



**North Carolina Department of Health and Human Services
Division of Medical Assistance**

Pat McCrory
Governor

Richard O. Brajer
Secretary

Dave Richard
Deputy Secretary for Medical Assistance

February 8, 2016

Joint Legislative Oversight Committees on Health & Human Services
Legislative Building
16 West Jones Street
Raleigh, NC 27601-1096

Re: Changes in the NC Health Choice Program

Dear Legislators:

Pursuant to G.S. 108A-54.1A(f) and 108A-55(c), attached is a public notice for a proposed change to include a reimbursement methodology to cost settle the NC Health Choice Program enacted by Session Law 2015-264, Section 89. This Amendment will become effective July 1, 2016. The public notice will be posted on the Division of Medical Assistance website at the following link:
<http://dma.ncdhhs.gov/get-involved/nc-health-choice-state-plan>.

Please contact the Division with any concerns.

Sincerely,

Teresa J. Smith

Teresa J. Smith
Administrative Service Manager

Attachment: Title XXI SPA 15-0001 Cost Settlement LHD Public Notice

c: Mark Trogdon, NC General Assembly Fiscal Research
Susan Jacobs, NC General Assembly Fiscal Research
Steve Owen, NC General Assembly Fiscal Research
Pam Kilpatrick, Office of State Budget and Management
Mark Payne, DHHS, Chief of Staff
Rod Davis, DHHS Budget Planning and Analysis
Jim Slate, DHHS Budget Planning and Analysis
Will Lindsay, DHHS Budget, Planning & Analysis

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PUBLIC NOTICE
(Title XXI SPA 15-0001 Cost Settlement LHD)

The Department of Health and Human Services, Division of Medical Assistance hereby provides notice of its intent to amend the Child Health Plan under Title XXI Children's Health Insurance Program, for the purpose of including a reimbursement methodology to cost settle covered services rendered by Local Health Departments to North Carolina Health Choice recipients. Effective July 1, 2016, Local Health Departments will be reimbursed their allowable cost for rendering covered services to North Carolina Health Choice recipients. North Carolina Health Choice allowable cost will be determined using the same methodology that is used for Medicaid covered services.

The filing of this SPA is pursuant to Session Law 2015-264, Section 89.

This amendment will become effective July 1, 2016.

The annual estimated state fiscal impact of this change is:

- a. SFY 2017 \$ 0.00
- b. SFY 2018 \$ 0.00

A copy of the proposed public notice may be viewed at the county department of social services. Questions, comments and requests for copies of the proposed State Plan amendment should be directed to the Division of Medical Assistance at the address listed below:

Dave Richard
Director
Division of Medical Assistance
2501 Mail Service Center
Raleigh, NC 27699-2501