***AMENDMENT #1

Changes have been made to the RFP as originally issued: Please note the changes to 5.0 Cost Proposal:

5.0   COST PROPOSAL

The maximum daily rate for providing moderate residential services for children shall be **$174.49 (includes a board cap of $30.72**. Vendors must submit a fixed rate outlining the proposed daily rate for the program. **Any proposal with a cost above this rate will not be considered for selection.** If a vendor provides more than one level of service at a single location, each level of service must be provided in a separate building or wing. SDHR must approve the plan if the services are to be provided within the same physical building.

Vendors must submit separate annual budgets for the following periods: 1) Year 1 for *October 01, 2019* through *September 30, 2020*; and 2) Year 2 for *October 01, 2020* through *September 30, 2021;* 3) Year 3 for *October 01, 2021* through *September 30, 2022* for the total amount of compensation that will be required to provide this placement meeting the program requirements and the core services outlined in this document. **2020 will be a leap year, please plan accordingly.** The cost proposal form (*Appendix F*) must be completed indicating a daily rate per child and the number of beds offered at the stated rate. *The daily rate is subject to approval by the Department and Medicaid.*

It is expected that all vendors, who are awarded contracts, as a result of this RFP, possess a thorough knowledge of Chapter 33 of the Medicaid Provider Manual. Vendors must certify that they have the capacity to bill Medicaid electronically and receive payments directly from Medicaid for all eligible children, or submit with their response a letter of intent that states their plan to reach this goal prior to the awarding a contract for FY20. The Department will be billed directly for services rendered to children who are not eligible for Medicaid.

Note: A fixed rate is specified in this RFP document for provision of services, any proposal submitted exceeding the fixed rate will be deemed non-responsive and no further consideration will be given.