

Management Advisory Report

Single Audit of the State of Ohio for
the Fiscal Year Ended June 30, 2017

**Single Audit of the State of Ohio for the Fiscal Year Ended
June 30, 2017
A-77-18-00002**



April 2018

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 Ohio State Auditor conducted the single audit of the State of Ohio. SSA is responsible for resolving single audit findings related to its disability programs. The Opportunities for Ohioans with Disabilities is the Ohio Disability Determination Services' parent agency.

Finding

The single audit reported the Opportunities for Ohioans with Disabilities did not reconcile the two accounting systems used to track and pay for medical examination requests and consultative examinations to ensure payment amounts agreed.

Recommendation

We recommend SSA verify the Opportunities for Ohioans with Disabilities implemented appropriate medical examination request and consultative examination payment reconciliation procedures.

MEMORANDUM

Date: April 2, 2018 **Refer To:**

To: Gary S. Hatcher
Senior Advisor
Audit Liaison Staff

From: Assistant Inspector General for Audit

Subject: Single Audit of the State of Ohio for the Fiscal Year Ended June 30, 2017 (A-77-18-00002)

This report presents the Social Security Administration's (SSA) portion of the single audit of the State of Ohio for the Fiscal Year ended June 30, 2017.¹ The Ohio State Auditor conducted the audit. Our objective was to report internal control weaknesses, noncompliance issues, and unallowable costs identified in the single audit to SSA for resolution action.

For single audit purposes, the Office of Management and Budget assigns Federal programs a Catalog of Federal Domestic Assistance (CFDA) number. CFDA number 96 identifies SSA's Disability Insurance (DI) and Supplemental Security Income (SSI) programs. SSA is responsible for resolving single audit findings reported under this CFDA number.

The Ohio Disability Determination Services (DDS) performs disability determinations under SSA's DI and SSI programs in accordance with Federal regulations. SSA reimburses the DDS for 100 percent of allowable costs. The Opportunities for Ohioans with Disabilities (OOD) is the Ohio DDS' parent agency.

The single audit reported OOD did not reconcile the two accounting systems used to track and pay for medical examination requests and consultative examinations to ensure payment amounts agreed.² The corrective action plan indicated OOD would identify improvements for cumulative monthly reconciliations. We recommend SSA verify OOD implemented appropriate medical examination request and consultative examination payment reconciliation procedures.

The Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards requires that Federal awarding agencies issue a management decision on findings within 6 months of acceptance of the audit report by the Federal Audit Clearinghouse. The Federal Audit Clearinghouse accepted the single audit of the State of Ohio on February 28, 2018.

¹ *State of Ohio Single Audit for the Year Ended June 30, 2017* (December 22, 2017).

² See Footnote 1, Finding 2017-030.

Please send copies of the final Audit Clearance Document to Shannon Agee. If you have questions, contact Shannon Agee at (877) 405-7694, extension 18802 or Shannon.Agee@ssa.gov.

A handwritten signature in black ink, appearing to read "Rona Lawson".

Rona Lawson

Attachment

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