



STATE OF NORTH CAROLINA
DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER
GOVERNOR

MANDY COHEN, MD, MPH
SECRETARY

August 21, 2017

SENT VIA ELECTRONIC MAIL

The Honorable Josh Dobson, Co-Chair
Joint Legislative Oversight Committee on
Health and Human Services
North Carolina General Assembly
Room 301N, Legislative Office Building
Raleigh, NC 27603-5925

The Honorable Louis Pate, Co-Chair
Joint Legislative Oversight Committee on
Health and Human Services
North Carolina General Assembly
Room 311, Legislative Office Building
Raleigh, NC 27603-5925

Dear Chairmen:

North Carolina Session Law 2015-241, Section 12F.2.(c), requires the Department of Health and Human Services ("Department") to modify the monthly reporting package submitted by the LME/MCOs to the Department to include revenues and expenditures for the State funding sources for single stream, intellectual and developmental disability, and substance abuse services on Schedule D2. Additionally, the Department is required to modify appropriate schedules in the LME/MCO monthly reporting package to include unduplicated recipients and encounters in the same level of detail included in each D schedule for each source of funding for the reporting for the current and previous year's month and year to date periods. This requirement is continued under Session Law 2017-57, Section 11F.2.(c).


The information provided identifies Single Steam Fund expenditures by LME-MCO with a State average and benchmark for spending expectations for June 2017. The benchmark for the expected single stream funding expenditure for this portion of the fiscal year is 100% of the total annual allocation. The statewide average is 101.2% which is above the overall expectation for spending for services.

The graph for the report has been modified to demonstrate the individual LME-MCOs performance by month compared to static targeted expenditures expectations. The visual supports the historic explanation of spending trends across the fiscal year.

Should you have any questions, please contact Jason Vogler, Senior Director for the Division of Mental Health, Developmental Disabilities and Substance Abuse Services, at (919) 733-7011.

Sincerely,



 Mandy Cohen, MD, MPH
Secretary

| | | | | |
|-----|----------------------|--------------------|--|----------------|
| cc: | Ben Popkin | LT McCrimmon | Dave Richard | Rod Davis |
| | Theresa Matula | Marjorie Donaldson | reports@ncleg.net | Joyce Jones |
| | Kolt Ulm | Steve Owen | Susan Jacobs | Pam Kilpatrick |
| | Sarah Pfau | Marta T. Hester | Pat Porter | Denise Thomas |
| | Christen Linke-Young | Mark Benton | Susan Perry-Manning | Leah Burns |

FY17 - Reported Expenditures of Single Stream Funds by LME/MCO

Reported Expenditures through month: June

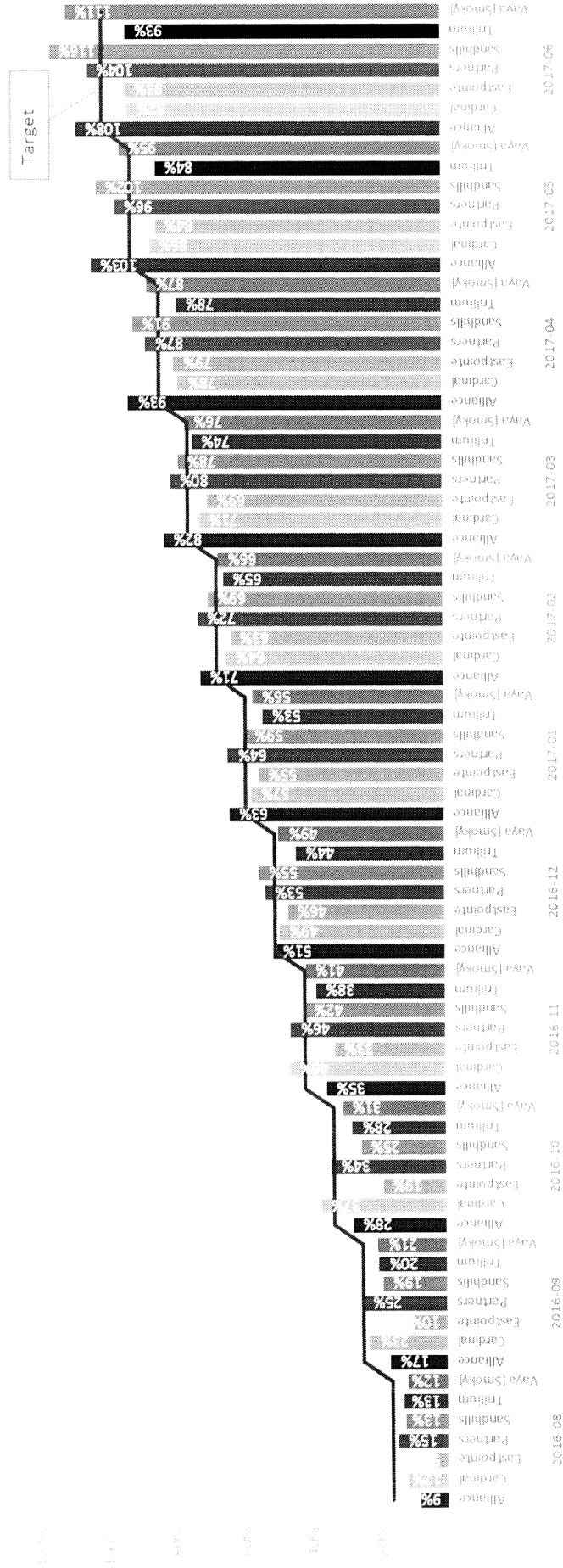
Current Month Target %: 100% or more

| LME/MCO | Reported SS Earnings * | SS Allocation | Service Level Req. | Reported SS as % of Alloc* | Reported SS as % of Svc Level Req |
|------------------|------------------------|-----------------------|-----------------------|----------------------------|-----------------------------------|
| Alliance | \$ 41,559,695 | \$ 26,245,432 | \$ 38,535,086 | 158% | 107.8% |
| Cardinal | \$ 64,851,796 | \$ 61,093,582 | \$ 70,113,612 | 106% | 92.5% |
| Eastpointe | \$ 24,264,259 | \$ 17,499,814 | \$ 26,027,763 | 139% | 93.2% |
| Partners | \$ 29,642,431 | \$ 15,588,895 | \$ 28,392,683 | 190% | 104.4% |
| Sandhills | \$ 29,514,142 | \$ 8,707,837 | \$ 25,521,488 | 339% | 115.6% |
| Vaya (Smoky) | \$ 46,305,088 | \$ 33,546,553 | \$ 41,883,208 | 138% | 110.6% |
| Trillium | \$ 32,126,062 | \$ 27,306,048 | \$ 34,544,921 | 118% | 93.0% |
| Statewide | \$ 268,263,473 | \$ 189,988,161 | \$ 265,018,761 | 141% | 101.2% |

* Single Stream earnings may exceed allocation, but payments are capped.

Pink Highlights Below Target

Reported Single Stream Earnings as a Percentage of Service Level Requirement By LME-MCO and Month, YTD SFY17



Each month shows the year-to-date earnings as a percentage of the annual Service Level Requirement, based on SFY15 service expenditures specific to the LME.