Department of Health and Human Services
OFFICE OF INSPECTOR GENERAL

REVIEW OF FEDERAL REIMBURSEMENT FOR HEALTH CARE COVERAGE UNDER THE STATE CHILDREN'S HEALTH INSURANCE PROGRAM AND MEDICAID PROGRAM

WISCONSIN DEPARTMENT OF HEALTH AND FAMILY SERVICES
MADISON, WISCONSIN

OCTOBER 2003
A-05-03-00092
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The designation of financial or management practices as questionable or a recommendation for the disallowance of costs incurred or claimed as well as other conclusions and recommendations in this report represent the findings and opinions of the HHS/OIG/OAS. Authorized officials of the awarding agency will make final determination on these matters.
Report Number: A-05-03-00092

Mark Moody, Administrator
Wisconsin Department of Health and Family Services
Division of Health Care Financing
1 West Wilson Street, Room 350
Madison, WI 53701-0309

Dear Mr. Moody:

We have concluded our review of the Federal reimbursement for health care coverage provided under the State Children's Health Insurance Program (SCHIP) and Medicaid program. The primary objective of our review was to determine if the Wisconsin Department of Health and Family Services (State Agency) had adequate internal controls to ensure medical services provided and claimed for reimbursement under one of the programs could not be claimed for Federal financial participation under the other program.

Based on our survey work, we concluded that State Agency's internal controls were adequate to ensure appropriate reporting of expenditures under the SCHIP and Medicaid programs. The recipient's eligibility database file contains indicators used to segregate SCHIP and Medicaid eligibles. These indicators are used to identify and accumulate medical payments made on behalf of each recipient to the respective programs. Our review of the supporting documentation for the quarterly claims concluded that the expenditures were appropriately segregated between the SCHIP and Medicaid programs and that there was no evidence of any duplicate claims.

We appreciate the assistance provided to us during the survey. Should you have any questions or comments concerning our survey, please contact Donna Kern at (608) 264-5415 ext. 22. To facilitate identification, please refer to report number A-05-03-00092 in all correspondence relating to this review.

Sincerely,

Paul Swanson
Regional Inspector General
for Audit Services
ACKNOWLEDGMENTS

This report was prepared under the direction of Paul Swanson (RIGA). Other principal Office of Audit Services staff who contributed include:

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