



Office of the Medicaid Inspector General

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VIA HAND DELIVERY

March 31, 2015

The Honorable David Branscum
Division of Legislative Council
Arkansas Senate
Room 320
Little Rock, AR 72201

Dear Senator Branscum:

Enclosed please find a copy of the Office of Medicaid Inspector General's April 2015 Quarterly Report. This report provides a statistical profile of the agency's activities for the current fiscal year.

If you have any questions please feel free to contact us.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jay Shue".

Jay Shue, Medicaid Inspector General
501-537-1590

enc.



Office of Medicaid Inspector General

Quarterly Report April 2015

Jay Shue, Medicaid Inspector General

Quarterly Report Statistics and Information

This quarterly report, submitted April 1, 2015, contains statistics, data, and information from the Office of the Medicaid Inspector General from Fiscal Year 2015 (July 1, 2014 to March 27, 2015). For the purposes of this report, the information is divided in the following manner: July 1, 2014 through September 26, 2014, September 27, 2014 through December 29, 2014, and December 30, 2014 through March 27, 2015.

Recoveries/Recoupments

July 1, 2014 to September 26, 2014 recoupments sent to DHS Accounts Receivable for collection	\$ 522,010.11
September 27, 2014 to December 29, 2014 recoupments sent to DHS Accounts Receivable for collection	\$ 331,719.22*
December 30, 2014 to March 27, 2015 recoupments sent to DHS Accounts Receivable for collection	\$1,098,821.83
Total Fiscal Year 2015 submissions to DHS Accounts Receivable for collection	\$1,952,551.16

Audits and Investigations

July 1, 2014 to September 26, 2014 Audits/Reviews	
Onsite Audits/Reviews	33
Desk Audits	5
Desk Reviews – Date of Death	31
Desk Reviews – DAAS/DDS Duplicate Payments	22
Desk Reviews – EOMB [†]	1
HCBS Waiver Referral Investigations	4
False Claims Act Compliance Reviews	87
	<u>183</u>
September 27, 2014 to December 29, 2014 Audits/Reviews	
Onsite Audits/Reviews	21
Desk Audits	25
Desk Reviews – Date of Death	17
Desk Reviews – DAAS/DDS Duplicate Payments	38

* The total recoupments sent to DHS Accounts Receivable for collection were adjusted down from the January 2015 Quarterly Report to provide for claims revision performed as a larger reconciliation for transportation providers. Without OMIG's revision, the providers would have refunded Arkansas Medicaid twice for the same claim.

[†] The EOMB desk review performed between July 1, 2014 and September 26, 2014 was not previously reported by the Office of Medicaid Inspector General in its October 2014 Quarterly Report.

Desk Reviews – EOMB	4
Desk Reviews – Miscellaneous [†]	4
False Claims Act Compliance Reviews	0
	<u>109</u>
December 30, 2014 to March 27, 2015 Audits/Reviews	
Onsite Audits/Reviews	21
Desk Audits	69
Desk Reviews – Date of Death	3
Desk Reviews – DAAS/DDS Duplicate Payments	6
Desk Reviews – EOMB	14
Desk Reviews – Miscellaneous	35
False Claims Act Compliance Reviews	52 [§]
	<u>200</u>
Fiscal Year 2015 Total Audits/Reviews	
Onsite Audits/Reviews	75
Desk Audits	99
Desk Reviews – Date of Death	51
Desk Reviews – DAAS/DDS Duplicate Payments	66
Desk Reviews – EOMB	19
Desk Reviews – Miscellaneous	39 ^{**}
HCBS Waiver Referral Investigations	4 ^{††}
False Claims Act Compliance Reviews	139
	<u>492</u>

Referrals of Fraud and Prosecutions

A. Arkansas Attorney General's Medicaid Fraud Control Unit

Pursuant to Ark. Code Ann. §20-77-2506 the Medicaid Inspector General shall work with the Medicaid Fraud Control Unit (MFCU), of the Office of the Arkansas Attorney General, prosecuting attorneys and law enforcement agencies. The Medicaid Inspector General refers audit investigations to MFCU when there is a credible allegation of fraud. *See 42 CFR §455.23.*

In Fiscal Year 2015, **forty-three (43)** Medicaid provider investigations have been referred to the Medicaid Fraud Control Unit of the Attorney General's Office.

B. Other Suspected Fraud Referrals

[†] Pursuant to 42 CFR §455.14, OMIG is required to conduct preliminary investigations of Medicaid fraud and abuse complaints. These preliminary investigations are captured in the Desk Reviews – Miscellaneous figures.

[§] False Claims Act Compliance Reviews are now completed annually after the close of the federal fiscal year per the requirements of the Arkansas Medicaid State Plan.

^{**} Of the 39 Desk Reviews – Miscellaneous, 5 resulted in the initiation of a full audit/investigation.

^{††} As of January 1, 2015, HCBS Waiver Referral Investigations were merged into Desk Reviews – Miscellaneous.

In addition to referrals of suspected fraud to the Arkansas Attorney General's Office, the OMIG shall also make referrals and coordinate efforts with other federal, state and local law enforcement agencies. *See Ark. Code Ann. §20-77-2506(2)*. In Fiscal Year 2015, the OMIG has made one referral to the Fort Smith Police Department and one referral to the Federal Bureau of Investigation (FBI).