

North Carolina Department of Health and Human Services **DIVISION OF CHILD DEVELOPMENT** 319 Chapanoke Road • 2201 Mail Service Center • Raleigh, NC 27699-2201 Tel: (919) 662-4499 • Fax: (919) 662-4570 • Courier Number: 56-20-17 Michael F. Easley, Governor • Carmen Hooker Odom, Secretary • Peggy M. Ball, Director

DIVISION OF CHILD DEVELOPMENT ADMINISTRATIVE LETTER NO. 1-05

TO:	Directors of County Departments of Social Services Child Care Coordinators Directors of Other Child Care Purchasing Agencies Directors of State Level Contract Agencies
FROM:	Peggy M. Ball
ISSUED:	October 24, 2005
SUBJECT:	Revised Rates for Certified Developmental Day Centers
EFFECTIVE DATE:	November 1, 2005

The purpose of this letter is to notify you of the revised subsidy payment rates for child care centers that operate as certified developmental day centers. According to subsidy policy, developmental day centers are paid a net cost rate established by a cost study conducted by the Controller's Office of the Department of Health and Human Services. The cost study allows the Controller's Office to determine an updated subsidy payment rate for children with special needs ages 0 through 17 as well as children who are typically developing. The subsidy rates are calculated based on financial data submitted by each center.

A chart of the new subsidy rates for each certified developmental day center is attached. The new rates are effective November 1, 2005, thus affecting your payments in December for children served in November. Each center is being notified of the rate changes by the Controller's Office. The Approval Notices for these facilities will be revised to reflect the new rates.

Thank you for your assistance in providing subsidy services to children served in these facilities. Questions regarding the new rates should be directed to your Subsidy Services Consultant or one of the Rate Setters in the Subsidy Services Section in the Raleigh office.

PMB/NG

Attachment

cc: DCD Subsidy Services Consultant DCD Program Compliance Consultant

