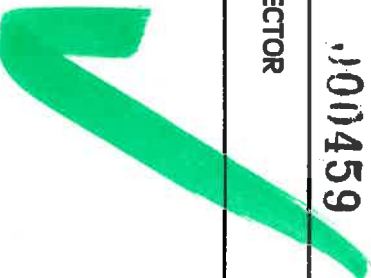


DEPARTMENT OF HEALTH AND HUMAN SERVICES
OFFICE OF DIRECTOR

ACTION REFERRAL

TO <i>Wells</i>	DATE <i>2-20-09</i>
--------------------	------------------------

DIRECTOR'S USE ONLY		ACTION REQUESTED	
1. LOC NUMBER <i>100459</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 (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

7500 Security Boulevard
Baltimore, MD 21244

Robert M. Kerr
Executive Director
Department of Health and Human Services
P.O. Box 8206
Columbia, SC 292028206

RECEIVED

FEB 20 2009

FEB 12 2009

Department of Health & Human Services
OFFICE OF THE DIRECTOR

Dear Sir or Madam:
SUPPLEMENTAL

The grant awards listed below have been approved for the period 01/01/2009 - 03/31/2009 under Appropriation 75X0512 Centers for Medicare & Medicaid Services. Any unused grant award authority may be carried forward and used in a subsequent period.

Medical Assistance Payments	\$(48,759,827)
Medicaid State Children's Health Insurance	
Program Payments	\$0
Administration Payments	\$3,424,731
Total Grant Awards	\$(45,335,096)

The above listed grant awards provide Federal funds for expenditures made in accordance with your State plan approved under Title XIX of the Social Security Act. Computation of the awards is shown on the enclosed statement.

With the acceptance of these awards, 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 shown 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 the grant award should be referred to the appropriate Centers for Medicare & Medicaid Services regional office financial contact for your State.

Payment under this award will be made by the Department of Health and Human Services, Payment Management System administered by the Division of Payment Management (DPM), Program Support Center. Inquiries regarding payment should be directed to:

Director, Division of Payment Management
Post Office Box 6021
Rockville, Maryland 20862-0605

Telephone Number (301) 443-1660

Please transmit a copy of this grant award document to the State official authorized to request funds from the Division of Payment Management.

Sincerely yours,

Deborah Alvord
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	SOUTH CAROLINA			
FISCAL YEAR	2 0 0 9			
QUARTER	1ST <input type="checkbox"/>	2ND <input checked="" type="checkbox"/>	3RD <input type="checkbox"/>	4TH <input type="checkbox"/>

1. ADJUSTMENTS FOR
QUARTER ENDED SEPTEMBER 30, 2008

- A. ACTUAL FEDERAL SHARE OF
EXPENDITURES.....
- B. ESTIMATED FEDERAL SHARE OF
EXPENDITURES PREVIOUSLY FUNDED....
- C. DIFFERENCE.....
- D. NET ADJUSTMENTS APPLICABLE TO
PRIOR PERIODS.....

	MEDICAL ASSISTANCE PAYMENTS	M-SCHIP PAYMENTS	ADMINISTRATION PAYMENTS
A. \$	811,263,761 (4,424)		\$ 22,773,913
	811,259,337		22,773,913
	797,868,000		19,325,000
B.	13,391,337 (1,717,397)		B. 3,448,913 0
C.	259,694		
	(43,939,046)		(24,182)
D.	(16,754,415)		
E.	(48,759,827)		E. 3,424,731
F.			F.
3. NET AMOUNT TO BE CERTIFIED.....	\$ (48,759,827)	0	\$ 3,424,731

2. ESTIMATED FEDERAL SHARE OF
EXPENDITURES FOR QUARTER
BEGINNING JANUARY 1, 2009

TOTAL AMOUNT TO BE CERTIFIED..... \$G. (45,335,096)

DATE APPROVED FEB 12 2009 COMPUTATION CHECKED BY *Stenard* North

INTERNAL TRANSMITTAL NO. 26

FEB 12 2009

ACCOUNTING DATA

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR: SECOND/2009

☐ 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]

TOTAL AMOUNT TO BE CERTIFIED

(45,335,096)

FOOTNOTES

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR: SECOND/2009

A. \$(4,424) represents the Federal share of interest income earned on drug rebates that was reported on Line 5 of the Form CMS-64.

B.

<u>MAP</u>		<u>ADM</u>	
\$	0	\$	0
\$	0	\$	0
\$	0		0
\$	-1,717,397	\$	0
\$	-1,717,397	\$	0
			Increasing Claims Prior to 10/01/06
			Increasing Claims After 09/30/06
			Total Increasing Claims
			Decreasing Claims
			Net Adjustment

C. \$259,694 represents Civil Monetary Penalties reported on Line 9C. This amount is not being used in the grant award computation to preclude a duplicate adjustment.

D. \$(16,754,415) represents M-SCHIP expenditures.

E. See attachments 1 through 11.

F. A grant award based on the estimate for SECOND quarter fiscal year 2009 was issued JANUARY 1, 2009.

G. The funding authorized by this grant award is paid subject to any future financial management review or audit.

MEMORANDUM

DSH Adjustment

1. The law required that the yearly limitation on DSH expenditures be calculated against the total computable for fiscal years 1993 through 1997. However, Section 4721 (a) of the BBA replaces the current DSH allotment methodology with statutorily defined Federal DSH allotments. For Federal fiscal years 1998 through 2002, the Federal DSH allotments are listed in the Statute (1923 (f) of the Act.) See attached DSH schedules for the status of your allotment.

2. See attachments 12 & 13 for TANF expenditures.

3. For the reporting of the Medicare Part B Premiums for Qualifying Individuals, see attachments 14 & 15.

FOR FEDERAL USE ONLY

4. ~~\$4,424~~ refers to interest collected and reported on Line 5 of the CMS-64 Summary Sheet by the State on Drug Rebates, Document #05-0805SC5028 and CAN #95993312.

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - MAP
ATTACHMENT: 1

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Medical Assistance Payments (MAP)

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY And Prior	FY 2006	FY 2007	FY 2008	Total
CMS-64 Summary					
Line 6	\$	\$	\$	\$ 811,263,761	\$ 811,263,761
Line 7					0
Line 8					0
Line 9				(43,939,046)	(43,939,046)
Line 10 A. & B.					0
Line 10 C.		121,310	(250)	(1,838,457)	(1,717,397)
Net Expenditures	\$ 0	\$ 121,310	\$ (250)	\$ 765,486,258	\$ 765,607,318
Less:					
Waivers					0
M-SCHIP	0	0	0	16,754,415	16,754,415
Katrina UCCP Waivers					0
Net MAP Expenditures	\$ 0	\$ 121,310	\$ (250)	\$ 748,731,843	\$ 748,852,903
Adjustments					
Transfers					0
Global Settlements					0
Civil Monetary Penalties				259,694	259,694
Deferrals					0
Disallowances					0
Subtotal	\$ 0	\$ 121,310	\$ (250)	\$ 748,991,537	\$ 749,112,597
Interest on Disallowances					0
Other Drug Rebate				(4,424)	(4,424)
Part B Offset					0
Part B Interest					0
Adjusted Funding	\$ 0	\$ 121,310	\$ (250)	\$ 748,987,113	\$ 749,108,173
Less: Federal Advances				797,868,000	797,868,000
Total Funding	\$ 0	\$ 121,310	\$ (250)	\$ (48,880,887)	\$ (48,759,827)

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - MAP
ATTACHMENT: 2

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Medicaid State Children's Health Insurance Plan (M-SCHIP)

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

CMS-64 Summary	FY And Prior	2005	FY	2006	FY	2007	FY	2008	Total
Line 6	\$		\$		\$		\$	16,754,415	\$ 16,754,415
Line 7								0	0
Line 8								0	0
Line 9								0	0
Line 10 A. & B.								0	0
Line 10 C.								0	0
Net Expenditures	\$	0	\$	0	\$	0	\$	16,754,415	\$ 16,754,415
Less:									
Waivers									0
M-SCHIP									0
Net MAP Expenditures	\$	0	\$	0	\$	0	\$	16,754,415	\$ 16,754,415
Adjustments									
Transfers									0
Line 10 Adj									0
CMP's									0
Deferrals									0
Disallowances									0
Subtotal	\$	0	\$	0	\$	0	\$	16,754,415	\$ 16,754,415
Interest on									0
Disallowances									0
Other									0
Adjusted Funding	\$	0	\$	0	\$	0	\$	16,754,415	\$ 16,754,415
Less: Federal Advances									0
Total Funding	\$	0	\$	0	\$	0	\$	16,754,415	\$ 16,754,415

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - DSH
ATTACHMENT: 3

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Disproportionate Share Hospitals (DSH)
FEDERAL SHARE

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 1993	FY 1994	FY 1995	FY 1996	FY 1997
REPORTED THIS QUARTER					
Line 6	\$	\$	\$	\$	\$
Line 7					
Line 8					
Line 9					
Line 10 A. & B.					
Line 10 C.					
Adjustments					
SUBTOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
PREVIOUSLY REPORTED	\$ 313,460,000	\$ 312,580,697	\$ 310,952,672	\$ 311,217,444	\$ 309,722,264
BALANCE	\$ 313,460,000	\$ 312,580,697	\$ 310,952,672	\$ 311,217,444	\$ 309,722,264
CAP	\$ 313,460,215	\$ 312,580,697	\$ 310,953,589	\$ 311,217,444	\$ 309,722,264
REMAINING BALANCE	\$ 215	\$ 0	\$ 917	\$ 0	\$ 0

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - DSH
ATTACHMENT: 4

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Disproportionate Share Hospitals (DSH)
FEDERAL SHARE

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 1998	FY 1999	FY 2000	FY 2001	FY 2002
REPORTED THIS QUARTER					
Line 6	\$	\$	\$	\$	\$
Line 7					
Line 8					
Line 9					
Line 10 A. & B.					
Line 10 C.					
Adjustments					
SUBTOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
PREVIOUSLY REPORTED	\$ 313,000,000	\$ 303,000,001	\$ 262,000,000	\$ 271,170,000	\$ 271,170,000
BALANCE	\$ 313,000,000	\$ 303,000,001	\$ 262,000,000	\$ 271,170,000	\$ 271,170,000
CAP	\$ 313,000,000	\$ 303,000,000	\$ 262,000,000	\$ 271,170,000	\$ 278,220,420
REMAINING BALANCE	\$ 0	(1)	\$ 0	\$ 0	\$ 7,050,420

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - DSH
ATTACHMENT: 5

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Disproportionate Share Hospitals (DSH)
FEDERAL SHARE

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
REPORTED THIS QUARTER					
Line 6	\$	\$	\$	\$	\$
Line 7					
Line 8					
Line 9					
Line 10 A. & B.					
Line 10 C.					
Adjustments					
SUBTOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
PREVIOUSLY REPORTED	\$ 265,908,883	\$ 308,478,800	\$ 308,478,800	\$ 308,478,799	\$ 308,478,799
BALANCE	\$ 265,908,883	\$ 308,478,800	\$ 308,478,800	\$ 308,478,799	\$ 308,478,799
CAP	\$ 265,930,000	\$ 308,478,800	\$ 308,478,800	\$ 308,478,800	\$ 308,478,800
REMAINING BALANCE	\$ 21,117	\$ 0	\$ 0	\$ 1	\$ 1

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - DSH
ATTACHMENT: 6

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Disproportionate Share Hospitals (DSH)
FEDERAL SHARE

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
REPORTED THIS QUARTER					
Line 6	\$ 84,212,030	\$	\$	\$	\$
Line 7					
Line 8					
Line 9					
Line 10 A. & B.					
Line 10 C.					
Adjustments					
SUBTOTAL	\$ 84,212,030	\$ 0	\$ 0	\$ 0	\$ 0
PREVIOUSLY REPORTED	\$ 224,266,771	\$	\$	\$	\$
BALANCE	\$ 308,478,801	\$ 0	\$ 0	\$ 0	\$ 0
CAP	\$ 308,478,800	\$	\$	\$	\$
REMAINING BALANCE	\$ (1)	\$ 0	\$ 0	\$ 0	\$ 0

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - DSH
ATTACHMENT: 7

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Disproportionate Share Hospitals (DSH)
TOTAL COMPUTABLE

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 1993	FY 1994	FY 1995	FY 1996	FY 1997
REPORTED THIS QUARTER					
Line 6	\$	\$	\$	\$	\$
Line 7					
Line 8					
Line 9					
Line 10 A. & B.					
Line 10 C.					
Adjustments					
SUBTOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
PREVIOUSLY REPORTED	\$ 439,758,699	\$ 439,758,999	\$ 438,757,705	\$ 439,759,000	\$ 439,759,000
BALANCE	\$ 439,758,699	\$ 439,758,999	\$ 438,757,705	\$ 439,759,000	\$ 439,759,000
CAP	\$ 439,759,000	\$ 439,759,000	\$ 439,759,000	\$ 439,759,000	\$ 439,759,000
REMAINING BALANCE	\$ 301	1	\$ 1,001,295	\$ 0	\$ 0

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - DSH
ATTACHMENT: 8

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Disproportionate Share Hospitals (DSH)
TOTAL COMPUTABLE

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 1998	FY 1999	FY 2000	FY 2001	FY 2002
REPORTED THIS QUARTER					
Line 6	\$	\$	\$	\$	\$
Line 7					
Line 8					
Line 9					
Line 10 A. & B.					
Line 10 C.					
Adjustments					
SUBTOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
PREVIOUSLY REPORTED	\$ 445,678,485	\$ 433,786,686	\$ 374,553,252	\$ 384,965,928	\$ 391,072,974
BALANCE	\$ 445,678,485	\$ 433,786,686	\$ 374,553,252	\$ 384,965,928	\$ 391,072,974
CAP	\$ 445,678,485	\$ 433,786,686	\$ 374,553,252	\$ 384,965,928	\$ 401,240,871
REMAINING BALANCE	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,167,897

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - DSH
ATTACHMENT: 9

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Disproportionate Share Hospitals (DSH)
TOTAL COMPUTABLE

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
REPORTED THIS QUARTER					
Line 6	\$	\$	\$	\$	\$
Line 7					
Line 8					
Line 9					
Line 10 A. & B.					
Line 10 C.					
Adjustments					
SUBTOTAL	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
PREVIOUSLY REPORTED	\$ 380,899,723	\$ 441,567,134	\$ 441,377,593	\$ 445,006,921	\$ 443,599,080
BALANCE	\$ 380,899,723	\$ 441,567,134	\$ 441,377,593	\$ 445,006,921	\$ 443,599,080
CAP	\$ 380,933,964	\$ 441,567,134	\$ 441,377,593	\$ 445,006,924	\$ 443,599,080
REMAINING BALANCE	\$ 34,241	\$ 0	\$ 0	\$ 3	\$ 0

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - DSH
ATTACHMENT: 10

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Disproportionate Share Hospitals (DSH)
TOTAL COMPUTABLE

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
REPORTED THIS QUARTER					
Line 6	\$ 120,664,894	\$	\$	\$	\$
Line 7					
Line 8					
Line 9					
Line 10 A. & B.					
Line 10 C.					
Adjustments					
SUBTOTAL	\$ 120,664,894	\$ 0	\$ 0	\$ 0	\$ 0
PREVIOUSLY REPORTED	\$ 321,345,136	\$	\$	\$	\$
BALANCE	\$ 442,010,030	\$ 0	\$ 0	\$ 0	\$ 0
CAP	\$ 442,010,030	\$	\$	\$	\$
REMAINING BALANCE	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

FEB 12 2009

Form CMS-152 (01/27/93) Supporting Schedule - ADM
ATTACHMENT: 11

Department of Health and Human Services
Centers For Medicare & Medicaid Services

VERIFICATION OF GRANT AWARD FUNDING
Administration (ADM)

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY And Prior	FY 2006	FY 2007	FY 2008	Total
CMS-64 Summary					
Line 6	\$	\$	\$	\$ 22,773,913	\$ 22,773,913
Line 7					0
Line 8					0
Line 9				(24,182)	(24,182)
Line 10 A. & B.					0
Net Expenditures	\$ 0	\$ 0	\$ 0	\$ 22,749,731	\$ 22,749,731
Less:					
Waivers					0
Net ADM Expenditures	\$ 0	\$ 0	\$ 0	\$ 22,749,731	\$ 22,749,731
Adjustments					
Transfers					0
Line 10 Adjustments					0
Deferrals					0
Disallowances					0
Subtotal	\$ 0	\$ 0	\$ 0	\$ 22,749,731	\$ 22,749,731
Interest on					0
Disallowances					0
Other					0
TPL					0
Adjusted Funding	\$ 0	\$ 0	\$ 0	\$ 22,749,731	\$ 22,749,731
Less: Federal Advances				19,325,000	19,325,000
Total Funding	\$ 0	\$ 0	\$ 0	\$ 3,424,731	\$ 3,424,731

FEB 12 2009

SECOND/2009

[illegible]

TANF - SECONDARY ALLOCATION ADMINISTRATION

QUARTER/FISCAL YEAR: SECOND/2009[illegible]

FEB 12 2009

ATTACHMENT: 15

MEDICARE PART B PREMIUMS
FOR
QUALIFYING INDIVIDUALS

STATE: SOUTH CAROLINA

QUARTER/FISCAL YEAR:

SECOND/2009

	FY 2005	FY 2006	FY 2007	FY 2008	FY	FY	FY
ALLOTMENT	\$ 7,864,477	\$ 6,873,071	\$ 7,476,000	\$ 8,429,919	\$	\$	\$
12/31/04 Line 6	1,041,034						
03/31/05 Line 6	1,269,600						
06/30/05 Line 6	1,277,997						
09/30/05 Line 6	1,280,170						
09/30/05 Line 8	3,120,512						
09/30/05 Line 10,B	(3,120,512)						
12/31/05 Line 6		1,380,127					
03/31/06 Line 6		1,662,819					
06/30/06 Line 6		1,699,752					
09/30/06 Line 6		1,772,730					
06/30/08 Line 6				1,824,948			
06/30/08 Line 8				3,798,811			
06/30/08 Line 10,B				(5,456,062)			
06/30/08 Line 8			3,621,013				
06/30/08 Line 10,B			(1,265,644)				
09/30/08 Line 6				30,979			
REMAINING BALANCE	\$ 2,995,676	\$ 357,643	\$ 5,120,631	\$ 8,231,243	\$	\$ -	\$ -