



Report Highlights

Capital Area Human Services District

Department of Health and Hospitals

DARYL G. PURPERA,
CPA, CFE

Audit Control # 80150036
Financial Audit Services • June 2015

Why We Conducted This Audit

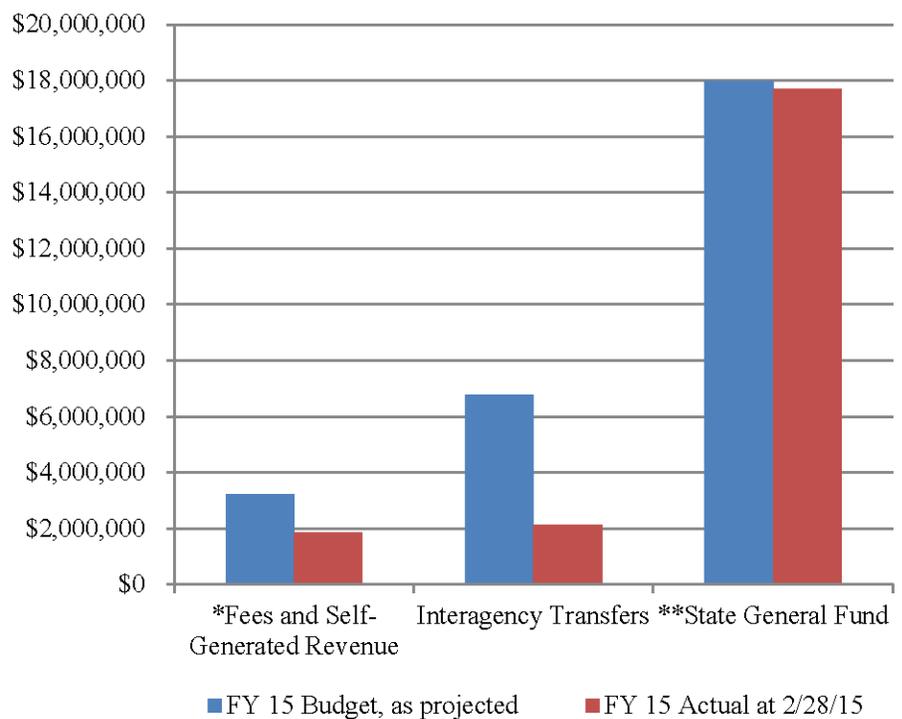
We conducted procedures at the Capital Area Human Services District (CAHSD) to evaluate certain controls that are used to ensure accurate financial reporting, compliance with applicable laws and regulations, and to provide overall accountability over public funds.

What We Found

We performed procedures on selected controls and transactions focusing on CAHSD’s participation in the Louisiana Behavioral Health Partnership (LBHP), which changed the way CAHSD delivered services and how services were funded. We found:

- As of February 2015, CAHSD has collected only approximately 57% of its self-generated budget. In management’s response dated May 18, 2015, CAHSD projected it would collect 92% of its self-generated budget.
- CAHSD has experienced a loss in Medicaid revenue related to the 1915(i) Waiver because of delays in required independent assessments and the underutilization of the “1915(i) Only” provisions of the 1915(i) Waiver.
- No method has been developed to rectify claims outstanding from Magellan’s first two contract years since its initial attempt was determined to be non-compliant, leaving CAHSD with \$40,000 in outstanding claims.
- CAHSD is providing its Medicaid clients with Clinical Laboratory Improvement Amendments – Waived Lab Services (e.g. blood glucose testing, pregnancy testing, and drug screening) when medically necessary, but no mechanism exists for billing for these services.

Budget to Actual for Fiscal Year 2015



*Actual self-generated collections are according to CAHSD instead of ISIS because CAHSD does not submit all of its collections for classification in a given fiscal year. CAHSD retains excess of appropriations or expenditures in its escrow account.

**Actual state general funds is based on the amount warranted at 2/28/15.

Source: 2015 Budget and ISIS transition detail