

# Report Summary

Social Security Administration Office of the Inspector General

July 2010



## Objective

To determine whether Old-Age, Survivors and Disability Insurance (OASDI) waiver approval decisions for overpayments exceeding \$500 were in accordance with the Social Security Administration's (SSA) policies and procedures.

## Background

In February 2006 report, we concluded that SSA did not always comply with its waiver approval policies and procedures for overpayments exceeding \$500. In addition, we found that waiver approvals for overpayments exceeding \$2,000 lacked appropriate documentation to support the approval decisions. We reported SSA needed to ensure adherence to its policies and procedures to prevent the improper waiver of OASDI overpayments. SSA agreed with the actions we recommended.

To view the full report, visit  
[http://www.ssa.gov/oig/ADO\\_BEPDF/A-13-09-19040.pdf](http://www.ssa.gov/oig/ADO_BEPDF/A-13-09-19040.pdf)

## *Follow-up: The Social Security Administration's Controls over the Old-Age, Survivors and Disability Insurance Overpayment Waiver Approval Process* (A-13-09-19040)

### Our Findings

Many OASDI waiver approval decisions for overpayments exceeding \$500 were in accordance with SSA's policies and procedures. In addition, SSA made efforts to improve staff compliance with OASDI waiver policies and procedures. However, we found SSA had waived some overpayments that did not appear to be in accordance with the Agency's policies and procedures. Of the 200 sample cases, we were able to review supporting documentation for 57 waiver approval decisions. Of these 57 decisions, 32 complied with SSA's policies and procedures, but 25 did not. Specifically, of the 200 sample cases coded as approved waivers, we found

- 16 (8 percent), totaling \$78,346, were not in accordance with policies and procedures because they did not have Form SSA-632-BK to support the waiver request or Form SSA-635 to support the approval decision;
- 9 (5 percent), totaling \$59,920, were not in accordance with policies and procedures because they did not receive the required secondary peer review and signoff on Form SSA-635;
- 36 (18 percent), totaling \$216,128, were coded as approved waivers, but we were unable to determine whether they were in accordance with SSA's policies and procedures;
- 32 (16 percent), totaling \$224,903, were in accordance with policies and procedures; and
- 107 (53 percent) were not waivers.

### Our Recommendations

We recommended SSA remind employees of the proper procedures to follow when processing waivers, including (1) properly documenting all waiver requests and approval decisions; and (2) obtaining the required secondary peer review and sign-off for waiver approvals greater than \$2,000.

SSA agreed with the recommendations.