Mr. Anthony E. Keck  
Director  
Department of Health and Human Services  
P.O. Box 8206  
Columbia, South Carolina 29202-8206

RE: State Plan Amendment SC 11-006

Dear Mr. Keck:

We have reviewed the proposed amendment to Attachment 4.19-D of your Medicaid State plan submitted under transmittal number (TN) 11-006. Effective April 8, 2011 this amendment proposes to revise the nursing facility payment methodology. Specifically, payment rates for dates of service on or after April 8, 2011 will be reduced to ninety seven percent (97%) of the rates in effect on October 1, 2010.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a), 1902(a)(13), 1902(a)(30), 1903(a) of the Social Security Act and the implementing Federal regulations at 42 CFR Part 447. We have found that the proposed changes in payment methodology comply with applicable requirements and therefore have approved them with an effective date of April 8, 2011. We are enclosing the CMS-179 and the amended approved plan pages.

If you have any questions, please call Stanley Fields at (502) 223-5332.

Sincerely

Cindy Mann  
Director, CMCS

Cc: Mark Cooley, NIRT  
Venesa Day, NIRT  
Tim Weidler, NIRT
The nursing facility's actual occupancy of 85% or greater may be based upon the greater of the
projected occupancy in the county or the actual occupancy in the county, where the nursing
facility is located.

The nursing facility's actual occupancy of 90% or greater may be based upon the greater of the
projected occupancy in the county or the actual occupancy in the county, where the nursing
facility is located.

The SCHMS will calculate the adjusted occupancy rate.

The SCHMS will determine the SCHMS occupancy rate.

The SCHMS occupancy rate must be calculated using the following formula:

\[
\text{SCHMS Occupancy Rate} = \frac{\text{Total Number of Occupied Beds}}{\text{Total Number of Available Beds}} \times 100
\]

Formular to calculate SCHMS occupancy rate based upon the greater of the projected occupancy in the county or the actual occupancy in the county, where the SCHMS occupancy rate is located.

In counties where the county occupancy rate is less than 90%, however, Schneider, standards for setting prices for these nursing facilities are used in accordance with the SCHMS occupancy rate.

The SCHMS occupancy rate must be calculated using the following formula:

\[
\text{SCHMS Occupancy Rate} = \frac{\text{Total Number of Occupied Beds}}{\text{Total Number of Available Beds}} \times 100
\]

Effective October 1, 2010, nursing facilities which do not meet the SCHMS occupancy rate will not be eligible to change the SCHMS occupancy rate. The SCHMS occupancy rate will be adjusted to reflect the difference between the actual occupancy rate and the projected occupancy rate.

Effective October 1, 2010, nursing facilities which do not meet the SCHMS occupancy rate will not be eligible to change the SCHMS occupancy rate. The SCHMS occupancy rate will be adjusted to reflect the difference between the actual occupancy rate and the projected occupancy rate.

A prospective rate shall be established for each nursing facility

MEDICAL REIMBURSEMENT RATES

Attachment 4.9-D
The provider’s allowable cost determined in step 2. The

<table>
<thead>
<tr>
<th>Item</th>
<th>Description</th>
<th>Factor</th>
<th>Cost of Capital</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.0</td>
<td>Incurred cost of capital</td>
<td>0.04%</td>
<td>0.04%</td>
</tr>
<tr>
<td>0.0</td>
<td>Grand Total</td>
<td>0.00</td>
<td>0.00</td>
</tr>
</tbody>
</table>

Costs Not Subject to Standards:

<table>
<thead>
<tr>
<th>Item</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.0</td>
<td>Medical Supplies and Oxygen</td>
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</tbody>
</table>

Costs Not Subject to Standards:

<table>
<thead>
<tr>
<th>Item</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.0</td>
<td>Detergents/Housekeeping/MAIN</td>
</tr>
<tr>
<td>0.0</td>
<td>Management</td>
</tr>
</tbody>
</table>

Costs Subject to Standards:

<table>
<thead>
<tr>
<th>Item</th>
<th>Description</th>
<th>Rate</th>
<th>Standard Cost</th>
</tr>
</thead>
</table>

Comparison of Reimbursement Rate - beaches reflects methodology

<table>
<thead>
<tr>
<th>Item</th>
<th>Date</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>04/08/11</td>
<td>04/30/09</td>
<td>Reporting period:</td>
</tr>
</tbody>
</table>

Provider Name:
The following methodological shall be utilized to determine the rate change
of a facility's annualized activity per cubic foot.

I. Payment determination for a new facility.

A. The initial rate for a new facility shall be calculated as follows:

1. The initial rate for a new facility shall be calculated as the sum of the
   initial rate and the rate of change for the initial rate.

2. The rate of change for the initial rate shall be calculated as the
   difference between the initial rate for the previous year and the
   initial rate for the current year.

3. The initial rate for a new facility shall be calculated as the sum of
   the initial rate and the rate of change for the initial rate.

B. The initial rate for a new facility shall be calculated as follows:

1. The initial rate for a new facility shall be calculated as the sum of the
   initial rate and the rate of change for the initial rate.

2. The rate of change for the initial rate shall be calculated as the
   difference between the initial rate for the previous year and the
   initial rate for the current year.

3. The initial rate for a new facility shall be calculated as the sum of
   the initial rate and the rate of change for the initial rate.

C. Payment determination for a new facility.

1. Payment shall be calculated as follows:

   a. The initial rate for a new facility shall be calculated as the sum of the
      initial rate and the rate of change for the initial rate.

   b. The rate of change for the initial rate shall be calculated as the
      difference between the initial rate for the previous year and the
      initial rate for the current year.

   c. The initial rate for a new facility shall be calculated as the sum of
      the initial rate and the rate of change for the initial rate.

   d. The rate of change for the initial rate shall be calculated as the
      difference between the initial rate for the previous year and the
      initial rate for the current year.

   e. The initial rate for a new facility shall be calculated as the sum of the
      initial rate and the rate of change for the initial rate.

D. Payment determination for a hospital-based and non-profit facility.

1. Payment shall be calculated as follows:

   a. The initial rate for a hospital-based and non-profit facility shall be
      calculated as the sum of the initial rate and the rate of change for
      the initial rate.

   b. The rate of change for the initial rate shall be calculated as the
      difference between the initial rate for the previous year and the
      initial rate for the current year.

   c. The initial rate for a hospital-based and non-profit facility shall be
      calculated as the sum of the initial rate and the rate of change for
      the initial rate.

   d. The rate of change for the initial rate shall be calculated as the
      difference between the initial rate for the previous year and the
      initial rate for the current year.

   e. The initial rate for a hospital-based and non-profit facility shall be
      calculated as the sum of the initial rate and the rate of change for
      the initial rate.

II. For rates effective for services provided on and after

1. The initial rate for a hospital-based and non-profit facility shall be
   calculated as the sum of the initial rate and the rate of change for
   the initial rate.

2. The rate of change for the initial rate shall be calculated as the
   difference between the initial rate for the previous year and the
   initial rate for the current year.

3. The initial rate for a hospital-based and non-profit facility shall be
   calculated as the sum of the initial rate and the rate of change for
   the initial rate.

4. The rate of change for the initial rate shall be calculated as the
   difference between the initial rate for the previous year and the
   initial rate for the current year.

5. The initial rate for a hospital-based and non-profit facility shall be
   calculated as the sum of the initial rate and the rate of change for
   the initial rate.

6. The rate of change for the initial rate shall be calculated as the
   difference between the initial rate for the previous year and the
   initial rate for the current year.

7. The initial rate for a hospital-based and non-profit facility shall be
   calculated as the sum of the initial rate and the rate of change for
   the initial rate.

8. The rate of change for the initial rate shall be calculated as the
   difference between the initial rate for the previous year and the
   initial rate for the current year.

9. The initial rate for a hospital-based and non-profit facility shall be
   calculated as the sum of the initial rate and the rate of change for
   the initial rate.

10. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

11. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

12. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

13. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

14. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

15. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

16. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

17. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

18. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

19. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

20. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

21. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

22. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

23. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

24. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

25. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

26. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

27. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

28. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

29. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

30. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

31. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

32. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

33. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

34. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

35. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

36. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

37. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

38. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

39. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

40. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

41. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

42. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

43. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

44. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.

45. The initial rate for a hospital-based and non-profit facility shall be
    calculated as the sum of the initial rate and the rate of change for
    the initial rate.

46. The rate of change for the initial rate shall be calculated as the
    difference between the initial rate for the previous year and the
    initial rate for the current year.
2. 90% occupancy.

1. Actual occupancy of the provider at the last month.

To recertify the higher of:

(a) 100% of the utilization rates effective July 1, 1994, with the adjustment for the month of operation through the September 30, 1994, the seventh (7th) day of the first (1st) month of the second (2nd) quarter.

(b) No adjustment shall be made to the first (1st) months' cost.

(c) Standard and actual occupancy.

Payment for the first (1st) month will be restated.

III. This plan exception for the following methodology was determined using the methodology as previously stated in section 2 of this plan exception. The methodology as previously stated in section 2 of this plan exception will be based upon the utilization financial and statistical report, will be the provider for the initial rate cycle, a new provider for the initial rate cycle, the initial rate cycle, the initial rate cycle, the initial rate cycle, the initial rate cycle, the initial rate cycle.

This report will be used to determine allowable reimbursement of the long-term care reimbursement prior to the cost report due date.

Revised 4/08/80
Page 19
Attachment 4.19-D
I. Introduction to Technical Services Performance

To better understand the scope of the Technical Services Performance system, it is important to define its goals and objectives. The system is designed to enhance the overall effectiveness of technical services and to provide a framework for assessing and improving performance. This is achieved through a combination of strategic planning, performance measurement, and continuous improvement processes.

II. Performance Objectives

A. Effective October 1, 1996, all technical services will be evaluated at least once annually.

B. Effective October 1, 1999, the service will be evaluated at least every three years.

C. Effective October 1, 1999, the service will be evaluated at least every five years.

III. Functional Requirements

A. The service will provide technical support to all customers.

B. The service will maintain records of all technical support interactions.

C. The service will provide training to all employees on the use of technical support tools.

IV. Medical Records

A. The service will maintain accurate and complete medical records for all patients.

B. The service will ensure that all medical records are updated within 48 hours of any new patient interaction.

C. The service will provide access to medical records to authorized personnel only.

V. Physical Security

A. The service will ensure that all medical equipment is properly secured and monitored.

B. The service will conduct annual security audits to detect and prevent unauthorized access.

C. The service will provide training to all employees on the importance of physical security.

This policy applies to all technical services personnel and is effective from October 1, 1999.
Ploomberg Report No. 2011-0019

Section 216.5, Professional Liability Expense Only - Pool Payments

Professional liability expenses will be determined in accordance with HIM-15, Section 216.5, Allowing.

Insurance will be determined in accordance with HIM-15, Section 216.5, Allowing.

Allowability of actual losses incurred to deductibles or co-

(a) Actual claims paid during the reporting period:

(b) Actual claims paid during the reporting period:

(c) Actual claims paid during the reporting period:

(d) Actual claims paid during the reporting period:

(e) Actual claims paid during the reporting period:

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(z) Actual claims paid during the reporting period:

(A) Actual claims paid during the reporting period:

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