

Single Audit of the State of New Jersey for the Fiscal Year Ended June 30, 2011

A-77-13-00007



March 2013

Office of Audit Report Summary

Objective

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

Background

The New Jersey State Auditor and KPMG LLP conducted the single audit of the State of New Jersey. SSA is responsible for resolving single audit findings related to its Disability Insurance program. The Department of Labor and Workforce Development (LWD) is the New Jersey Disability Determination Services' (DDS) parent agency.

Findings

The single audit reported:

- The hours LWD submitted to SSA on Form SSA-4514 (*Time Report of Personnel Services for Disability Determination Services*) did not reconcile to supporting documentation.
- Consultative examination (CE) payments were not always calculated using the rates in the approved fee schedule for the type of services performed.

Recommendations

We recommend that SSA:

1. Verify that LWD submitted a corrected Form SSA-4514 to the Agency.
2. Confirm that DDS implemented appropriate procedures to ensure accurate CE payments.