

DEPARTMENT OF HEALTH AND HUMAN SERVICES  
OFFICE OF DIRECTOR

**ACTION REFERRAL**

TO <i>Hess</i>	DATE <i>3-16-12</i>
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<b>DIRECTOR'S USE ONLY</b>	<b>ACTION REQUESTED</b>
1. LOG NUMBER  <i>.10w372</i>	<input type="checkbox"/> Prepare reply for the Director's signature DATE DUE _____
2. DATE SIGNED BY DIRECTOR  <i>CC: Mr. Beck, Deps CMS file,</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

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

**RECEIVED**

**MAR 16 2012**

**MAR 12 2012**

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 07/01/2011 - 09/30/2011 under Appropriation 75X0518 Centers for Medicare & Medicaid Services.

**HIT Incentive Payments**

**\$(69,399,414)**

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





FOOTNOTES

STATE: South Carolina

QUARTER/FISCAL YEAR: SECOND / 2012

A.	<u>HIT INCT ADM</u>	
	-	INCREASING CLAIMS PRIOR TO
	-	INCREASING CLAIMS AFTER
	\$ -	TOTAL INCREASING CLAIMS.
	-	DECREASING CLAIMS
	-	NET ADJUSTMENT
	<u>\$ -</u>	

MAR 12 2012

B. **SEE ATTACHMENTS 1A**

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 SECOND QUARTER FISCAL YEAR 2012 WAS ISSUED January 1, 2012.

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.



**FINALIZATION GRANT AWARD CHECK LIST FOR HIT INCENTIVE PAYMENTS**

Special Health Insurance Technology (HIT) (ARRA, Section 4201)

STATE: South Carolina

QUARTER/FISCAL YEAR SECOND / 2012

**VERIFY THE FOLLOWING ITEMS WHEN APPLICABLE.**

<sup>P</sup>  <sup>R</sup> RDR approved by RO supervisor. Approval Date: 12/19/11

HIT Verification Sheet

- Expenditure (HIT INCENTIVE) totals.
- Federal advances for HIT INCENTIVE.
- State name, fiscal year and the quarter.

Accounting Sheet

- EIN, CANS, DOCs and State code.
- HIT INCENTIVE totals agree with the amounts on HIT Verification Sheets.
- State name, quarter/fiscal year.

Computation Sheet

- State name, fiscal year and the quarter.
- Item #1 and #2 show correct quarters.
- HIT totals.
- Sign/Initial.

Footnote Page

- Each lettered item listed on the Computation Sheet is footnoted.
- State name and quarter/fiscal year.

Grant Award Letter

- State name, funding period and HIT amounts.
- HIT totals on the letter against the Estimate, Accounting and Computation Sheets.

GRANT AWARD PREPARED BY: MCC-JL

DATE: 2.2.11

GRANT AWARD REVIEWED BY: MS

DATE: 2-8-12