

# Report Summary

Social Security Administration Office of the Inspector General

February 2011



## Objective

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

## Background

The California State Auditor issued the interim report to communicate preliminary findings discovered while conducting the single audit of the State of California. SSA is responsible for resolving single audit findings related to its disability programs. The Department of Social Services (DSS) is the California Disability Determination Services' parent agency.

To view the full reports, visit  
[http://www.ssa.gov/oig/ADO\\_BEPDF/A-77-11-00009.pdf](http://www.ssa.gov/oig/ADO_BEPDF/A-77-11-00009.pdf)

## ***Management Advisory Report: Interim Audit of the State of California for Fiscal Year 2010 (A-77-11-00009)***

## Our Findings

The interim audit of the State of California reported that DSS could not substantiate \$197,000 of payroll expenditures it charged to the Disability Insurance (DI) program for four employees. Specifically, DSS did not distribute the payroll expenditures of these employees to the DI program using the actual time spent working on activities related to the DI program.

## Our Recommendations

We recommend that SSA verify that the \$197,000 in payroll expenditures allocated to the DI program were appropriate and, if not, recover any unallowable costs.