



North Carolina Department of Health and Human Services
Division of Mental Health, Developmental Disabilities and Substance Abuse Services

Pat McCrory
Governor

Aldona Z. Wos, M.D.
Ambassador (Ret.)
Secretary DHHS

Dave Richard
Division Director

October 18, 2013

MEMORANDUM

TO: LME-MCOs Directors

FROM: Les Merritt, DMH/DD/SAS Chief Financial Officer

A handwritten signature in black ink, appearing to read "LMM".

SUBJECT: SFY13-14 LME Administration Funding

As had been previously communicated with LME-MCOs, LME administration allocations were not included on the continuation allocation letter sent out in September. This was due to a need to separate out administrative funds from single stream funds in the reporting for the community funding efficiency plan. Administrative funds will be allocated in a different center coding from the regular single stream funds (please note the RCC of 5223 in the center coding). This coding differentiation will aid in tracking of these funds for the community funding efficiency plan and aid in year-end settlements. It should also be noted that administrative funds will be allocated on a one-time basis as administrative funding amounts are subject to change from year to year based on total federal and state service funding included on the continuation allocation letter. Additionally LME administration funds are based on funding availability, and administrative funds for SFY 2013-2014 were reduced in the current budget cycle. The allocation letters attached to this correspondence reflect the proportional split of administrative funds that have been appropriated for this function.

Should you have any questions regarding this memo, please contact Les Merritt at Les.Merritt@dhhs.nc.gov or Kent Woodson at Kent.Woodson@dhhs.nc.gov. The phone number for both of these contacts is 919-733-7013.

Cc: Area Finance Officer
MH Budget Office
Flo Stein

