



Dave Richard
Deputy Secretary for Medical Assistance

October 1, 2016

The Honorable Marilyn Avila, Co-Chair Joint Legislative Oversight Committee on Health and Human Services North Carolina General Assembly 2217 Legislative Building Raleigh, NC 27601

The Honorable Louis Pate, Co-Chair Joint Legislative Oversight Committee on Health and Human Services North Carolina General Assembly 1028 Legislative Building Raleigh, NC 27601 The Honorable Josh Dobson, Co-Chair Joint Legislative Oversight Committee on Health and Human Services North Carolina General Assembly 301N Legislative Office Building Raleigh, NC 27603-5925

Dear Chairmen:

North Carolina General Statute 131E-314 requires the Division of Medical Assistance (the Division or DMA) of the Department of Health and Human Services to report quarterly to the Joint Legislative Oversight Committee on Health and Human Services on the Division's regulatory activities in the enforcement of Article 17 of Chapter 131E, which provides for the licensure of Provider Sponsored Organizations (PSOs). DMA is also to provide, among other things, the Committee with a summary of non-confidential information on the financial plans and operations of PSOs, and the Division is to include a description and explanation of any regulations or regulatory interpretations that differ from Department of Insurance regulations applicable to HMOs, as well as PSO efforts to improve community health status.

Currently, the Division reports that no such PSOs report operation in the State of North Carolina, and as such, the Division has nothing to report.

Sincerely,

Dave Richard



Richard O. Brajer
Secretary

Dave Richard

Deputy Secretary for Medical Assistance

cc: Dave Richard Steve Owen

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