# Department of Finance and Administration

## OFFICE OF STATE PROCUREMENT

1509 West Seventh Street, Suite 300 Little Rock, Arkansas 72201 Phone: (501) 324-9316 Fax (501) 324-9311 http://www.dfa.arkansas.gov/offices/procurement

Senator Larry Teague, Co-Chairperson Representative Lane Jean, Co-Chairperson Joint Budget Committee ("JBC") Senator Gary Stubblefield Representative Monte Hodges JBC – Peer Review Subcommittee State Capitol Building, Room 315 Little Rock, Arkansas 72201

#### Dear Co-Chairs:

Under Arkansas law, when the General Assembly is in session all non-exempt professional and consultant services ("PCS") contracts with a total initial or projected contract amount of at least fifty thousand dollars (\$50,000), and technical and general service ("TGS") contracts with a total initial or projected contract amount of at least one hundred thousand dollars (\$100,000), are required to be presented to the JBC for review. *See* Ark. Code Ann. § 19-11-1006(a)(1) and Ark. Code Ann. § 19-11-265(a)(1).

The Department of Finance and Administration ("DFA"), through its Office of State Procurement, has reviewed the PCS and TGS contracts accompanying this letter. One contract of note, by and between the Department of Human Services ("DHS") and Valley Behavioral Health ("VBH"), is being presented for review prior to consideration for ratification. DHS wants to pay outstanding invoices for services provided by VBH for a client of Adult Protective Services ("APS"), during the period October 4, 2018, through February 28, 2019. The patient was admitted to VBS on September 28, 2018, because DHS was unable to place her in a Human Development Center due to a medical diagnosis. At the time the patient was admitted, DHS expected that the patient would discharge no later than October 4, 2018 at an expense of under \$20,000, but had a cost overrun when the patient had to remain at the facility longer due to a delay in securing another placement. Otherwise, no facially apparent illegality was found during the course of DFA's review.

Respectfully.

Edward R. Armstrong,

State Procurement Director

Chief Fiscal Officer of the State

Date

## SUMMARY SCHEDULE OF STATE AGENCY CONTRACTS FOR ARKANSAS LEGISLATIVE COUNCIL REVIEW AS REQUIRED BY ARKANSAS CODE 19-11-1006

### In-State Contracts

1. Agency: Human Services Department

Contractor: VALLEY BEHAVIORAL HEALTH SYSTEM

Div/Prog: Division of Aging Adults & Behavioral Health Location:

BARLING

State: AR

**Total Authorized:** 

\$0.00 Org. Term: 04/09/2019 06/30/2019 Procurement: CB

\$111,592.00 Funding:

Other - 100% - [Fees]

Total After Review: Total Projected:

\$111,592.00 MOF:

Contract Number: 4600044220

Org/Amt:

**Amount** 

Services

Paid To Date Objective:

New Exp Date

Original:

111,592.00

This is a ratification for services rendered to a DHS client that exceeded the

small order procurement threshold.

## SUMMARY SCHEDULE OF STATE AGENCY CONTRACTS FOR ARKANSAS LEGISLATIVE COUNCIL REVIEW AS REQUIRED BY ARKANSAS CODE 19-11-1006

## **Out-of-State Contracts**

1. Agency: Human Services Department Contractor: MILLIMAN INC

Div/Prog: Medical Services Location: BROOKFIELD State: WI

**Total Authorized:** \$1,450,000.00 **Org. Term:** 03/09/2018 03/22/2019 **Procurement:** IB

Total After Review: \$1,950,000.00 Funding: Federal - 50% - [DMS Medicaid Administration-50% Fed/St (CFDA: 93.778

Medical Assistance Program-MAP)]; State - 50%

Total Projected: \$1,500,000.00 MOF: Contract Number: 4600041898

Org/Amt:AmountPaid To DateObjective:New Exp DateAmd. 3500,000.00668,225.91To amend to add funds, update total projected cost due to increased utilization for FY19 Actuarial Services.History:Amd. 2725,000.00537,494.97Amend to extend and add funding for actuarial services.06/30/2020

Amd. 1 450,000.00 214,379.47 Amend to extend and add additional funding for SFY 2019 for actuarial 06/30/2019

services.

Original: 275,000.00 To provide actuarial services including analysis of new and existing

programs and populations, Medicaid waiver assistance, rate development and verification, budget modeling, benefit and reimbursement studies, and long

term services and supports assistance. Coverage area is statewide.

# SUMMARY SCHEDULE OF STATE AGENCY CONTRACTS FOR ARKANSAS LEGISLATIVE COUNCIL REVIEW AS REQUIRED BY ARKANSAS CODE 19-11-1006

#### **In-State Contracts**

1. Agency: Human Services Department

Contractor: ARKANSAS FOUNDATION FOR MEDICAL

CARE

**Location:** LITTLE ROCK

State: AR

Total Authorized:

\$0.00 Org. Term: 05/01/2019 04/30/2020 Procurement: IB

**Total After Review:** 

**Total Projected:** 

\$5,100,395.64 **Funding:** 

Federal - 50% - [Medicaid Assistance Program (CFDA 93.778)]; State - 50%

\$35,702,769.48 **MOF**:

Contract Number: 4600044201

Org/Amt:

Amount Paid To Date Objective:

New Exp Date

Original:

5.100,395.64

Conduct on-site Inspections of Care reviews, Health and Safety Licensure/Certification Reviews, and Quality of Care Reviews.