



# Report Highlights

## Pinecrest Supports and Services Center Office for Citizens with Developmental Disabilities (OCDD), Department of Health and Hospitals

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### Why We Conducted This Audit

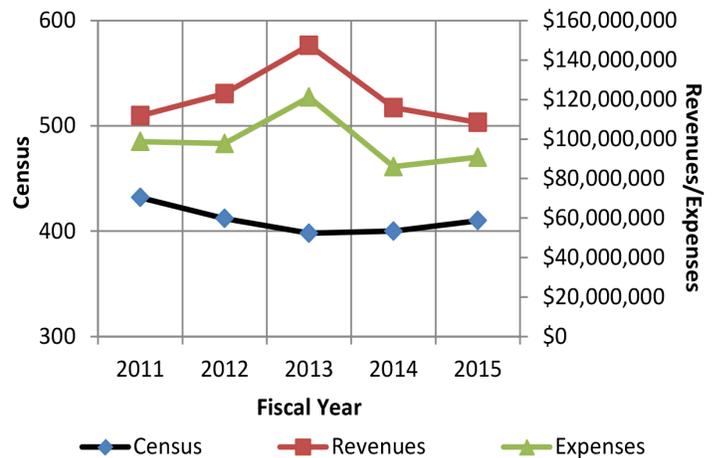
We conducted procedures at Pinecrest Supports and Services Center (center) to evaluate certain internal controls the center uses to ensure accurate financial reporting, compliance with applicable laws and regulations, and overall accountability over public funds for the period of July 1, 2014, to May 3, 2016.

### What We Found

- We evaluated controls and transactions relating to cash, Medicaid billings, LaCarte procurement card expenditures, contract expenditures, travel expenditures, payroll expenditures, client account disbursements, supply inventories, movable property, and information system access. We found that those controls provided reasonable accountability over public funds and compliance with applicable laws and regulations for the period examined.
- We analyzed the center's revenues, expenses, and census data over the last five fiscal years to identify trends. As shown in Exhibit 1, over the past five fiscal years, the center's census has decreased as more traditional clients transition into the community. In fiscal year 2013, revenues and expenses increased mainly due to the temporary care of clients from two similar facilities. These facilities were privatized in fiscal year 2014, reversing the previous upward trend. Revenues further declined in fiscal year 2015 when the Medicaid per diem rate reduced by 10%; however, expenses and census increased because more behavioral and psychiatric clients were admitted from court orders due to the lack of availability of other state-run facilities.

**Sources:** Integrated State-wide Information System/  
Business Objects Reports and Screen Printouts;  
OCDD Health Standards Reports

**Exhibit 1: Fiscal/Census Trends**



**Exhibit 2: Census Distribution, by Population Group per Fiscal Year**

