

Single Audit of the Commonwealth of Pennsylvania for the Fiscal Year Ended June 30, 2015

A-77-16-00004



June 2016

Office of Audit Report Summary

Objective

To report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to the Social Security Administration (SSA) for resolution action.

Background

The Pennsylvania Auditor General and Clifton Larson Allen LLP conducted the single audit of the Commonwealth of Pennsylvania. SSA is responsible for resolving single audit findings related to its Disability programs. The Department of Labor and Industry is the Pennsylvania Disability Determination Services' (DDS) parent agency.

Findings

The single audit reported the DDS did not always maintain documentation to support license verifications and reviews of the Department of Health and Human Services' Office of the Inspector General's List of Excluded Individuals and Entities for consultative examination providers.

In addition, the single audit reported weaknesses in the cash management system that caused noncompliance with the Treasury-State Agreement. The single audit identified multiple Federal programs, including SSA, responsible for resolving this finding. However, the Department of Health and Human Services will resolve this finding on the Federal Government's behalf. Therefore, we are bringing this matter to your attention, but we are not making a recommendation.

Recommendation

We recommend SSA verify the DDS established a process to maintain documentation supporting consultative examination providers are licensed and the List of Excluded Individuals and Entities was reviewed to ensure consultative examination providers are not excluded from participating in federally funded programs.