


DEPARTMENT OF HEALTH AND HUMAN SERVICES  
OFFICE OF DIRECTOR

ACTION REFERRAL

TO	DATE
<i>Wills</i>	<i>10-29-07</i>

DIRECTOR'S USE ONLY	ACTION REQUESTED
1. LOG NUMBER	<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 _____
<i>Singleton i. M. Jensen</i> 	<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.			

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<i>Singleton &amp; Mr. Jordan</i>	

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# State of South Carolina

# RECEIVED

OCT 26 2007

Department of Health & Human Services  
OFFICE OF THE DIRECTOR



## Office of the State Auditor

1401 MAIN STREET, SUITE 1200  
COLUMBIA, S.C. 29201

RICHARD H. GILBERT, JR., CPA  
DEPUTY STATE AUDITOR

October 24, 2007

(803) 253-4160  
FAX (803) 343-0723

Ms. Emma Forkner, Director  
South Carolina Department of Health  
and Human Services  
1801 Main Street  
Columbia, South Carolina 29201

Dear Ms. Forkner:

Article III, paragraph D. requires the Office of the State Auditor to examine nursing facilities once every four years. In addition, the Office of the State Auditor also uses the following criteria to select the engagements.

- Results of prior work
- Results of cost report analyses
- A provider's entry into or departure from the Medicaid program
- Results of ongoing work of related providers
- Appropriate referrals or requests
- Experience factors

The following identifies the engagements that we plan to conduct during federal fiscal year 2008.

- I. Nursing Homes – In most instances the latest filed cost report will be selected and the prior cost report will also be selected if the ongoing work indicates the probable existence of material findings.

1. Camp Care
2. Commander Nursing Center
3. Dr. Ronald E. McNair Memorial Nursing Center
4. Ebenezer Senior Services
5. Ellen Sagar Nursing Home
6. Georgetown Healthcare Rehabilitation, Inc.
7. Golden Age – Inman
8. Grand Strand Healthcare, Inc.
9. Heartland Health Care Center – Charleston
10. Heartland of Columbia Rehabilitation Center
11. Heartland of Lexington Rehabilitation and Nursing Center
12. Heartland of West Ashley Rehabilitation and Nursing Center
13. Honorage Nursing Home of Florence
14. Inman Health Care
15. J.F. Hawkins Nursing Home
16. Lexington Medical Center Extended Care
17. Life Care Center of Charleston
18. Life Care Center of Columbia

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19. Life Care Center of Hilton Head
20. Magnolia Manor – Columbia
21. Magnolia Manor – Greenville
22. Magnolia Manor – Greenwood
23. Magnolia Manor – Spartanburg
24. Magnolia Place – Spartanburg
25. Medford Place
26. Morrell Memorial Convalescent Center
27. Mountainview Nursing Home
28. Oakhaven, Inc.
29. Oakmont East Nursing Center
30. Oakmont of Union Nursing and ICF
31. Oakmont West Nursing Home
32. Orangeburg Nursing Home
33. Peachtree Centre
34. Pepper Hill Nursing Center, Inc.
35. Ridgeland Nursing Center, Inc.
36. Sandpiper Convalescent Center, Inc.
37. Southland Health Care Center
38. The Methodist Oaks

II. Personal Needs Fund (PNF) – No work is scheduled.

III. Home Health – No work is scheduled.

IV. Hospitals – No work is scheduled.

V. Disproportionate Share Hospital – No work is scheduled.

VI. Hospital Based Nursing Homes (HBNH) – HBNH engagements will be settled as Medicare Cost reports become available.

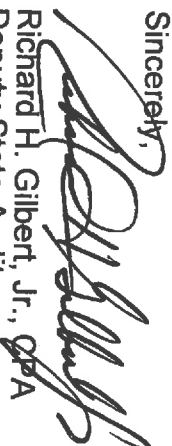
VII. Residential Treatment Facilities – No work is scheduled.

VIII. Federally Qualified Health Care Centers (FQHC) – No work is scheduled.

The overall planning materiality amount for each engagement will be determined based on statewide nursing home payments.

If your staff has any questions about the information presented, please do not hesitate to contact John Corbacho at 253-4160, extension 219.

Sincerely,



Richard H. Gilbert, Jr., CPA  
Deputy State Auditor

cc: Jeff Saxon  
Kathleen C. Snyder