

Report Summary

Social Security Administration Office of the Inspector General

December 2011



Objective

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

Background

KPMG, LLP performed the single audits of the Commonwealth of Massachusetts and the State of New Jersey. SSA is responsible for resolving single audit findings related to its Disability Insurance and Supplemental Security Income programs. The Massachusetts Rehabilitation Commission is the Massachusetts Disability Determination Services' (DDS) parent agency and the Department of Labor and Workforce Development (LWD) is the New Jersey DDS' parent agency.

To view the full reports, visit <http://oig.ssa.gov/audits-and-investigations/audit-reports/A-77-12-00001>

<http://oig.ssa.gov/audits-and-investigations/audit-reports/A-77-12-00002>

Management Advisory Reports: Single Audits of the Commonwealth of Massachusetts (A-77-12-00001) and the State of New Jersey for the Fiscal Year Ended June 30, 2010 (A-77-12-00002)

Our Findings

The single audit of the Commonwealth of Massachusetts reported that some timesheets and bi-weekly payroll reports for payroll costs charged to the disability program did not have the required supervisory approval signature.

The single audit of the State of New Jersey reported that LWD did not have adequate internal controls to avoid duplicate payments to vendors. As a result, LWD made a duplicate vendor payment of \$1,470.

Our Recommendations

For the Commonwealth of Massachusetts, we made a recommendation to SSA in a prior report for corrective action on this finding. SSA confirmed that policies and procedures were put in place to ensure supervisory review of payroll. Accordingly, we are not making any recommendations on this finding.

For the State of New Jersey, we recommend that SSA request a refund of \$1,470 for the unallowable costs.