

STATE OF NORTH CAROLINA DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER GOVERNOR MANDY COHEN, MD, MPH SECRETARY

October 1, 2017

SENT VIA ELECTRONIC MAIL

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

The Honorable Donny Lambeth, Chair Joint Legislative Oversight Committee on Health and Human Services North Carolina General Assembly Room 303, Legislative Office Building Raleigh, NC 27603 The Honorable Josh Dobson, Chair Joint Legislative Oversight Committee on Health and Human Services North Carolina General Assembly Room 301N, Legislative Office Building Raleigh, NC 27603

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,

Mandy Cohen, MD, MPH Secretary

Mark T. Bonho

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