Report Summary

Social Security Administration Office of the Inspector General

July 2012

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

The Tennessee Comptroller of the Treasury performed the single audit of the State of Tennessee and Toski, Schaefer & Co. P.C. performed the single audit of the State of New York. SSA is responsible for resolving single audit findings related to its Disability Insurance and Supplemental Security Income programs. The Department of Human Services (DHS) is the Tennessee Disability Determination Section's parent agency and the Office of Temporary and Disability Assistance is the New York Division of Disability Determinations' parent agency.

To view the full reports, visit
http://oig.ssa.gov/audits-and-investigations/audit-reports/A-77-12-00007

http://oig.ssa.gov/audits-and-investigations/audit-reports/A-77-12-00008

Management Advisory Reports: Single Audits of the State of Tennessee for the Fiscal Year Ended June 30, 2010 (A-77-12-00007) and New York for the Fiscal Year Ended March 31, 2010 (A-77-12-00008)

Our Findings

The single audit of the State of Tennessee reported that DHS did not submit one quarterly *Time Report of Personnel Services for Disability Determination Services* (Form SSA-4514) to SSA timely.

The single audit of the State of New York reported that indirect costs for several fiscal years were charged to various Federal agencies, including SSA, based on cost allocation plan (CAP) methodologies that were pending approval by the U.S. Department of Health and Human Services' (HHS) Division of Cost Allocation (DCA).

Our Recommendations

For the State of Tennessee, we recommend that SSA verify that DHS submits the quarterly Forms SSA-4514 timely.

For the State of New York, we recommend SSA verify that the indirect costs charged to its programs were in accordance with the CAPs ultimately approved by DCA.