

FISCAL RESEARCH DIVISION

A Staff Agency of the North Carolina General Assembly

Department of Health and Human Services Overview

**Joint Senate and House Appropriations
Committees on Health and Human Services**

February 25, 2025

Department of Health and Human Services

Authorized Budget and Position Count, FY 2024-25

Division	(\$ Millions)			FTE	Jan 2025 Vacancy Rate
	Total Requirements	Receipts	Net Appropriation		
Central Management and Support (CMS)	\$455.6	\$269.1	\$186.5	1,000.0	13%
Office of Rural Health (ORH)	120.8	83.3	37.6	43.5	7%
Aging and Adult Services (DAAS)	166.4	112.8	53.6	79.0	9%
Child and Family Well-Being (DCFW)	607.3	546.9	60.4	868.7	11%
Child Development and Early Education (DCDEE)	1,120.4	780.1	340.3	349.0	17%
Employment and Independence for People with Disabilities (DEIPD)	190.6	146.7	44.0	1,001.8	21%
Health Benefits (DHB)/NC Medicaid	32,868.4	26,703.5	6,165.0	460.0	14%
Health Service Regulation (DHSR)	83.7	57.8	25.8	588.5	14%
Mental Health, Developmental Disabilities, and Substance Use Services (DMH/DD/SUS)	2,225.4	1,377.5	847.9	11,280.3	29%
Public Health (DPH)	575.5	437.5	138.1	1,205.3	15%
Services for the Blind, Deaf, and Hard of Hearing (DSB/DHH)	48.8	39.4	9.4	336.5	24%
Social Services (DSS)	2,233.4	1,994.5	238.9	373.0	20%
Total	\$40,696.4	\$32,548.9	\$8,147.5	17,585.6	24%

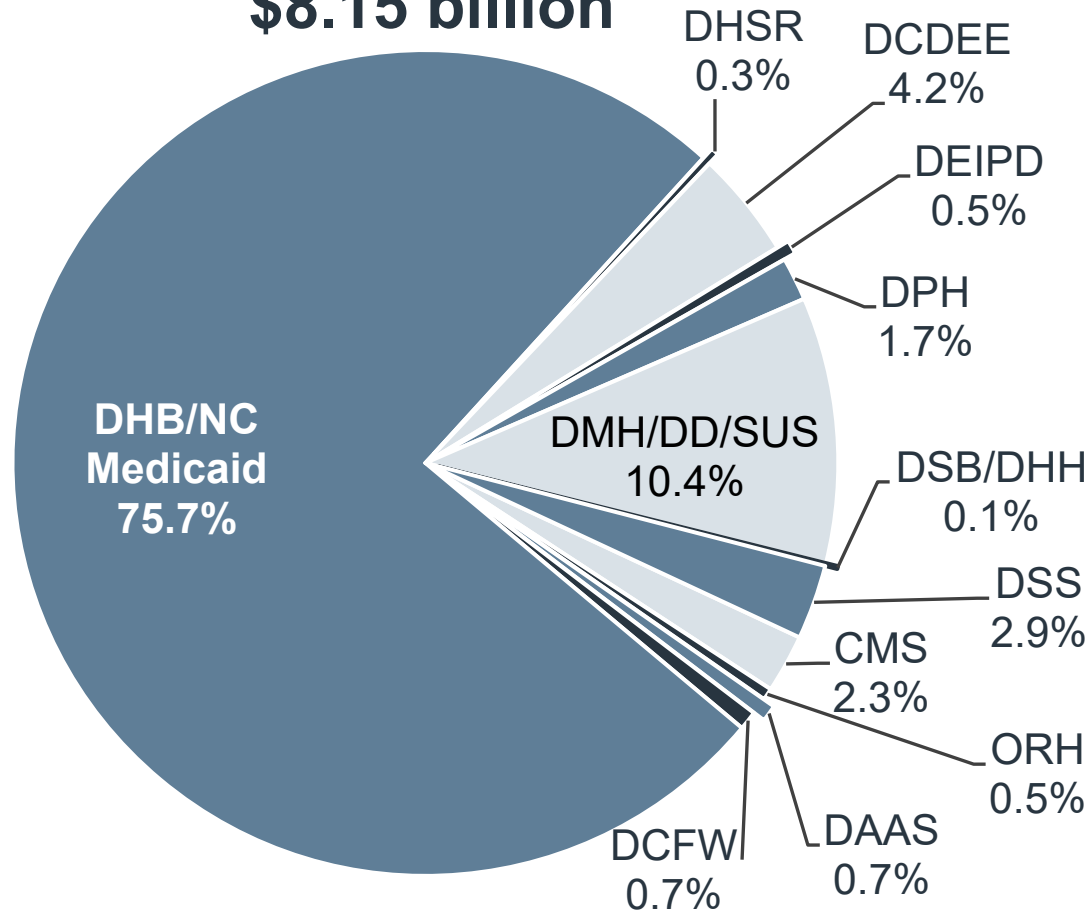
Source: December budget reports for budget data; Certified budget reports for FTE; Beacon data for vacancy rates.



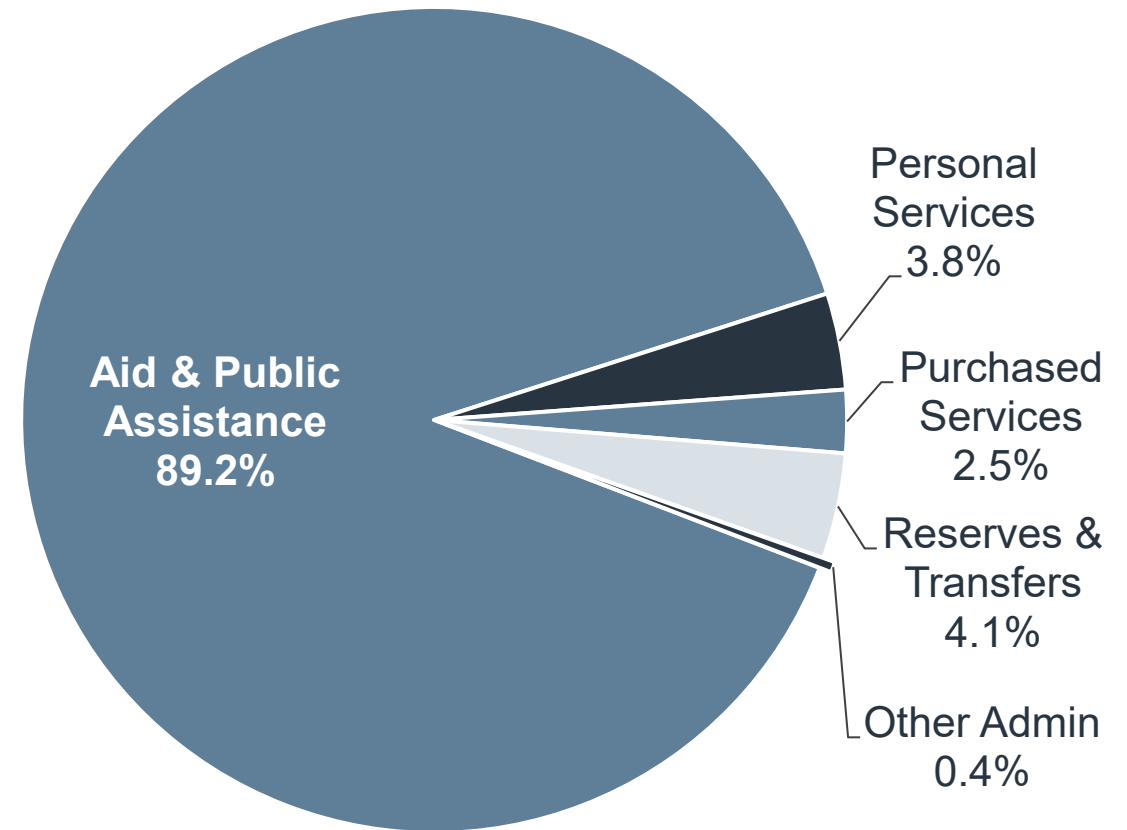
Department of Health and Human Services

Allocation of the FY 2024-25 DHHS Budget

Net Appropriations
\$8.15 billion



Budgeted Expenditures
\$40.7 billion



Central Management and Support

Provides agency-wide administrative support to DHHS divisions and offices:

- Office of the Secretary
- Office of General Counsel
- Office of Government Affairs
- Office of Communications
- Budget & Analysis Division
- Office of the Controller
- Property & Construction Division
- Information Technology Division
- Office of NC FAST
- Office of NCTracks
- Office of Privacy & Security
- Office of Procurement, Contracts, & Grants
- Human Resources Division
- Office of Internal Audit



Office of Rural Health

Supports equitable access to health care in rural and underserved communities through the following programs:

- Provider Placement Services
- Rural Health Operations
- Community Health Grants
- Farmworker Health Program
- Health IT and Telehealth
- Rural Hospital Program
- Analytics and Innovation
- Medication Assistance Program
- NC Statewide Telepsychiatry Program



Division of Aging and Adult Services

Administers and provides oversight of programs and services for elderly and disabled adults and their caretakers.

- Programs and services:
 - Home & community-based services
 - Rental assistance for individuals with disabilities (Key Program)
 - Long Term Care (LTC) Ombudsman Program
 - State/County Special Assistance
 - Adult protective services and guardianship
 - Caregiver support



Division of Child and Family Well-Being

Launched in 2022 to coordinate the following existing programs within DHHS that address the health and well-being of children and families:

- Food and nutrition programs
- Child behavioral health programs
- School and community health programs
- Early Intervention Program/Infant Toddler Program



Division of Child Development and Early Education

- Supports early childhood services:
 - Regulates and licenses all child care facilities, including child care centers and family child care homes
 - Administers Child Care Subsidy and NC Pre-K

Budget includes funding for Smart Start, which is a public/private partnership of local nonprofit agencies who coordinate early education services for families with children between the ages of 0-5



Division of Employment and Independence for People with Disabilities

Promotes employment and independence for persons with physical, mental, or cognitive disabilities through the following programs and services:

- Career counseling
- Transportation
- Education and career training
- Other support services
- Independent living services
- Assistive technology
- Job placement assistance
- Pre-employment support for adolescents and young adults



Division of Health Benefits

DHB was created as part of Medicaid Transformation (SL 2015-245) and operates the State Medicaid program

- Medicaid is an entitlement program that pays healthcare costs for low-income families, children, adults, elderly, and disabled
- Eligibility is determined by income, assets, age, and disability status
- Medicaid is the largest program in the State with more than \$30 billion in total spending
- Program costs are shared by the State and federal government
 - The federal match rate for the traditional Medicaid population is approximately 65%; the State share is supported with General Funds and receipts
 - The federal match rate for the expansion population is 90%; the State share is receipt-supported



Division of Health Service Regulation

Establishes and enforces the regulation of health facilities through the following functions:

- Medical facilities planning - Certificate of Need
- Licensure, regulation, and inspection of health facilities
- Radiation safety
- Oversight of nurse aide personnel education and credentialing
- Office of Emergency Medical Services



Division of Mental Health, Developmental Disabilities, and Substance Use Services

Provides support and services for individuals with:

- Mental illness
- Intellectual and developmental disabilities (I/DD)
- Alcohol and substance use disorders
- Traumatic brain injuries (TBIs)

Oversees and monitors 4 Local Management Entities/ Managed Care Organizations (LME/MCOs)

- Responsible for management and delivery of community-based mental health services to adults and children in their catchment areas
- Core services: screening, assessment, emergency triage, prevention, education, and consultation



Division of State Operated Healthcare Facilities

Oversees and manages 13 state operated healthcare facilities that treat adults and children with mental illness, developmental disabilities, substance use disorders, and neuro-medical needs:

- 3 psychiatric hospitals
- 2 alcohol and drug treatment centers
- 3 neuro-medical treatment centers
- 3 developmental disability centers
- 2 residential schools



Division of Public Health

Oversees and administers programs related to essential public health services:

- Local Health Department Support
- Communicable Disease Control
- Vaccinations
- Epidemiology
- Environmental Health
- Chronic Diseases & Injury Prevention
- Office of the Chief Medical Examiner
- Oral Health
- Forensic Test for Alcohol
- Vital Records
- State Center for Health Statistics
- State Public Health Laboratory



Division of Services for the Blind

Provides the following services to individuals who are blind or low-vision to enable them to continue to live at home and/or in the community:

- Vocational rehabilitation
- Business Enterprise Program
- Medical Eye Care Program
- Independent living services
- Pre-employment support for adolescents and young adults



Division of Services for the Deaf & Hard of Hearing

Works to ensure that all deaf, hard of hearing, or deaf-blind North Carolinians have the means to communicate their needs and to receive information easily and effectively through the following services:

- Captionist and relay operators
- Domestic violence resources
- Emergency preparedness
- Technical assistance for agencies and businesses
- Sign language interpreters
- Assistive technology



Division of Social Services

Oversees and assists the delivery of services and benefits to children and families through the 100 county departments of social services, including:

- Child Welfare Services
- Child Support Services
- Work First Family Assistance
- Low Income Energy Assistance
- Refugee Services



Questions?



Appendix

Budget Data by DHHS Division



Central Management and Support Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$122,871,569
Purchased Services	165,161,858
Supplies	1,118,006
Property, Plant, and Equipment	10,050,224
Other Expenses and Adjustments	2,373,612
Aid and Public Assistance	49,182,300
Reserves	78,779,390
Intragovernmental Transfers	26,075,821
Total Requirements	\$455,612,780
Receipts	269,112,533
Net Appropriation	\$186,500,247



Rural Health

Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$6,628,014
Purchased Services	2,228,895
Supplies	48,017
Property, Plant, and Equipment	137,580
Other Expenses and Adjustments	81,969
Aid and Public Assistance	107,246,384
Reserves	2,947,864
Intragovernmental Transfers	1,499,977
Total Requirements	\$120,818,700
Receipts	83,254,558
Net Appropriation	\$37,564,142



Aging and Adult Services

Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$8,565,711
Purchased Services	4,850,564
Supplies	57,774
Property, Plant, and Equipment	1,703,455
Other Expenses and Adjustments	131,525
Aid and Public Assistance	151,082,685
Reserves	12,715
Intragovernmental Transfers	0
Total Requirements	\$166,404,429
Receipts	112,790,464
Net Appropriation	\$53,613,965



Child Development and Early Education Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$33,695,656
Purchased Services	17,751,330
Supplies	226,405
Property, Plant, and Equipment	161,631
Other Expenses and Adjustments	221,260
Aid and Public Assistance	1,032,428,217
Reserves	273,556
Intragovernmental Transfers	35,659,657
Total Requirements	\$1,120,417,712
Receipts	\$780,082,046
Net Appropriation	\$340,335,666



Child and Family Well-Being Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$81,898,601
Purchased Services	29,956,791
Supplies	2,656,366
Property, Plant, and Equipment	664,116
Other Expenses and Adjustments	279,951
Aid and Public Assistance	489,911,421
Reserves	401,204
Intragovernmental Transfers	1,521,598
Total Requirements	\$607,290,048
Receipts	\$546,854,613
Net Appropriation	\$60,435,435



Employment and Independence for People with Disabilities, Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$80,239,837
Purchased Services	10,709,251
Supplies	518,875
Property, Plant, and Equipment	998,786
Other Expenses and Adjustments	2,049,121
Aid and Public Assistance	94,568,529
Reserves	1,559,798
Intragovernmental Transfers	0
Total Requirements	\$190,644,197
Receipts	\$146,678,456
Net Appropriation	\$43,965,741



Health Benefits

Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$57,412,132
Purchased Services	479,618,415
Supplies	197,251
Property, Plant, and Equipment	1,831,068
Other Expenses and Adjustments	1,814,620
Aid and Public Assistance	31,268,442,495
Reserves	788,934
Intragovernmental Transfers	1,058,319,501
Total Requirements	\$32,868,424,416
Receipts	\$26,703,459,880
Net Appropriation	\$6,164,964,536



Health Service Regulation

Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$64,127,295
Purchased Services	5,061,074
Supplies	160,994
Property, Plant, and Equipment	780,084
Other Expenses and Adjustments	1,982,267
Aid and Public Assistance	8,320,264
Reserves	771,957
Intragovernmental Transfers	2,471,529
Total Requirements	\$83,675,464
Receipts	\$57,827,569
Net Appropriation	\$25,847,895



DMH/DD/SUS and DSOHF Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$884,464,621
Purchased Services	134,902,946
Supplies	53,603,559
Property, Plant, and Equipment	9,638,273
Other Expenses and Adjustments	9,631,651
Aid and Public Assistance	673,669,699
Reserves	224,607,006
Intragovernmental Transfers	234,915,244
Total Requirements	\$2,225,432,999
Receipts	\$1,377,511,149
Net Appropriation	\$847,921,850



Public Health

Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$133,263,894
Purchased Services	113,950,171
Supplies	38,374,544
Property, Plant, and Equipment	12,445,358
Other Expenses and Adjustments	9,189,828
Aid and Public Assistance	265,647,843
Reserves	1,270,850
Intragovernmental Transfers	1,393,964
Total Requirements	\$575,536,452
Receipts	\$437,456,836
Net Appropriation	\$138,079,616



Services for Blind, Deaf, & Hard of Hearing

Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$30,378,265
Purchased Services	7,223,327
Supplies	246,591
Property, Plant, and Equipment	297,967
Other Expenses and Adjustments	413,057
Aid and Public Assistance	10,057,796
Reserves	169,341
Intragovernmental Transfers	0
Total Requirements	\$48,786,344
Receipts	\$39,361,970
Net Appropriation	\$9,424,374



Social Services

Authorized Budget FY 2024-25

Requirements	
Personal Services (Salaries and Benefits)	\$34,398,432
Purchased Services	33,605,308
Supplies	534,191
Property, Plant, and Equipment	229,226
Other Expenses and Adjustments	3,756,766
Aid and Public Assistance	2,154,897,043
Reserves	3,202,592
Intragovernmental Transfers	2,739,198
Total Requirements	\$2,233,362,756
Receipts	1,994,472,629
Net Appropriation	\$238,890,127

