

DIG - OFFICE OF MEDICAID INSPECTOR GENERAL

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2020

None

Employment Summary

	Male	Female	Total	%
White Employees	3	8	11	61 %
Black Employees	0	5	5	28 %
Other Racial Minorities	1	1	2	11 %
Total Minorities			7	39 %
Total Employees			18	100 %

Publications

A.C.A. 25-1-201 et seq.

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution	Unbound Black & White Copies Produced During the Last Two Years	Cost of Unbound Copies Produced During the Last Two Years
		Governor	General Assembly				
Enterprise Fraud Program Quarterly Report	A.C.A. 20-77-2513 (c)	N	N	6	Statutory Requirement	0	0.00
Office of the Medicaid Inspector General Annual Report	A.C.A. 20-77-2509 (a)	Y	Y	6	Statutory Requirement	0	0.00
Office of the Medicaid Inspector General Quarterly Report	A.C.A. 20-77-2509 (e)	Y	Y	6	Statutory Requirement	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2019-2020		2020-2021		2020-2021		2021-2022				2022-2023			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
M76 Enterprise Fraud Program	0	0	0	0	3,600,000	0	3,600,000	0	3,600,000	0	3,600,000	0	3,600,000	0
M96 OMIG - State Operations	929,605	11	767,305	9	1,295,872	17	839,611	11	839,611	11	839,611	11	839,611	11
M97 OMIG - Federal Operations	1,083,306	13	1,073,839	12	1,726,746	18	1,206,954	12	1,206,954	12	1,206,954	12	1,206,954	12
U32 OMIG - Cash Operations	191,962	3	229,097	2	250,484	2	201,208	1	201,208	1	201,430	1	201,430	1
V29 Enterprise Fraud Program - State	0	0	0	0	900,000	0	900,000	0	900,000	0	900,000	0	900,000	0
Total	2,204,873	27	2,070,241	23	7,773,102	37	6,747,773	24	6,747,773	24	6,747,995	24	6,747,995	24

Funding Sources			%		%		%		%		%		%
General Revenue	4000010	929,605	42.2	1,067,305	51.6	1,180,616	17.5	1,180,616	17.5	1,180,616	17.5	1,180,616	17.5
Federal Revenue	4000020	1,083,306	49.1	1,423,839	68.8	1,491,954	22.1	1,491,954	22.1	1,491,954	22.1	1,491,954	22.1
Inter-agency Fund Transfer	4000316	191,962	8.7	79,097	3.8	101,208	1.5	101,208	1.5	101,430	1.5	101,430	1.5
Unfunded Appropriation	4000715	0	0.0	0	0.0	4,500,000	66.7	4,500,000	66.7	4,500,000	66.7	4,500,000	66.7
Shared Services Transfer	4000760	0	0.0	(500,000)	(24.2)	(526,005)	(7.8)	(526,005)	(7.8)	(526,005)	(7.8)	(526,005)	(7.8)
Total Funds		2,204,873	100.0	2,070,241	100.0	6,747,773	100.0	6,747,773	100.0	6,747,995	100.0	6,747,995	100.0
Excess Appropriation/(Funding)		0		0		0		0		0		0	
Grand Total		2,204,873		2,070,241		6,747,773		6,747,773		6,747,995		6,747,995	

Analysis of Budget Request

Appropriation: M76 - Enterprise Fraud Program

Funding Sources: FMG - OMIG Federal

The Enterprise Fraud Program was created by Act 259 of 2014 to require the Office of Medicaid Inspector General (OMIG) to establish a program focused on using state-of-the-art enterprise fraud detection technology to enhance the detection and prevention of fraud, waste, and abuse in the Arkansas Medicaid Program. The Act requires OMIG to procure, by competitive bid, an enterprise technology solution which uses current industry standards to provide: automated detection and alerting; continuous monitoring of program transactions; identification of fraud, noncompliance, and improper payments, both prospectively and retrospectively; detection of non-transactional fraud such as program eligibility issues and identity theft; use of state of the art analytical techniques; feedback and self-learning capability that allows the technology to adapt to changing schemes and trends; and demonstrated experience hosting sensitive and regulated state data.

This appropriation is funded through federal revenues and is contingent on the Center for Medicare and Medicaid Services (CMS) approving the funding. Federal revenue must comprise a minimum of 80% of the program funding.

Continuing level of appropriation is the FY2021 Authorized.

The Agency is requesting to continue appropriation of \$3,600,000 in both years of the Biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: M76 - Enterprise Fraud Program

Funding Sources: FMG - OMIG Federal

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2019-2020	2020-2021	2020-2021	2021-2022		2022-2023	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Enterprise Fraud Program 5900046	0	0	3,600,000	3,600,000	3,600,000	3,600,000	3,600,000
Total	0	0	3,600,000	3,600,000	3,600,000	3,600,000	3,600,000
Funding Sources							
Unfunded Appropriation 4000715	0	0		3,600,000	3,600,000	3,600,000	3,600,000
Total Funding	0	0		3,600,000	3,600,000	3,600,000	3,600,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	0		3,600,000	3,600,000	3,600,000	3,600,000

Analysis of Budget Request

Appropriation: M96 - OMIG - State Operations

Funding Sources: HUA - Miscellaneous Agencies Fund

Act 910 of 2019 transferred Office of Medicaid Inspector General to the Department of Inspector General. The Office of Medicaid Inspector General was established by Act 1499 of 2013. This act transferred the Program Integrity section from the Department of Human Services - Division of Medical Services. The Program Integrity section is federally mandated to comply with federal regulations outlined in 42 CFR Part 455 and 456. The goal of the Program Integrity section is to ensure payments are consistent with the quality of care being provided, verify that medical services are medically necessary and rendered as billed, payments for services are correct and funds identified for collection are pursued. Program Integrity performs on-site reviews to ensure providers are in compliance with Medicaid policy.

This appropriation is funded 100% through general revenue from the Miscellaneous Agencies Fund.

With the exception of Regular Salaries, Personal Services Matching and Capital Outlay, continuing level of appropriation is the FY2021 Authorized.

The Agency is requesting appropriation in the amount of \$839,611 and General Revenue Funding in the amount of \$1,180,616 for both years of the Biennium.

The Agency Request includes the following in each year of the Biennium:

- Reallocate (6) Positions to the Department of Inspector General - Shared Services Appropriation (Fund Center Z48) including (\$392,912) in Regular Salaries, (\$120,492) in Personal Services Matching.
- Transfer of (\$39,257) in Operating Expenses appropriation to the Department of Inspector General- Shared Services (Fund Center Z45).
- Transfer of (\$281) in Operating Expenses appropriation to the Department of Inspector General- Investigators Division (Fund Center Z68).
- Transfer of (\$2,500) in Conference & Travel Expense appropriation to the Department of Inspector General- Shared Services (Fund Center Z45).
- Transfer in 1 Position transfer from Department of Inspector General - Investigators Division (BA 9909 FC Z68.) Due to Office of Medicaid Inspectors cost distribution with their state funds and matching federal funds, this appropriation only receives half of the appropriation. The other half is transferred into M97. Appropriation changes are as follows:

- Increase to Regular Salaries of \$32,954 in FY22 and FY23
- Increase to Personal Services Matching of \$11,135 In FY22 and FY23

The Executive Recommendation provides for the Agency Request and 8 Title Changes.

Appropriation Summary

Appropriation: M96 - OMIG - State Operations
Funding Sources: HUA - Miscellaneous Agencies Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2019-2020	2020-2021	2020-2021	2021-2022		2022-2023	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	623,997	516,878	851,539	536,332	536,332	536,332	536,332
#Positions		11	9	17	11	11	11	11
Extra Help	5010001	751	4,999	4,999	4,999	4,999	4,999	4,999
#Extra Help		1	1	1	1	1	1	1
Personal Services Matching	5010003	207,364	166,556	268,134	181,618	181,618	181,618	181,618
Operating Expenses	5020002	96,078	67,672	152,500	112,962	112,962	112,962	112,962
Conference & Travel Expenses	5050009	1,156	3,400	3,400	900	900	900	900
Professional Fees	5060010	259	2,800	2,800	2,800	2,800	2,800	2,800
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	5,000	12,500	0	0	0	0
Total		929,605	767,305	1,295,872	839,611	839,611	839,611	839,611
Funding Sources								
General Revenue	4000010	929,605	1,067,305		1,180,616	1,180,616	1,180,616	1,180,616
Shared Services Transfer	4000760	0	(300,000)		(341,005)	(341,005)	(341,005)	(341,005)
Total Funding		929,605	767,305		839,611	839,611	839,611	839,611
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		929,605	767,305		839,611	839,611	839,611	839,611

Variance in number of positions in Authorized and Agency Request due to single salary section in appropriation act.

Analysis of Budget Request

Appropriation: M97 - OMIG - Federal Operations

Funding Sources: FMG - OMIG Federal Operations

The Office of Medicaid Inspector General was established by Act 1499 of 2013. This act transferred the Program Integrity section from the Department of Human Services - Division of Medical Services. The Program Integrity section is federally mandated to comply with federal regulations outlined in 42 CFR Part 455 and 456. The goal of the Program Integrity section is to ensure payments are consistent with the quality of care being provided, verify that medical services are medically necessary and rendered as billed, payments for services are correct and funds identified for collection are pursued. Program Integrity performs on-site reviews to ensure providers are in compliance with Medicaid policy.

This appropriation is funded 100% through Federal revenue provided by the U. S. Department of Health and Human Services, Centers for Medicare and Medicaid Services.

With the exception of Capital Outlay, continuing level of appropriation is the FY2021 Authorized.

The Agency is requesting appropriation in the amount \$1,206,954 in both years of the Biennium.

The Agency Request includes the following in each year of the Biennium:

- Reallocate (5) Positions to the Department of Inspector General- Shared Services (Fund Center Z45) including (\$381,681) in Regular Salaries and (\$112,872 in Personal Services Matching.
- Transfer of (\$50,724) in Operating Expenses to the Department of Inspector General- Shared Services (Fund Center Z45).
- Transfer of (\$2,500) in Conference and Travel to the Department of Inspector General- Shared Services (Fund Center Z45).
- Transfer of (\$281) in Operating Appropriation to the Department of Inspector General- Investigators Division (Fund Center Z68).
- Transfer in 1 Position transfer from Department of Inspector General -Investigators Division (BA 9909 FC Z68.) Due to Office of Medicaid Inspector's cost distribution with their state funds and matching Federal Funds, this appropriation only receives half of the appropriation. The other half is transferred into M96. Appropriation changes are as follows:
 - Increase Regular Salaries of \$31,953 in FY22 and FY23.
 - Increase Personal Services Matching of \$8,813 in FY22 and FY23.

The Executive Recommendation provides for the Agency Request and 6 Title Changes.

Appropriation Summary

Appropriation: M97 - OMIG - Federal Operations

Funding Sources: FMG - OMIG Federal Operations

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2019-2020	2020-2021	2020-2021	2021-2022		2022-2023	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries 5010000	748,206	722,404	1,151,535	801,807	801,807	801,807	801,807
#Positions	13	12	18	12	12	12	12
Extra Help 5010001	751	5,001	5,001	5,001	5,001	5,001	5,001
#Extra Help	1	1	1	1	1	1	1
Personal Services Matching 5010003	241,241	229,840	365,616	261,557	261,557	261,557	261,557
Operating Expenses 5020002	91,711	104,994	185,494	134,489	134,489	134,489	134,489
Conference & Travel Expenses 5050009	1,156	3,800	3,800	1,300	1,300	1,300	1,300
Professional Fees 5060010	241	2,800	2,800	2,800	2,800	2,800	2,800
Data Processing 5090012	0	0	0	0	0	0	0
Capital Outlay 5120011	0	5,000	12,500	0	0	0	0
Total	1,083,306	1,073,839	1,726,746	1,206,954	1,206,954	1,206,954	1,206,954
Funding Sources							
Federal Revenue 4000020	1,083,306	1,423,839		1,491,954	1,491,954	1,491,954	1,491,954
Inter-agency Fund Transfer 4000316	0	(150,000)		(100,000)	(100,000)	(100,000)	(100,000)
Shared Services Transfer 4000760	0	(200,000)		(185,000)	(185,000)	(185,000)	(185,000)
Total Funding	1,083,306	1,073,839		1,206,954	1,206,954	1,206,954	1,206,954
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	1,083,306	1,073,839		1,206,954	1,206,954	1,206,954	1,206,954

Variance in number of positions in Authorized and Agency Request due to single salary section in appropriation act.

Analysis of Budget Request

Appropriation: U32 - OMIG - Cash Operations

Funding Sources: NMI - OMIG Cash in Treasury

This appropriation was established in FY2016 through a cash fund appropriation request approved by Legislative Council for the operations of the OMIG Payment Integrity Unit.

Funding for this appropriation is derived from a transfer from the Department of Human Services.

With the exception of Regular Salaries continuing level of appropriation is the FY2021 Authorized.

Expense of Appropriation is contingent upon available funding.

The Agency is requesting appropriation in the amount of \$201,208 in FY22 and \$201,430 in FY23.

The Agency Request includes the following in each year of the Biennium:

- Reallocation of (1) Position to the Department of Inspector General - Shared Services (BA 9909 FC Z45) including \$(36,950) in Regular Salaries and (\$13,527) in Personal Services Matching.
- Reallocation of (\$1,030) in Operating Expenses appropriation to the Department of Inspector General - Shared Services (BA 9909 FC Z45).

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: U32 - OMIG - Cash Operations

Funding Sources: NMI - OMIG Cash in Treasury

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			Agency Request and Executive Recommendation		Agency Request and Executive Recommendation	
		2019-2020 Actual	2020-2021 Budget	2020-2021 Authorized	2021-2022		2022-2023	
					Agency	Executive	Agency	Executive
Regular Salaries	5010000	134,069	165,449	170,945	136,226	136,226	136,406	136,406
#Positions		3	2	2	1	1	1	1
Personal Services Matching	5010003	48,941	48,763	54,954	41,427	41,427	41,469	41,469
Operating Expenses	5020002	8,138	6,975	16,675	15,645	15,645	15,645	15,645
Conference & Travel Expenses	5050009	0	6,710	6,710	6,710	6,710	6,710	6,710
Professional Fees	5060010	814	1,200	1,200	1,200	1,200	1,200	1,200
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	0	0	0	0	0	0	0
Total		191,962	229,097	250,484	201,208	201,208	201,430	201,430
Funding Sources								
Inter-agency Fund Transfer	4000316	191,962	229,097		201,208	201,208	201,430	201,430
Total Funding		191,962	229,097		201,208	201,208	201,430	201,430
Excess Appropriation/(Funding)		0	0		0	0	0	0
Grand Total		191,962	229,097		201,208	201,208	201,430	201,430

Expenditure of appropriation is contingent upon available funding.

Analysis of Budget Request

Appropriation: V29 - Enterprise Fraud Program - State

Funding Sources: HUA - Miscellaneous Agencies Fund

The Enterprise Fraud Program was created by Act 259 of 2014 to require the Office of Medicaid Inspector General (OMIG) to establish a program focused on using state-of-the-art enterprise fraud detection technology to enhance the detection and prevention of fraud, waste, and abuse in the Arkansas Medicaid Program. The Act requires OMIG to procure, by competitive bid, an enterprise technology solution which uses current industry standards to provide: automated detection and alerting; continuous monitoring of program transactions; identification of fraud, noncompliance, and improper payments, both prospectively and retrospectively; detection of non-transactional fraud such as program eligibility issues and identity theft; use of state of the art analytical techniques; feedback and self-learning capability that allows the technology to adapt to changing schemes and trends; and demonstrated experience hosting sensitive and regulated state data.

Continuing level of appropriation is the FY2021 Authorized.

The Agency is requesting to continue appropriation in the amount of \$900,000 in both years of the Biennium.

The Executive recommendation provides for the Agency request.

Appropriation Summary

Appropriation: V29 - Enterprise Fraud Program - State

Funding Sources: HUA - Miscellaneous Agencies Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2019-2020	2020-2021	2020-2021	2021-2022		2022-2023	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Enterprise Fraud Program 5900046	0	0	900,000	900,000	900,000	900,000	900,000
Total	0	0	900,000	900,000	900,000	900,000	900,000

Funding Sources							
Unfunded Appropriation 4000715	0	0		900,000	900,000	900,000	900,000
Total Funding	0	0		900,000	900,000	900,000	900,000
Excess Appropriation/(Funding)	0	0		0	0	0	0
Grand Total	0	0		900,000	900,000	900,000	900,000