



**Office of the  
Medicaid Inspector General**

PO Box 1437, Slot S-414 · Little Rock, AR 72203-1437  
501-682-8349 · Fax: 501-682-1197



**VIA HAND DELIVERY**

June 30, 2014

The Honorable John Edwards  
Division of Legislative Council  
Room 350  
State Capitol  
Little Rock, AR 72201

Dear Representative Edwards:

Enclosed please find a copy of the Office of Medicaid Inspector General's July 2014 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 black ink, appearing to read "Jay Shue".

Jay Shue, Medicaid Inspector General  
501-683-2976

enc.



# **Office of Medicaid Inspector General**

## **Quarterly Report July 2014**

**Jay Shue, Medicaid Inspector General**

## Quarterly Report Statistics and Information

This quarterly report, submitted July 1, 2014, contains statistics, data, and information from the Office of the Medicaid Inspector General from fiscal year 2014 (July 1, 2013 to June 27, 2014). For the purposes of this report, the information is divided in the following manner: July 1, 2013 through September 27, 2013, September 28, 2013 through December 27, 2013, December 28, 2013 through March 28, 2014, and March 29 through June 27, 2014.

### Recoveries/Recoupments

July 1, 2013 to September 27, 2013 recoupments sent to DHS Accounts Receivable for collection	\$ 250,010.78*
September 28, 2013 to December 27, 2013 recoupments sent to DHS Accounts Receivable for collection	\$1,037,431.50
December 28, 2013 to March 28, 2014 recoupments sent to DHS Accounts Receivable for collection	\$ 635,570.49†
March 29, 2014 to June 27, 2014 recoupments sent to DHS Accounts Receivable for collection	\$ 205,006.46
<b>Total Fiscal year 2014 submissions to DHS Accounts Receivable for collection</b>	<b>\$2,128,019.23</b>

### Audits and Investigations

July 1, 2013 to September 27, 2013 Audits/Reviews	
Onsite Audits/Reviews performed by Program Integrity	21
Desk Reviews utilizing Health Information Technology	51
Desk Reviews – DAAS/DDS Duplicate Payments	59
HCBS Waiver Referral Investigations	5
	<b><u>136</u></b>
September 28, 2013 to December 27, 2013 Audits/Reviews	
Onsite Audits/Reviews performed by Program Integrity	15
Desk Reviews utilizing Health Information Technology	0‡
Desk Reviews – DAAS/DDS Duplicate Payments	57

\* The October 1, 2013 report indicated that OMIG sent \$264,518.15 in claim forms to DHS Accounts Receivable for the time period of July 1, 2013 to September 27, 2013. This amount was revised due to reconsiderations, appeals, or settlements.

† This figure has been revised due to a provider overpaying a requested recoupment.

‡ As of October 1, 2013, the Health Information Technology desk reviews were moved under the supervision and control of the Department of Human Services, Division of Medical Services.

HCBS Waiver Referral Investigations	1
EOMB Desk Audit	5
	<u>79</u>
December 28, 2013 to March 28, 2014 Audits/Reviews	
Onsite Audits/Reviews performed by Program Integrity	24 <sup>§</sup>
Desk Reviews utilizing Health Information Technology	0 <sup>**</sup>
Desk Reviews – DAAS/DDS Duplicate Payments	69
HCBS Waiver Referral Investigations	3
EOMB Desk Audit	2
	<u>98</u>
March 29, 2014 to June 27, 2014 Audits/Reviews	
Onsite Audits/Reviews performed by Program Integrity	17
Desk Audits/Reviews performed by Program Integrity	1
Desk Reviews utilizing Health Information Technology	0 <sup>++</sup>
Desk Reviews – DAAS/DDS Duplicate Payments	18
HCBS Waiver Referral Investigations	6
EOMB Desk Audit	0
	<u>42</u>
<b>Fiscal year 2014 Total Audits/Reviews</b>	
Onsite Audits/Reviews performed by Program Integrity	77
Desk Audits/Reviews performed by Program Integrity	1
Desk Reviews utilizing Health Information Technology	51
Desk Reviews – DAAS/DDS Duplicate Payments	203
HCBS Waiver Referral Investigations	15
EOMB Desk Audit	7
	<u>354</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.*

---

<sup>§</sup> The April 1, 2014 report indicated that OMIG had performed 22 onsite audits between December 28, 2013 and March 28, 2014. This number has been revised due to audits that were assigned on the date of the report's publication.

<sup>\*\*</sup> As of October 1, 2013, the Health Information Technology desk reviews were moved under the supervision and control of the Department of Human Services, Division of Medical Services.

<sup>++</sup> As of October 1, 2013, the Health Information Technology desk reviews were moved under the supervision and control of the Department of Human Services, Division of Medical Services.

In fiscal year 2014, fifteen (15) Medicaid provider investigations have been referred to the Medicaid Fraud Control Unit of the Attorney General's Office. In fiscal year 2014, the Attorney General's office has obtained three convictions for Medicaid fraud based upon investigations prompted by Office of Medicaid Inspector General referrals. Additionally, the Attorney General's office has arrested three Medicaid providers based upon Office of Medicaid Inspector General referrals.

#### **B. Other Suspected Fraud Referrals**

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 2014, the OMIG has referred a case to the Pine Bluff Police Department for investigation and prosecution.