North Carolina’s Children and Families Specialty Plan1
Frequently Asked Questions (FAQs)
Feb. 18, 2022

On Feb. 18, 2022, the North Carolina Department of Health and Human Services (NCDHHS) issued a 
policy paper describing the updated design of the Children and Families Specialty Plan (CFSP) (formerly 
referred to as the “Specialized Foster Care Plan” or “FC Plan”). The policy paper’s release follows a year-
long stakeholder engagement effort to improve upon the initial CFSP design. These FAQs provide 
answers to common questions about this specialized health plan for children, youth and families served 
by the child welfare system. A slide deck summarizing the features of CFSP can be found here.

What is the Children and Families Specialty Plan?

In July 2021, North Carolina launched Medicaid managed care, changing how most people receive 
Medicaid, a health care program. With Medicaid managed care, North Carolina contracts with health 
plans, called managed care organizations (MCOs), to arrange for integrated and coordinated physical 
health, behavioral health and other health services for Medicaid and NC Health Choice beneficiaries.

As part of these transformation efforts, North Carolina will launch the CFSP – a single, statewide health 
plan – that will coordinate healthcare services, including physical health, behavioral health, pharmacy, 
long-term services and supports (LTSS), and Intellectual/ Developmental Disability (I/DD) services, as 
well as unmet health-related resource needs for Medicaid or NC Health Choice-enrolled children, youth 
and families served by the child welfare system. Individuals who enroll in the CFSP are referred to as “members” throughout this FAQ.

What makes the Children and Families Specialty Plan unique?

The CFSP is designed to meet the unique needs of children, youth and families served by the child 
welfare system and promote seamless and coordinated healthcare. The CFSP will:

- Operate statewide and increase access to a broad range of physical health, behavioral health, 
  pharmacy, long term services and supports (LTSS) and I/DD services, as well as unmet health-
  related resource needs for all members.
- Take a family-focused approach to care delivery to help keep families safely together, prevent 
  family disruptions and advance permanency goals for children, youth and their families.
- Coordinate closely with the Division of Social Services, local Department of Social Services (DSS) 
  offices, Eastern Band of Cherokee Indian (EBCI) Family Safety Program, and more broadly, with 
  the System of Care, a comprehensive network of community-based services and supports.
- Provide care management (i.e., coordinate healthcare services) to all members to support 
  integrated, whole-person care and foster coordination across providers.
- Support members in shared decision-making and during transitions, including between 
  healthcare settings and when transitioning out of foster care or Medicaid coverage.

1 The Children and Families Specialty Plan (CFSP) is a placeholder name. In 2022, NCDHHS intends to identify a new name for 
the CFSP to better represent the objective of the managed care plan and its target populations.
• Build a statewide provider network and train providers and Plan staff in the unique needs and experiences of children, youth and families served by the child welfare system.
• Ensure that all members receive high quality healthcare services that promote overall health and well-being.

Who will be eligible for the Children and Families Specialty Plan?

Based on extensive stakeholder feedback, the CFSP will include children, youth and families served by the child welfare system to help support family preservation and reunification. Specifically, pending legislative changes and reconfiguration of information technology systems, and with limited exceptions, the following Medicaid and NC Health Choice-enrolled populations will be eligible for the CFSP:

• Children and youth in foster care
• Children receiving adoption assistance
• Former foster care youth under age 26
• Minor children of children and youth in foster care, children receiving adoption assistance and former foster care youth who are eligible for the CFSP
• Parents, guardians, custodians and minor siblings of children/youth in foster care
• Families receiving Child Protective Services (CPS) In-Home Services, specifically:
  o Adults included in the NC In-Home Family Services Agreement as caregivers
  o Minor children included on the NC In-Home Family Services Agreement

To enroll in the CFSP, family members of children in foster care and receiving CPS In-Home Services must be Medicaid or NC Health Choice-enrolled and Medicaid managed care-eligible. All individuals eligible to participate in both the CFSP and the EBCI Tribal Option will be enrolled in the EBCI Tribal Option but will be given the choice to opt into the CFSP.

2 The following populations are excluded from NC Medicaid Managed Care: beneficiaries who are enrolled in both Medicare and Medicaid for whom Medicaid coverage is limited to the coverage of Medicare premiums and cost sharing; qualified aliens subject to the five-year bar for means-tested public assistance under 8 U.S.C. § 1613 who qualify for emergency services under 8 U.S.C. § 1611; undocumented aliens who qualify for emergency services under 8 U.S.C. § 1611; medically needy Medicaid beneficiaries except for beneficiaries enrolled in the Innovations or TBI waivers; presumptively eligible beneficiaries, during the period of presumptive eligibility; beneficiaries who participate in the North Carolina Health Insurance Premium Payment (NC HIPP) program except for beneficiaries enrolled in the Innovations or TBI waivers; beneficiaries who are inmates of prisons or jails; beneficiaries being served through CAP/C; beneficiaries being served through CAP/DA (includes beneficiaries receiving services under CAP/Choice); beneficiaries with services provided through the Program of All Inclusive Care for the Elderly (PACE); and certain uninsured individuals receiving COVID-19 testing during the public health emergency. Individuals otherwise eligible for the CFSP who are Innovations or TBI waiver enrollees, beneficiaries residing in Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICFs/IID), or eligible for the Transition to Community Living (TCL) must enrolled in a Tailored Plan to access those services; they may opt-in to the CFSP when they no longer require those services. Tribal members and other individuals eligible to receive Indian Health Services, including North Carolina’s federally recognized tribe (the Eastern Band of Cherokee Indians) and state-recognized tribes, may opt-in.

3 Former foster youth who transitioned out of the child welfare system outside of North Carolina remain eligible for Medicaid coverage until they reach the age of 21; former foster youth who aged out of the child welfare system in North Carolina remain eligible until they reach the age of 26.

4 The CFSP will recognize the Tribal definition of “parents, guardians, and custodians” in determining Tribal member eligibility for the Plan.

5 North Carolina passed legislation that will allow Medicaid-enrolled parents of children entering the foster care system to keep their Medicaid coverage while they are working toward reunification.
Given the system reconfigurations needed to operationalize the CFSP, NCDHHS anticipates it may be necessary to phase-in enrollment for CFSP-eligible populations and will issue further guidance following additional operational planning but prior to release of the Request for Proposals (RFP).

**When will the Children and Families Specialty Plan launch?**

NCDHHS plans to launch the CFSP by December 2023:
- Release CFSP RFP: Summer 2022
- Award CFSP Contract: Fall 2022
- Implementation Planning for CFSP Launch: Fall 2022 – Winter 2023
- Launch CFSP: By December 2023

NCDHHS will procure a single statewide Specialty Plan that operates and delivers services statewide. Only Standard Plans and Tailored Plans will be eligible to bid on and contract for the CFSP.

Until the CFSP launches, the majority of children and youth in foster care, children receiving adoption assistance and former foster care youth will continue to receive Medicaid services through NC Medicaid Direct. Between the time when Tailored Plans and the CFSP launch, these individuals will receive care management delivered either by the Community Care of North Carolina (CCNC) or Local Managed Entities/Managed Care Organizations (LME/MCOs), depending on an individual’s needs.

Many other people who will be eligible for the CFSP once it launches have already begun receiving Medicaid services through NC Medicaid Managed Care; NCDHHS will provide more information about the opportunity to enroll in the CFSP prior to launch. NCDHHS must make significant systems changes to launch the CFSP and will keep stakeholders updated about potential timeline impacts.

**What benefits will the Children and Families Specialty Plan cover?**

The CFSP will cover a comprehensive set of physical health, behavioral health, I/DD, LTSS and pharmacy benefits. The CFSP will also be responsible for addressing other health-related needs, including housing, food, transportation and interpersonal violence. Some benefits, such as dental services, will only be available outside of the CFSP, and individuals enrolled in this CFSP will access those benefits, as needed, the same way they do today.

**How will the Children and Families Specialty Plan care management model support members?**

The CFSP will provide robust, whole-person plan-based care management to all members by assigning a specially trained care manager to each member. Care managers will be responsible for helping members navigate their health and health-related needs and access needed physical and behavioral health services. Specifically, CFSP care managers will:

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6 NC Medicaid Direct is North Carolina’s current health care program for Medicaid beneficiaries who are not enrolled in NC Medicaid Managed Care

7 Individuals eligible for the CFSP who are on the Innovations or Traumatic Brain Injury (TBI) waivers, served by intermediate care facilities for individuals with intellectual disabilities (ICF-IID) or TRACK at Murdoch Center, eligible for North Carolina Transitions to Community Living (TCL), or need State-funded Services will be required to enroll in a Behavioral Health I/DD Tailored Plan to access those services.

8 With NCDHHS’s approval, the CFSP may, at its discretion, delegate care management functions to community-based entities, provided that those entities are meaningfully integrated into the CFSP’s statewide model.
• Identify each member’s health and health-related needs through a comprehensive assessment and develop a care plan.
• Coordinate closely with a member’s care team, including a member’s primary care provider (PCP), assigned County Child Welfare worker or EBCI Family Safety Program staff, parent(s), guardian(s), or custodian(s) and others, as appropriate.
• Work with a member’s physician on oversight of medication management, including reviewing a member’s prescribed medications, ensuring a member has an adequate supply of essential medication, providing education to take medication as prescribed, and identifying potentially harmful aspects of a member’s medication regimen.
• Support transitions between treatment settings or health plans to ensure continuity of care.
• Support transition planning for members transitioning out of the child welfare system or losing Medicaid eligibility upon turning 26, including development of a “Health Passport” to track upcoming appointments, medications and medical records.
• Identify key health-related resources and supports, such as housing, food and transportation necessary to meet healthcare-related goals.

What will the Children and Families Specialty Plan provider network look like to meet members’ needs?

The CFSP will have a statewide network of physical health, behavioral health, I/DD and LTSS providers across North Carolina to meet the needs of eligible members. The CFSP will have an “any willing provider” network for all services except a subset of behavioral health services. The goal is to provide access to high quality, specially-trained providers that best meet members’ needs as close to where a member lives as possible. All members will be assigned a PCP once enrolled in the CFSP.

How can I provide feedback on the Children and Families Specialty Plan?

NCDHHS welcomes feedback from stakeholders as it continues to refine the CFSP design. Please submit feedback and recommendations on the policy paper by March 4, 2022, to NCDHHS at Medicaid.NCEngagement@dhhs.nc.gov. More details about the CFSP, including resources from the CFSP Workgroup, are available on NC Medicaid’s Children and Families Specialty Plan webpage.