



INSPECTOR GENERAL REPORT

2011-05-0174

August 22, 2012

SPD AUDIT

Inspector General Staff Attorney Kristi Shute, after an investigation by Special Agent Alan McElroy, reports as follows:

On May 6, 2011, the Office of the Inspector General (“OIG”) received information from the State Personnel Department (“SPD”) stating that a former employee possibly carried an ineligible spouse and dependents on his state provided health insurance. The SPD requested the OIG’s assistance in determining the spouse’s and dependents’ eligibility.

The SPD conducted a dependent eligibility verification audit using third party administrator AON Consulting. On June 29, 2010, AON Consulting sent the employee a letter requesting that he complete and return the enclosed Affidavit Signature Form and provide documentation for his spouse and three children to verify their eligibility. Copies of the children’s birth certificates, his marriage license and a copy of the front page of his 2009 federal tax form showing his marital status as married were required to complete the audit. He did not respond to this request. The employee was given two additional extensions,

but as of May 6, 2011, he had not responded to or complied with the audit. The SPD, however, did not provide the OIG any documentation indicating that the spouse and children were actually ineligible dependents.

Since the employee was terminated and there was no documentation indicating that the spouse and children were ineligible dependents, this investigation is closed for lack of merit.

Dated this 22nd day of August, 2012.

APPROVED BY:

/s/ David O. Thomas, Inspector General