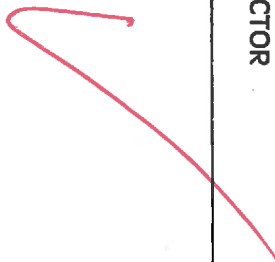


DEPARTMENT OF HEALTH AND HUMAN SERVICES
OFFICE OF DIRECTOR

ACTION REFERRAL

TO	DATE
<i>Bailling</i>	<i>9-5-06</i>
DIRECTOR'S USE ONLY	
1. LOG NUMBER <i>000224</i>	<input type="checkbox"/> Prepare reply for the Director's signature DATE DUE _____
2. DATE SIGNED BY DIRECTOR <i>cc: Wells</i> 	<input type="checkbox"/> Prepare reply for appropriate signature DATE DUE _____ <input type="checkbox"/> FOIA DATE DUE _____ <input checked="" type="checkbox"/> Necessary Action

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

Department of Health & Human Services
Centers for Medicare & Medicaid Services
61 Forsyth Street, SW, Suite 4120
Atlanta, Georgia 30303-8909



September 1, 2006

Mr. Robert Kerr, Director
Department of Health & Human Services
Attn: Roy Smith
Post Office Box 8206
Columbia, South Carolina 29202-8206

*Joe Bauling
"Rec. Action"
cc: Wells*

RECEIVED

SEP 05 2006

Department of Health & Human Services
OFFICE OF THE DIRECTOR

RE: Home and Community-Based Services Waivers

Dear Mr. Kerr:

We have completed our review of your HCFA-372 initial report for year four (2004-2005) of the Home and Community-Based Services Waiver for HIV/AIDS, number 0186.90.R2. Based on our analysis of the expenditure and recipient data submitted in this report, we find the data acceptable, subject to any future data validation reviews. A comparison of the actual data reported to the most recent CMS-approved estimates indicates that the estimated costs without the waiver were not exceeded.

Final acceptance of each initial year report is contingent upon our receipt of a lag report for that year. Please refer to the State Medicaid Manual, Part 2, State Organization, section 2700.6D for instructions on the completion and submittal of lag reports.

If you have any questions please contact Kimberly Adkins-McCoy at (404) 562-7159.

Sincerely,

Renard L. Murray

Renard L. Murray, D.M.
Associate Regional Administrator
Division of Medicaid and Children's Health