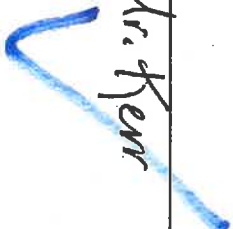


DEPARTMENT OF HEALTH AND HUMAN SERVICES
OFFICE OF DIRECTOR

ACTION REFERRAL

TO <i>Baaling</i>	DATE <i>1-16-07</i>
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DIRECTOR'S USE ONLY	ACTION REQUESTED
1. LOC NUMBER <i>000451</i>	<input type="checkbox"/> Prepare reply for the Director's signature DATE DUE _____ <input type="checkbox"/> Prepare reply for appropriate signature DATE DUE _____ <input type="checkbox"/> FOIA DATE DUE _____ <input checked="" type="checkbox"/> Necessary Action
2. DATE SIGNED BY DIRECTOR <i>cc: Singleton, Mr. Fern</i> 	

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
61 Forsyth St., SW, Suite 4120
Atlanta, Georgia 30303-8909



January 8, 2007

Log. Bowling
"Rec. Action"
cc: Singleton
cc: Kohn

RECEIVED

JAN 12 2007

Department of Health & Human Services
OFFICE OF THE DIRECTOR

Robert M. Kerr, Director
South Carolina Department of Health and Human Services
P.O. Box 8306
Columbia, SC 29202-8206

Dear Mr. Kerr:

This is in response to your letter dated December 13, 2006, requesting that the Centers for Medicare & Medicaid Services (CMS) review and approve the current Medicaid Management Information System (MMIS) projects and contracts which do not have a formal funding approval. The State is requesting approval of \$66,933,093 (federal share: \$5,638,036 at 50%, \$42,579,239 at 75%, \$1,426,230 at 90% total \$49,643,507) for the systems listed in the attachment.

I am pleased to inform you that CMS approves the Department's request in accordance with 42 CFR Part 433.116, 45 CFR Part 92, 45 CFR Part 95, Subpart F, and the State Medicaid Manual (SMM), Part 11. This reconciliation action formally documents CMS approval of the expenditure of Federal Financial Participation for these projects and systems.

I would like to thank you and your staff for your efforts to work with the Regional Office to develop strategies for this reconciliation action. If there are any questions concerning this approval, please contact David Hinson at (404) 562-7411 or via E-mail at Lawrence.hinson@cms.hhs.gov.

Sincerely,

Renard L. Murray

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

Attachment

South Carolina DHHS
MMIS Related Contracts

Reconciliation Spreadsheet
for CMS

Optional Years	Amendments	Contract Periods	Total Cost Per Contract Period	Federal Share	State Share	Contract Included (hardcopy or electronic?)
and 2 option years	No amendments	Year 1 - SFY06 (base)	Total: \$5,359,798.40 50/50: \$203,418.83; 75/25: \$5,156,379.57	Total: \$3,968,994.10 50/50: \$101,709.42; 75/25: \$3,867,284.68	Total: \$1,390,804.31; 50/50: \$101,709.42; 75/25: \$1,289,094.89	CD
		Year 2 - SFY07 (base)	Total: \$5,766,000; 50/50: \$219,438; 75/25: \$5,546,562	Total: \$4,269,640.50; 50/50: \$109,719; 75/25: \$4,159,921.50	Total: \$1,496,359.50; 50/50: \$109,719; 75/25: \$1,386,640.50	
		Year 3 - SFY08 (base)	Total: \$5,906,000; 50/50: \$224,958; 75/25: \$5,681,042	Total: \$4,373,260.50; 50/50: \$112,479; 75/25: \$4,260,781.50	Total: \$1,532,739.50; 50/50: \$112,479; 75/25: \$1,420,260.50	
and 3 option years	No amendments	Year 1 - SFY07 (base)	Total: \$4,877,846; 50/50 - \$2,438,923	Total: \$2,438,923; 50/50 - \$2,438,923	Total: \$2,438,923; 50/50 - \$2,438,923	CD
		Year 2 - SFY08 (base)	Total: \$4,877,846; 50/50 - \$2,438,923	Total: \$2,438,923; 50/50 - \$2,438,923	Total: \$2,438,923; 50/50 - \$2,438,923	
1 Year	No amendments	Year 1 - SFY07 (Sole Source)	Total: \$9,657,003; 50/50: \$392,238; 75/25: \$9,264,765	Total: \$7,144,683; 50/50: \$196,119; 75/25: \$6,948,574	Total: \$2,512,310; 50/50: 196.119; 75/25: \$2,316.191	CD
and 2 option years	1 amendment	Year 1 - SFY05 (base)	Total: \$6,382,542.45; 75/25: \$6,382,542.45	Total: \$4,786,906.84; 75/25: \$4,786,906.84;	Total: \$1,595,635.61; 75/25: \$1,595,635.61	RFP is on CD Response is hardcopy
		Year 2 - SFY06 (base)	Total: \$6,065,769; 75/25: \$6,065,769	Total: \$4,549,326.75; 75/25: \$4,549,326.75	Total: \$1,516,442.20; 75/25: \$1,516,442.20	
		Year 3 - SFY07 (base)	Total: \$7,184,892; 75/25: \$7,184,892	Total: \$5,388,669; 75/25: \$5,388,669	Total: \$1,796,223; 75/25: \$1,796,223	