. If we find financial management deficiencies, we will report them without apology because our ultimate responsibility is to the citizens and taxpayers of North Carolina.



Beth A. Wood, CPA
State Auditor



Beth A. Wood, CPA
State Auditor

STATE OF NORTH CAROLINA
Office of the State Auditor

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AUDITOR'S TRANSMITTAL

The Honorable Roy Cooper, Governor
Members of the North Carolina General Assembly

We are pleased to submit the *Single Audit Report* for the State of North Carolina for the fiscal year ended June 30, 2018. We conducted our audit in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

This *Single Audit Report* reflects federal awards of \$20.77 billion. This report includes significant deficiencies and material weaknesses in internal control relating to major federal programs and instances of noncompliance, including several that we believe constitute material noncompliance, that meet the criteria of the Uniform Guidance.

The North Carolina *Comprehensive Annual Financial Report* for the fiscal year ended June 30, 2018, has been issued in a separate report by the Office of the State Controller. In accordance with *Government Auditing Standards*, we are issuing our report on our consideration of the State of North Carolina's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements that have an effect on the financial statements.

The deficiencies in internal control and instances of noncompliance arising from our audit that are required to be reported by *Government Auditing Standards* or the Uniform Guidance are described in the Schedule of Findings and Questioned Costs.

We wish to acknowledge the assistance of the North Carolina Office of the State Controller and the cooperation of other state agencies, community colleges, and universities in the preparation of this report.

Respectfully submitted,

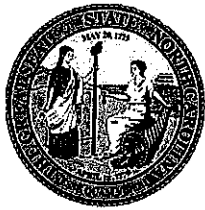
A handwritten signature in cursive script that reads "Beth A. Wood".

Beth A. Wood, CPA

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AUDITOR'S SECTION

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Beth A. Wood, CPA
State Auditor

STATE OF NORTH CAROLINA

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**INDEPENDENT AUDITOR'S REPORT
ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

The Honorable Roy Cooper, Governor
The General Assembly of North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of North Carolina, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the State's basic financial statements (not presented herein), and have issued our report thereon dated December 5, 2018.

Our report includes a reference to other auditors who audited the financial statements of the North Carolina State Lottery Fund, the North Carolina Turnpike Authority, the North Carolina Housing Finance Agency, the State Education Assistance Authority, the University of North Carolina System – University of North Carolina Health Care System – Rex Healthcare, the Supplemental Retirement Income Plan of North Carolina, the North Carolina Public Employee Deferred Compensation Plan, the North Carolina Department of State Treasurer Investment Programs, and the cash basis claims and benefits of the North Carolina State Health Plan, as described in our report on the State's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the State of North Carolina's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State's internal control. Accordingly, we do not express an opinion on the effectiveness of the State's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a

combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of North Carolina's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of North Carolina's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Beth A. Wood, CPA
State Auditor

Raleigh, North Carolina

December 5, 2018



Beth A. Wood, CPA
State Auditor

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Office of the State Auditor

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**INDEPENDENT AUDITOR'S REPORT
ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL
OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY UNIFORM GUIDANCE**

The Honorable Roy Cooper, Governor
The General Assembly of North Carolina

Report on Compliance for Each Major Federal Program

We have audited the State of North Carolina's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the State of North Carolina's major federal programs for the year ended June 30, 2018. The State of North Carolina's major federal programs are identified in Section I, Summary of Auditor's Results, in the accompanying Schedule of Findings and Questioned Costs.

The State of North Carolina's financial reporting entity includes the operations of the State Education Assistance Authority, the North Carolina Housing Finance Agency and the Economic Development Partnership of North Carolina, Inc. These agencies reported \$1.47 billion, \$269.9 million and \$999 thousand, respectively, in federal awards which are not included in the Schedule of Expenditures of Federal Awards during the year ended June 30, 2018. Our audit, described below, did not include the operations of the State Education Assistance Authority, the North Carolina Housing Finance Agency or the Economic Development Partnership of North Carolina, Inc. because these agencies engaged other auditors to perform an audit in accordance with the Uniform Guidance.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the State of North Carolina's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major

federal program occurred. An audit includes examining, on a test basis, evidence about the State of North Carolina's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our qualified and unmodified opinions on compliance for each major federal program. However, our audit does not provide a legal determination of the State of North Carolina's compliance.

Basis for Qualified Opinion on Certain Major Federal Programs

As described in Section III, Federal Award Findings and Questioned Costs, in the accompanying Schedule of Findings and Questioned Costs, the State of North Carolina did not comply with several compliance requirements that are applicable to several of its major federal programs, as follows:

Finding Number	Type of Compliance Requirement	CFDA	Major Federal Program
2018-006	Subrecipient Monitoring	16.575	Crime Victim Assistance
2018-007	Reporting	20.106	Airport Improvement Program
2018-008	Subrecipient Monitoring	20.106	Airport Improvement Program
2018-009	Subrecipient Monitoring	20.106	Airport Improvement Program
2018-015	Special Tests and Provisions	84.063	Federal Pell Grant Program
2018-016	Special Tests and Provisions	84.063	Federal Pell Grant Program
2018-017	Special Tests and Provisions	84.063	Federal Pell Grant Program
2018-020	Special Tests and Provisions	84.268	Federal Direct Student Loans
2018-028	Eligibility	93.778	Medical Assistance Program

Compliance with such requirements is necessary, in our opinion, for the State of North Carolina to comply with the requirements applicable to those programs.

Qualified Opinion on Certain Major Programs

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph above, the State of North Carolina complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on those programs listed above for the year ended June 30, 2018.

Unmodified Opinion of Each of the Other Major Federal Programs

In our opinion, the State of North Carolina complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in Section I, Summary of Auditor's Results, in the accompanying Schedule of Findings and Questioned Costs for the year ended June 30, 2018.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying Schedule of Findings and Questioned Costs as items:

Finding Number	Type of Compliance Requirement	CFDA	Major Federal Program
2018-010	Period of Performance	20.205	Highway Planning and Construction
2018-022	Period of Performance	84.365	English Language Acquisition State Grants
2018-025	Activities Allowed or Unallowed; Allowable Costs/ Cost Principles; Eligibility	93.778	Medical Assistance Program

Our opinion on each major federal program is not modified with respect to these matters.

The State of North Carolina's responses to the noncompliance findings identified in our audit are described in Section III, Federal Award Findings and Questioned Costs, of the accompanying Schedule of Findings and Questioned Costs. The State of North Carolina's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of the State of North Carolina is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the State of North Carolina's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of North Carolina's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in

Section III, Federal Award Findings and Questioned Costs, of the accompanying Schedule of Findings and Questioned Costs as the items below to be material weaknesses:

Finding Number	Type of Compliance Requirement	CFDA	Major Federal Program
2018-006	Subrecipient Monitoring	16.575	Crime Victim Assistance
2018-007	Reporting	20.106	Airport Improvement Program
2018-008	Subrecipient Monitoring	20.106	Airport Improvement Program
2018-009	Subrecipient Monitoring	20.106	Airport Improvement Program
2018-015	Special Tests and Provisions	84.063	Federal Pell Grant Program
2018-016	Special Tests and Provisions	84.063	Federal Pell Grant Program
2018-017	Special Tests and Provisions	84.063	Federal Pell Grant Program
2018-020	Special Tests and Provisions	84.268	Federal Direct Student Loans
2018-028	Eligibility	93.778	Medical Assistance Program

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in Section III, Federal Award Findings and Questioned Costs, of the accompanying Schedule of Findings and Questioned Costs as the items below to be significant deficiencies:

Finding Number	Type of Compliance Requirement	CFDA	Major Federal Program
2018-001	Subrecipient Monitoring	10.553	School Breakfast Program
2018-002	Subrecipient Monitoring	10.555	National School Lunch Program
2018-003	Subrecipient Monitoring	10.556	Special Milk Program for Children
2018-004	Subrecipient Monitoring	10.559	Summer Food Service Program for Children
2018-005	Subrecipient Monitoring	14.228	Community Development Block Grants/ State's Program and Non-Entitlement Grants in Hawaii
2018-010	Period of Performance	20.205	Highway Planning and Construction
2018-011	Special Tests and Provisions	20.205	Highway Planning and Construction
2018-012	Special Tests and Provisions	84.007	Federal Supplemental Educational Opportunity Grants
2018-013	Special Tests and Provisions	84.007	Federal Supplemental Educational Opportunity Grants
2018-014	Procurements and Suspension and Debarment	84.031	Higher Education – Institutional Aid
2018-018	Special Tests and Provisions	84.063	Federal Pell Grant Program
2018-019	Special Tests and Provisions	84.063	Federal Pell Grant Program

Finding Number	Type of Compliance Requirement	CFDA	Major Federal Program
2018-021	Special Tests and Provisions	84.268	Federal Direct Student Loans
2018-022	Period of Performance	84.365	English Language Acquisition State Grants
2018-023	Reporting	93.568	Low-Income Home Energy Assistance
2018-024	Subrecipient Monitoring	93.575	Child Care and Development Fund Block Grant
2018-025	Activities Allowed or Unallowed; Allowable Costs/ Cost Principles; Eligibility	93.778	Medical Assistance Program
2018-026	Allowable Costs/Cost Principles; Eligibility	93.778	Medical Assistance Program
2018-027	Allowable Costs/Cost Principles; Eligibility	93.778	Medical Assistance Program

The State of North Carolina's responses to the internal control over compliance findings identified in our audit are described in Section III, Federal Award Findings and Questioned Costs, of the accompanying Schedule of Findings and Questioned Costs. The State of North Carolina's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance


We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of North Carolina as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the State of North Carolina's basic financial statements (not presented herein). We issued our report thereon dated December 5, 2018, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors.

As discussed in Note 2 to the financial statements, during the year ended June 30, 2018, the State adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, as amended by Governmental Accounting Standards Board Statement No. 85, *Omnibus 2017*. Our opinion is not modified with respect to this matter.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the North Carolina State Lottery Fund, the North Carolina Turnpike Authority, the North Carolina Housing Finance Agency, the State Education Assistance Authority, the University of North Carolina System – University of North Carolina Health Care System – Rex Healthcare, the Supplemental Retirement Income Plan of North Carolina, the North

Carolina Public Employee Deferred Compensation Plan, the North Carolina Department of State Treasurer Investment Programs, and the cash basis claims and benefits of the North Carolina State Health Plan, as described in our report on the State's financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditure of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Beth A. Wood, CPA
State Auditor

Raleigh, North Carolina

March 19, 2019 (except as related to the Report on
The Schedule of Expenditures of Federal Awards,
As to which is dated December 5, 2018)

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Fiscal Year Ended June 30, 2018

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SUMMARY)

For the Fiscal Year Ended June 30, 2018

Federal CFDA Number	Program Expenditures	Subrecipient Expenditures	CFDA Program Title or Cluster Title
93.643	379,929	52,622	Children's Justice Grants to States
93.645	8,049,694	2,676,795	Stephanie Tubbs Jones Child Welfare Services Program
93.647	85,557		Social Services Research and Demonstration
93.652	279,995	97,500	Adoption Opportunities
93.658	96,557,683	83,276,584	Foster Care Title IV-E
93.659	62,915,370	4,070,846	Adoption Assistance
93.667	66,789,158	51,234,879	Social Services Block Grant
93.669	310,693	12,280	Child Abuse and Neglect State Grants
93.670	10,000		Child Abuse and Neglect Discretionary Activities
93.671	2,783,425	2,675,394	Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services
93.674	2,928,943	2,779,041	Chafee Foster Care Independence Program
93.732	1,103,461		Mental and Behavioral Health Education and Training Grants
93.734	325,250	92,891	Empowering Older Adults and Adults with Disabilities through Chronic Disease Self-Management Education Programs - financed by Prevention and Public Health Funds (PPHF)
93.735	449,438		State Public Health Approaches for Ensuring Quitline Capacity - Funded in part by Prevention and Public Health Funds (PPHF)
93.738	42,083		PPHF: Racial and Ethnic Approaches to Community Health Program financed solely by Public Prevention and Health Funds
93.745	47,727		PPHF: Health Care Surveillance/Health Statistics - Surveillance Program Announcement: Behavioral Risk Factor Surveillance System Financed in Part by Prevention and Public Health Fund
93.752	135,791	81,090	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds
93.753	329,895		Child Lead Poisoning Prevention Surveillance financed in part by Prevention and Public Health (PPHF) Program
93.757	4,193,536	2,200,370	State and Local Public Health Actions to Prevent Obesity, Diabetes, Heart Disease and Stroke (PPHF)
93.758	5,030,207	3,613,962	Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)
93.761	35,692		Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds (PPHF)
93.767	469,964,842	6,947,822	Children's Health Insurance Program
93.779	144,448	46,580	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations
93.788	14,092,945	13,619,548	Opioid STR
93.791	6,502,429		Money Follows the Person Rebalancing Demonstration
93.815	1,134,200		Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC).
93.817	84,222	33,901	Hospital Preparedness Program (HPP) Ebola Preparedness and Response Activities
93.829	480,698	480,698	Section 223 Demonstration Programs to Improve Community Mental Health Services
93.837	1,887,672	55,506	Cardiovascular Diseases Research
93.838	124,967		Lung Diseases Research
93.839	60,043		Blood Diseases and Resources Research
93.846	873,396	34,859	Arthritis, Musculoskeletal and Skin Diseases Research
93.847	1,926,354	89,378	Diabetes, Digestive, and Kidney Diseases Extramural Research
93.853	495,573	71,506	Extramural Research Programs in the Neurosciences and Neurological Disorders
93.855	2,451,428	181,963	Allergy and Infectious Diseases Research
93.859	4,815,018	83,714	Biomedical Research and Research Training
93.865	1,983,876	91,627	Child Health and Human Development Extramural Research
93.866	390,410		Aging Research
93.879	16,998		Medical Library Assistance
93.881	122,313		The Health Insurance Enforcement and Consumer Protections Grant Program
93.884	564,095		Grants for Primary Care Training and Enhancement
93.898	3,846,554	1,647,555	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations
93.910	11,053		Family and Community Violence Prevention Program
93.913	146,732		Grants to States for Operation of State Offices of Rural Health
93.917	40,889,204	27,744,616	HIV Care Formula Grants
93.918	540,016		Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease
93.926	2,318,160	1,124,068	Healthy Start Initiative
93.928	28,711		Special Projects of National Significance
93.933	89,233	44,780	Demonstration Projects for Indian Health
93.940	9,334,708	1,669,679	HIV Prevention Activities Health Department Based
93.941	16,669		HIV Demonstration, Research, Public and Professional Education Projects
93.944	1,283,507		Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance
93.945	1,077,323	547,305	Assistance Programs for Chronic Disease Prevention and Control
93.946	140,579		Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs
93.958	10,837,374	4,813,346	Block Grants for Community Mental Health Services
93.959	46,337,367	30,639,143	Block Grants for Prevention and Treatment of Substance Abuse

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (DETAIL)

For the Fiscal Year Ended June 30, 2018

Federal CFDA Number	Direct/ Indirect	Program Expenditures	Amount Provided to Subrecipients	CFDA Program Title	Pass-Through Entity Number	Pass-Through Entity Name	Additional Award Information
93.652	I	9,314	-	Adoption Opportunities	173405311	University of Wisconsin Board of Regents	
93.652	I	26,381	-	Adoption Opportunities	183405351	University of Wisconsin Board of Regents	
93.658	D	96,557,683	83,276,584	Foster Care Title IV-E			
93.659	D	62,915,370	4,070,846	Adoption Assistance			
93.667	D	66,789,198	51,234,879	Social Services Block Grant			
93.669	D	310,683	12,280	Child Abuse and Neglect State Grants			
93.670	I	10,000	-	Child Abuse and Neglect Discretionary Activities			
93.671	D	2,783,425	2,675,394	Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	#170605	Ctr for the Study of Soc Policy	
93.674	D	2,925,943	2,775,041	Chateau Foster Care Independence Program			
93.732	D	1,103,461	-	Mental and Behavioral Health Education and Training Grants			
93.734	D	325,250	92,891	Empowering Older Adults and Adults with Disabilities through Chronic Disease Self-Management Education Programs - financed by Prevention and Public Health Funds (PPHF)			
93.735	D	449,436	-	State Public Health Approaches for Ensuring Quilrine Capacity - Funded in part by Prevention and Public Health Funds (PPHF)	PO# 2018279	Cabarrus Health Alliance	
93.738	I	42,083	-	PPHF: Racial and Ethnic Approaches to Community Health Program financed solely by Public Prevention and Health Funds			
93.745	D	47,727	-	PPHF: Health Care Surveillance/Health Statistics - Surveillance Program Announcement: Behavioral Risk Factor Surveillance System Financed in Part by Prevention and Public Health Fund			
93.762	D	136,791	81,080	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds			
93.753	D	328,895	-	Child Lead Poisoning Prevention Surveillance financed in part by Prevention and Public Health (PPHF) Program			
93.757	D	4,171,586	2,200,370	State and Local Public Health Actions to Prevent Obesity, Diabetes, Heart Disease and Stroke (PPHF)	2016-049305-002 POW428623	Texas Dept. Of State Health	
93.758	D	5,030,207	3,613,962	Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)			
93.761	D	36,692	-	Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds (PPHF)			
93.767	D	469,864,842	6,947,822	Children's Health Insurance Program			
93.779	D	141,977	46,580	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations			
93.779	I	2,471	-	Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	23-312-0212790-52034	Research Triangle Institute (RTI International)	
93.789	D	14,082,945	13,519,548	Opioid STR			
93.791	D	6,502,429	-	Money Follows the Person Rebalancing Demonstration			
93.815	D	1,134,200	-	Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)			
93.817	D	84,222	33,901	Hospital Preparedness Program (HPP) Ebola Preparedness and Response Activities	2033701/RRHL124444B	Duke University	
93.829	D	480,698	480,698	Section 223 Demonstration Programs to Improve Community Mental Health Services	1R41HL133633-01A1	RFP1, LLC	
93.837	D	1,283,108	55,506	Cardiovascular Diseases Research	N006187416-UMN CON #65083	Regents of the Univ of Minnesota	
93.837	I	56,715	-	Cardiovascular Diseases Research	W000984177 PO1001768618	State University of Iowa	
93.837	I	133,478	-	Cardiovascular Diseases Research	661051705217-ECU	State of Mississippi-University of Mississippi Medical Center	
93.837	I	785	-	Cardiovascular Diseases Research	006511972-002/5UH3HL130691-03	University of Alabama at Birmingham	
93.837	I	111,103	-	Cardiovascular Diseases Research	431865-19347	Virginia Polytechnic Institute and State University	
93.837	I	15,604	-	Cardiovascular Diseases Research	SUBAWARD NO 001	COPD Foundation, Inc.	
93.837	I	282,212	-	Cardiovascular Diseases Research	9012549 (128373-4) (130129-36)	University of Pittsburgh	
93.837	I	4,667	-	Cardiovascular Diseases Research	MUSC17-050-BC868	Med Univ of South Carolina	
93.838	D	108,546	-	Lung Diseases Research	FP00003310_SA003	University of Virginia	
93.838	I	15,613	-	Lung Diseases Research	ZAT000201R01AR071263-01	University of Kansas Medical Center Research Inst, Inc.	
93.838	I	808	-	Lung Diseases Research	32207-13	Augusta University	
93.839	I	6,648	-	Blood Diseases and Resources Research	330182	Children's Hospital of Philadelphia	
93.839	I	51,395	-	Blood Diseases and Resources Research	SUBAWARD NO. 203-7549/DILIN	Duke University	
93.846	D	702,776	34,859	Asthma, Musculoskeletal and Skin Diseases Research			
93.846	I	170,620	-	Asthma, Musculoskeletal and Skin Diseases Research			
93.847	D	1,792,275	89,378	Diabetes, Digestive, and Kidney Diseases Extramural Research			
93.847	I	4,172	-	Diabetes, Digestive, and Kidney Diseases Extramural Research			
93.847	I	13,170	-	Diabetes, Digestive, and Kidney Diseases Extramural Research			
93.847	I	20,992	-	Diabetes, Digestive, and Kidney Diseases Extramural Research			

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (BY STATE AGENCY)

For the Fiscal Year Ended June 30, 2018

Federal CFDA Number	Program	Direct/ Indirect	Expenditures	CFDA Program Title	Pass -Through Number	Pass -Through Entity Name	Additional Award Information
93.645	D	8,049,694	Stephanie Tubbs Jones Child Welfare Services Program				
93.652	D	242,300	Adoption Opportunities				
93.658	D	96,567,683	Foster Care Title IV-E				
93.659	D	62,915,370	Adoption Assistance				
93.667	D	66,769,158	Social Services Block Grant				
93.669	D	310,693	Child Abuse and Neglect State Grants				
93.674	D	2,928,943	Chafee Foster Care Independence Program				
93.736	D	449,438	State Public Health Approaches for Ensuring Quilting Capacity - Funded in part by Prevention and Public Health Funds (PPHF)				
93.745	D	47,727	PPHF: Health Care Surveillance/Health Statistics - Surveillance Program Announcement: Behavioral Risk Factor Surveillance System Financed in Part by Prevention and Public Health Fund				
93.752	D	135,791	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations financed in part by Prevention and Public Health Funds				
93.763	D	329,895	Child Lead Poisoning Prevention Surveillance financed in part by Prevention and Public Health (PPHF) Program				
93.757	D	4,171,696	State and Local Public Health Actions to Prevent Obesity, Diabetes, Heart Disease and Stroke (PPHF)				
93.758	D	5,030,207	Preventive Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)				
93.761	D	35,692	Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds (PPHF)				
93.767	D	469,964,842	Children's Health Insurance Program				
93.777	D	16,447,290	State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare Medical Assistance Program				
93.778	D	9,428,629,976	OpioiD STR				
93.788	D	14,092,945	Money Follows the Person Rebalancing Demonstration				
93.791	D	6,502,429	Domestic Ebola Supplement to the Epidemiology and Laboratory Capacity for Infectious Diseases (ELCO)				
93.815	D	1,134,200	Hospital Preparedness Program (HPP) Ebola Preparedness and Response Activities Section 223 Demonstration Programs to Improve Community Mental Health Services				
93.817	D	84,222	Maternal, Infant and Early Childhood Home Visiting Grant Program				
93.829	D	480,898	Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations				
93.870	D	2,165,240	Grants to States for Operation of State Offices of Rural Health				
93.898	D	3,846,554	HIV Care Formula Grants				
93.913	D	146,732	Health Start Initiative				
93.917	D	40,889,204	HIV Prevention Activities Health Department Based Surveillance				
93.926	D	1,682,326	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Assistance Programs for Chronic Disease Prevention and Control				
93.940	D	9,334,708	Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs				
93.944	D	1,283,507	Block Grants for Community Mental Health Services				
93.945	D	1,077,323	Block Grants for Prevention and Treatment of Substance Abuse				
93.946	D	140,579	Sexually Transmitted Diseases (STD) Prevention and Control Grants				
93.958	D	10,837,374	Mental Health Disaster Assistance and Emergency Mental Health				
93.959	D	46,299,496	Maternal and Child Health Services Block Grant to the States				
93.977	D	2,898,085	Social Security Disability Insurance				
93.982	D	913,086	Social Security - Work Incentives Planning and Assistance Program				
93.994	D	14,660,762	Other Federal Assistance				
96.001	D	59,105,497	Other Federal Assistance				
96.008	D	158,674	Other Federal Assistance				
98.002	D	47,731	Other Federal Assistance				
98.003	D	7,800	Other Federal Assistance				
98.004	D	112,954	Other Federal Assistance				
		<u>13,781,564,769</u>	Total — N. C. Department of Health and Human Services				
N. C. Department of Information Technology							
11.549	D	2,834	State and Local Implementation Grant Program				
11.549	D	150,023	State and Local Implementation Grant Program				
		<u>152,857</u>	Total — N. C. Department of Information Technology				
N. C. Department of Insurance							
14.171	D	28,539	Manufactured Home Dispute Resolution				
93.048	D	338,476	Special Programs for the Aging, Title IV, and Title II, Discretionary Projects				

BHSIS - State Agreement with Single State Agencies
 SOMMS Grant - State Outcome Measurement & Management System
 DASH - Drug and Alcohol Services Information System

Appendix D: Expenditure and Recipient Estimates for FY 2019 - 2020