

**DEPARTMENT OF HEALTH AND HUMAN SERVICES
OFFICE OF DIRECTOR**

ACTION REFERRAL

TO <i>Day</i>	DATE <i>11-5-14</i>
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DIRECTOR'S USE ONLY	ACTION REQUESTED
1. LOG NUMBER 000113	<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.			

State of South Carolina



Office of the State Auditor

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

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

November 3, 2014

RECEIVED

NOV 05 2014

Department of Health & Human Services
OFFICE OF THE DIRECTOR

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

Mr. Anthony E. Keck, Director
South Carolina Department of Health
and Human Services
1801 Main Street
Columbia, South Carolina 29201

Dear Mr. Keck:

Article III, paragraph D. of the contract between the Office of the State Auditor and the South Carolina Department of Health and Human Services requires the Office of the State Auditor to conduct an agreed-upon procedures engagement of each nursing facilities at least once out of every four consecutive cost reporting periods. In addition, the Office of the State Auditor 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 2015.

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. We will first complete all engagements that were scheduled and/or in-progress during the prior year. Once those engagements have been completed we will conduct agreed-upon procedures engagements of the following Nursing Homes.

1. Abbeville Nursing Home, Inc.
2. Alpha Health & Rehabilitation of Greer (Piedmont Living Center, LLC)
3. Brian Center of St. Andrews
4. Brookview Healthcare Center
5. Capstone Health & Rehabilitation of Easley (Blue Ridge Nursing Center)
6. Dayspring Health & Rehabilitation of Simpsonville (Briarwood Nursing Center)
7. Diamond Health & Rehabilitation of Simpsonville (Summit Place Living Center, LLC)
8. Exalted Health & Rehabilitation of Iva (Willow Creek Living Center, LLC)
9. Faith Health & Rehabilitation of Aiken d/b/a Anchor Health & Rehabilitation of Aiken
10. Faith Health Care Center
11. Fellowship Health & Rehabilitation of Anderson (Brookside Nursing Center, Inc.)
12. Glorified Health & Rehabilitation of Greenville (Westside Living Center, LLC)
13. Hallmark Health Care Center
14. Harvest Health & Rehabilitation of Johns Island (Island Oaks Living Center)

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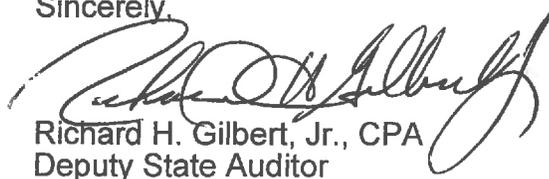
15. Hope Health & Rehabilitation of Marietta (Falls Creek Living Center, LLC)
16. Hosanna Health & Rehabilitation of Piedmont (Riverside Living Center, LLC)
17. Jolley Acres Healthcare Center
18. Lake City-Scranton Healthcare Center
19. Lake Marion Nursing Home
20. Lake Moultrie Nursing Center
21. Majesty Health & Rehabilitation of Easley (Easley Living Center, LLC)
22. Manna Health & Rehabilitation of Pickens (Laurel Hill Living Center, LLC)
23. Medford Nursing Center, LLC
24. Morrell Nursing Center, LLC
25. Newberry Operator, LLC (J.F. Hawkins Nursing Home, Inc.)
26. Oakbrook Healthcare Center
27. Oakhaven Nursing Center, LLC
28. Omega Health & Rehabilitation of Greenville (Greenville Living Center, LLC)
29. Pepper Hill Nursing Center, Inc.
30. Petra Health & Rehabilitation of McCormick (Savannah Heights Living Center, LLC)
31. Prince George Healthcare Center
32. Redeemer Health & Rehabilitation of Pickens (Rosemond Living Center, LLC)
33. Ridgeland Nursing Center, Inc.
34. Springdale Healthcare Center
35. St. George Healthcare Center
36. Sumter Valley Nursing & Rehabilitation Center, LLC (Hopewell Healthcare Center)
37. The Heritage at Lowman Rehabilitation & Healthcare (Lowman Home Nursing Center)
38. The Methodist Oaks
39. Trinity Mission and Rehabilitation of Edgefield, LP (Edgefield)
40. Wesley Commons
41. Windsor Manor, LLC

- 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) – No work is scheduled.
- 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 Jay Von Kannel at 253-4160.

Sincerely,



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

cc: Jeff Saxon
Kathleen C. Snyder

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