



January 21, 2022

The Honorable Jim Burgin, Co-Chair
Joint Legislative Oversight Committee
on Health and Human Services
300 N. Salisbury Street, Rm. 620
Raleigh, NC 27603
VIA EMAIL: Jim.Burgin@ncleg.gov

The Honorable Donny Lambeth, Co-Chair
Joint Legislative Oversight Committee
on Health and Human Services
300 N. Salisbury Street, Rm. 303
Raleigh, NC 27603
VIA EMAIL: Donny.Lambeth@ncleg.gov

Mark Trogdon, Director
Fiscal Research Division
Legislative Office Building, Suite 619
300 N. Salisbury St.
Raleigh, NC 27603-5925
VIA EMAIL: Mark.Trogdon@ncleg.gov

Co-Chairs and Director Trogdon:

Section 1.2 of Session Law 2020-97, which added a new Section 114e to Section 3.3 to Session Law 2020-4 (as amended by Section 3 of Session Law 2020-32, Section 4 of Session Law 2020-49, Section 1.1(d) of Session Law 2020-80, Section 3B(b) of Session Law 2020-88, and Section 4.9(a) of Session Law 2020-91), allocated \$11,500,000 to the NC Health Care Facilities Association (NCHCFA) to be used for the following materials for our member facilities:

- *COVID-19 related supplies and equipment necessary for life safety, health, and sanitation, such as ventilators, touch-free thermometers, gowns, disinfectant, and sanitizing wipes.*
- *Personal protective equipment, such as surgical and respiratory masks and gloves, that meets Centers for Disease Control and Prevention standards and guidelines.*

This provision, as later amended by Session Law 2021-1, further required NCHCFA to submit a second report on our use of these funds by April 1, 2021, following our initial report due February 1, 2021, as well as a final report by February 1, 2022. NCHCFA timely submitted both reports in 2021, and we submitted the final report to you on January 14, 2022. **Please allow this letter to constitute an amended third and final required report.**

We are filing this amended report because several hundred dollars of grant expenses (bank service charges) were accidentally omitted from the January 14 report. Amended reports have also been filed with OSBM.

Still, all told, this appropriation and grant provided for the reimbursement of more than \$7.55M in allowable costs incurred by nursing facilities across the state, as well as the purchase and shipment to facilities of more than 210,000 N95 masks, 1.56M isolation gowns, and 390 N95 fit testing kits. The total spent was \$11,357,192.11, and the remaining balance is being returned.

On behalf of NCHCFA's more than 390 member nursing facilities across North Carolina, thank you for the support provided by this grant and through other channels during the COVID-19 pandemic. We are extremely grateful for it, and we know that your continued support will be needed as this terrible episode continues. If we can answer any questions or provide any additional information on the topics covered herein, please contact me.

Sincerely,

A handwritten signature in black ink, appearing to read 'ASholar', with a long horizontal line extending to the right.

Adam Sholar
President and CEO

cc: NCHCFA Board Chair Jeff Wilson (jwilson@libertyhcare.com)
NCHCFA Counsel Ken Burgess (kburgess@bakerdonelson.com)
NCHCFA Counsel Jim Harrell (jim@harrellpllc.com)
NCHCFA VP of Finance Sam Clark (samc@nchcfa.org)