

STATE OF NORTH CAROLINA DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER
GOVERNOR

KODY H. KINSLEY
SECRETARY

October 15, 2024

SENT VIA ELECTRONIC MAIL

Mr. Brian Matteson, Director Fiscal Research Division Suite 619, Legislative Office Building Raleigh, NC 27603-5925

Dear Director Matteson:

Session Law 2023-134, Section 9G.7A.(a1) amends NCGS 122C-115.6 by adding a section that requires the Department of Health and Human Services to submit a quarterly report on any funds transferred as a result of county realignments during the previous quarter. This report is due to the Joint Legislative Oversight Committee on Medicaid, the Joint Legislative Oversight Committee on Health and Human Services, and the Fiscal Research Division. Pursuant to the provisions of law, the Department is pleased to submit the attached report.

Should you have any questions regarding this report, please contact Karen Wade, Director of Policy, at Karen.Wade@dhhs.nc.gov.

Sincerely,

DocuSigned by:

Kody H. Kinsley

on behalf of Kody H. Kinsley

Secretary



STATE OF NORTH CAROLINA DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER
GOVERNOR

KODY H. KINSLEY
SECRETARY

October 15, 2024

SENT VIA ELECTRONIC MAIL

The Honorable Joyce Krawiec, Chair Joint Legislative Oversight Committee on Health and Human Services North Carolina General Assembly Room 308, Legislative Office Building Raleigh, NC 27603

The Honorable Larry Potts, Chair Joint Legislative Oversight Committee on Health and Human Services North Carolina General Assembly Room 307B1, 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 Carla Cunningham, Chair Joint Legislative Oversight Committee on Health and Human Services North Carolina General Assembly Room 403, Legislative Office Building Raleigh, NC 27603

Dear Chairmen:

Session Law 2023-134, Section 9G.7A.(a1) amends NCGS 122C-115.6 by adding a section that requires the Department of Health and Human Services to submit a quarterly report on any funds transferred as a result of county realignments during the previous quarter. This report is due to the Joint Legislative Oversight Committee on Medicaid, the Joint Legislative Oversight Committee on Health and Human Services, and the Fiscal Research Division. Pursuant to the provisions of law, the Department is pleased to submit the attached report.

Should you have any questions regarding this report, please contact Karen Wade, Director of Policy, at Karen.Wade@dhhs.nc.gov.

Sincerely,

DocuSigned by:

Jay Lullam on behalf of Kody H. Kinsley

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Kody H. Kinsley

Secretary



STATE OF NORTH CAROLINA DEPARTMENT OF HEALTH AND HUMAN SERVICES

ROY COOPER
GOVERNOR

KODY H. KINSLEY
SECRETARY

October 15, 2024

SENT VIA ELECTRONIC MAIL

The Honorable Jim Burgin, Chair Joint Legislative Oversight Committee on Medicaid North Carolina General Assembly Room 620, Legislative Office Building Raleigh, NC 27603

The Honorable Larry Potts, Chair Joint Legislative Oversight Committee on Medicaid North Carolina General Assembly Room 307B1, Legislative Office Building Raleigh, NC 27603 The Honorable Donny Lambeth, Chair Joint Legislative Oversight Committee on Medicaid North Carolina General Assembly Room 303, Legislative Office Building Raleigh, NC 27603

Dear Chairmen:

Session Law 2023-134, Section 9G.7A.(a1) amends NCGS 122C-115.6 by adding a section that requires the Department of Health and Human Services to submit a quarterly report on any funds transferred as a result of county realignments during the previous quarter. This report is due to the Joint Legislative Oversight Committee on Medicaid, the Joint Legislative Oversight Committee on Health and Human Services, and the Fiscal Research Division. Pursuant to the provisions of law, the Department is pleased to submit the attached report.

Should you have any questions regarding this report, please contact Karen Wade, Director of Policy, at Karen.Wade@dhhs.nc.gov.

Sincerely,

—Docusigned by: Jay Ludlam

on behalf of Kody H. Kinsley

Kody H. Kinsley

Secretary

LME/MCO Fund Balance Transfers Quarter Ending September 30, 2024 G.S. 122C-115.6



Report to

The Joint Legislative Oversight Committee on Medicaid

The Joint Legislative Oversight Committee on Health and Human Services, and

The Fiscal Research Division

By

North Carolina Department of Health and Human Services

October 15, 2024

Background:

G.S. 122C-115.6(f), enacted by Session Law 2023-134, Section 9G.7A(a1) (see Appendix A for full text), requires the Department of Health and Human Services (DHHS) to report quarterly on any Local Management Entity/Managed Care Organization (LME/MCO) funds transferred as a result of county alignments during the previous quarter. This requirement begins on July 15, 2023. This requirement replaces an analogous report required by Session Law 2021-62, Section 3.5A, which was repealed by Session Law 2023-134, Section 9G.7A(a18).

Funds Transferred During the Previous Quarter:

Zero funds were transferred during the previous quarter (July 1, 2024 – September 30, 2024).

Appendix A: Session Law 2023-134-62, Section 9G.7A(a1)

AGENCY REQUESTED CHANGES/BEHAVIORAL HEALTH

SECTION 9G.7A.(a1) Part 2 of Article 4 of Chapter 122C of the General Statutes is amended by adding the following new sections to read:

. . .

"§ 122C-115.6. Transfer of area authority fund balance upon county realignment.

...

(f) Beginning July 15, 2023, and quarterly thereafter, the Department shall report to the Joint Legislative Oversight Committee on Health and Human Services, the Joint Legislative Oversight Committee on Medicaid, and the Fiscal Research Division on any funds transferred as a result of county realignments during the previous quarter.

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