


**DEPARTMENT OF HEALTH AND HUMAN SERVICES  
OFFICE OF DIRECTOR**

**ACTION REFERRAL**

TO <i>Hess</i>	DATE <i>12-7-11</i>
-------------------	------------------------

DIRECTOR'S USE ONLY		ACTION REQUESTED	
1. LOG NUMBER  <i>001216</i>	<input type="checkbox"/> Prepare reply for the Director's signature DATE DUE _____		
2. DATE SIGNED BY DIRECTOR  	<input type="checkbox"/> Prepare reply for appropriate signature DATE DUE _____  <input type="checkbox"/> FOIA DATE DUE _____  <input checked="" type="checkbox"/> Necessary Action		

APPROVALS <small>(Only when prepared for director's signature)</small>	APPROVE	* DISAPPROVE <small>(Note reason for disapproval and return to preparer.)</small>	COMMENT
1.			
2.			
3.			
4.			



DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services

Center for Medicaid, CHIP and Survey Certification  
Financial Management Group  
7500 Security Boulevard  
Baltimore, MD 21244

RECEIVED

DEC 06 2011

NOV 30 2011

Mr. Anthony E. Keck  
Executive Director  
Department of Health and Human Services  
P.O. Box 8206  
Columbia, SC 29202-8206

Department of Health & Human Services  
OFFICE OF THE DIRECTOR

Dear Sir or Madam:  
SUPPLEMENTAL

The grant award listed below has been approved for supplemental federal funding for allowable Medicaid expenditures incurred by your State during the period 04/01/2011 - 06/30/2011 under Appropriation 75X0518 Centers for Medicare & Medicaid Services.

**HIT Incentive Payments**

**\$(21,073,832)**

The above listed grant award provides Federal funds for incentive payments made in accordance to your State plan approved under Title XIX of the Social Security Act (the Act) having adopted or meaningfully used certified electronic health record (EHR) technology. The amount of this grant award is authorized under the provisions of section 1903(a)(3) of the Act, as amended by section 4201 of the American Recovery and Reinvestment Act of 2009 (ARRA, Public Law 111-5, enacted on February 17, 2009), providing for Health Information Technology (HIT) Administration Recovery Act. The amount of this grant award is to issue incentive payments to providers who have qualified for EHR incentive payments.

Computation of this grant award is shown on the enclosed statement.

With the acceptance of this award you agree to be responsible for limiting the drawing of Federal funds so as to minimize Federal cash on hand in accordance with policies established in Treasury Circular 1075 (revised) and procedures established by the Department of Health and Human Services. You also agree to submit timely reports as required. Withdrawals of Federal funds are not to exceed the individual programmatic grant awards show above. You also are required to provide for effective control over the accountability for all Federal funds as stated in Office of Management and Budget Circular No. 1075 (revised). Failure to adhere to the above requirements may cause the unobligated portion of your letter-of-credit to be revoked. Part 92, Title 45, Code of Federal Regulations implements these circulars for this Department.

Any questions you may have in connection with this grant award should be referred to the appropriate Centers for Medicare & Medicaid Services Regional Office financial contact and/or the Regional Office HIT Lead for your State.

Payments under this award will be made by the Department of Health and Human Services, Payment Management System administered by the Division of Payment Management, Program Support Center. These payments will be made available under the subaccount "HIT-INCTPAY11". Inquiries regarding payment should be directed to:

Director, Division of Payment Management Telephone Number 1-877-614-5533

Post Office Box 6021

Rockville, MD 20852-0605

Please transmit a copy of this grant award document to the State official authorized to request funds from the Division of Payment Management as well as to the staff who oversee the State's Medicaid EHR Incentive Program.

Sincerely yours,

Director,

Division of Financial Operations

DEPARTMENT OF HEALTH AND HUMAN SERVICES  
CENTERS FOR MEDICARE & MEDICAID SERVICES

COMPUTATION OF AMOUNTS FOR MEDICAL ASSISTANCE  
GRANTS UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

STATE: <u>SOUTH CAROLINA</u>				
FISCAL YEAR	<u>2</u>	<u>0</u>	<u>1</u>	<u>2</u>
QUARTER	<input checked="" type="checkbox"/> 1ST	<input type="checkbox"/> 2ND	<input type="checkbox"/> 3RD	<input type="checkbox"/> 4TH

ADMINISTRATION  
INCENTIVE PAYMENTS  
HIT - ARRA Sec. 4201

1. ADJUSTMENTS FOR QUARTER  
ENDED JUNE 30, 2011

\$ 4,009,168

A. ACTUAL FEDERAL SHARE OF  
EXPENDITURES.....

4,009,168

B. ESTIMATED FEDERAL SHARE OF  
EXPENDITURES PREVIOUSLY FUNDED....

25,083,000

C. DIFFERENCE.....

(21,073,832)

D. NET ADJUSTMENTS APPLICABLE TO  
PRIOR PERIODS.....

A. 0

E. COLLECTIONS.....

0

F. OTHER.....

B. (21,073,832)

2. ESTIMATED FEDERAL SHARE OF  
EXPENDITURES FOR QUARTER  
BEGINNING OCTOBER 1, 2011

C.                     

3. NET AMOUNT TO BE CERTIFIED.....

\$ (21,073,832)

TOTAL AMOUNT TO BE CERTIFIED.....

\$ D. (21,073,832)

DATE APPROVED NOV 30 2011

COMPUTATION PREPARED BY

INTERNAL TRANSMITTAL NO. HINC-9

COMPUTATION REVIEWED BY

Chia Lamanga

# ACCOUNTING DATA FOR THE HEATH INFORMATION TECHNOLOGY (ARRA, SECTION 4201)

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR: FIRST/2012

THIS AWARD IS FUNDED UNDER HHS SINGLE LETTER OF CREDIT NO. 75-08

# CENTRAL REGISTRY SYSTEM

ENTITY IDENTIFICATION NUMBER (CRS/EIN)

**157-600-0286-Z3**

[illegible]

FOOTNOTES

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

FIRST/2012

A. HIT INCT ADM

-	INCREASING CLAIMS PRIOR TO
-	INCREASING CLAIMS AFTER
\$	TOTAL INCREASING CLAIMS.
-	DECREASING CLAIMS
\$	NET ADJUSTMENT

B. SEE ATTACHMENTS 1

C. GRANT AWARD BASED ON THE ESTIMATE OF HIT INCENTIVE EXPENDITURES UNDER SECTION 1903(a)(3) OF THE SOCIAL SECURITY ACT AS AMENDED BY SECTION 4201 FOR THE FIRST QUARTER FISCAL YEAR 2012 WAS ISSUED OCTOBER 1, 2011.

D. THE FUNDING AUTHORIZED BY THIS GRANT AWARD IS PAID SUBJECT TO ANY FUTURE FINANCIAL MANAGEMENT REVIEW OR AUDIT.

In accordance with section 4201 of ARRA, this grant represents the Federal funding provided for certain State expenditures to Medicaid providers to encourage the adoption and use of certified electronic health technology record (EHR) technology and associated Administrative costs. This grant award represents the Federal share portion of funds to be used for this purpose.

NOV 30 2011

VERIFICATION OF GRANT AWARD FUNDING  
HEALTH INFORMATION TECHNOLOGY(HIT) INCENTIVE  
Funding - Title XIX under Section 4201 ARRA

STATE: SOUTH CAROLINA QUARTER/FISCAL YEAR: FIRST/2012

CMS-64 Summary		2011	TOTAL
Line 6		\$ 4,009,168	4,009,168
Line 7			0
Line 8			0
Line 9			0
Line 10 A. & B.			0
Net Expenditures		\$ 4,009,168	\$ 4,009,168
Less:			
Waivers			
Net Map Expenditures		\$ 4,009,168	\$ 4,009,168
Adjustments			
Transfers			
Line 10b Adjustments			
Disallowances			
Subtotal		\$ 4,009,168	\$ 4,009,168
Interest on Disallowances			
Other			
Adjusted Funding		\$ 4,009,168	\$ 4,009,168
Less: Federal Advances		25,083,000	25,083,000
Total Funding		\$ (21,073,832)	\$ (21,073,832)