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## **Missouri Attorney General Concludes Investigation – No Action Against LogistiCare**

**ATLANTA** – LogistiCare announced today that the Missouri attorney general has completed its investigation of the bidding processes for the state’s non-emergency medical transportation (NEMT) contract, including review of LogistiCare’s participation in earlier bidding processes and determined that no action against LogistiCare is appropriate.

The attorney general also informed LogistiCare that it has found no reason why LogistiCare is not eligible for the new NEMT contract with the state if its bid in response to the current July 2005 RFP is the best qualified.

“We could not be happier with this result,” said John Shermyen, president and chief executive officer of LogistiCare. “We view this as vindication of LogistiCare’s conduct and as removing any doubt about our qualifications to compete for the opportunity to meet the transportation needs of the state’s NEMT recipients.

“Knowing that the attorney general has done a thorough review of the matter and has reached this positive conclusion is very important to me and all of our employees who work so hard every day providing high-quality service for our clients and NEMT recipients. LogistiCare’s integrity has been affirmed.”

LogistiCare had complained in a 2004 lawsuit about the cancellation of the state’s May 2004 award of the NEMT contract to the company in response to the January 2004 RFP. After selecting LogistiCare as the clear winner of that RFP – with a near perfect score from the state’s evaluation team – the Missouri Office of Administration voided its contract with LogistiCare, citing a technicality in its administrative process.

LogistiCare also had taken the position that the state’s incorporation of certain new terms in the subsequent bidding process in November 2004 were intended to improperly favor the incumbent

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provider, Missouri-based Medical Transportation Management Inc. (MTM), which in the meantime had been allowed to negotiate exclusivity agreements with the large majority of the transportation providers in the state.

“We applaud the office of the attorney general for swiftly concluding its review,” added Shermyen.

LogistiCare and the attorney general have agreed to exchange mutual releases, and LogistiCare will contribute \$150,000 to defray a portion of the attorney general’s costs associated with its investigation. The two parties also agreed to resolve all of their differences over the previous bidding processes. In addition, LogistiCare will provide the attorney general’s office with written notice of any acquisition of a Missouri transportation company or broker providing Medicaid NEMT services to any public entity in Missouri.

LogistiCare had actively cooperated in the attorney general’s review. The attorney general’s statements were confirmed in a [letter agreement](#) between the state and LogistiCare released today.

#### **About LogistiCare**

Headquartered in Atlanta, LogistiCare is the nation's leading provider of specialized transportation network management. The company's government clients include state Medicaid agencies, school boards and transit authorities. Healthcare sector clients include hospital systems and many of the nation's largest managed care organizations.

With its market innovation, proprietary software and proven record of creating budget stability and program integrity, LogistiCare is well known as the leader in improving non-emergency transportation programs. On an annual basis, the company manages a national network of more than 700 transportation companies that deliver more than 11 million trips to customers annually. For more information, please visit [www.logisticare.com](http://www.logisticare.com).

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