

**REPORT  
ON THE  
MEDI-CAL CREDIT BALANCE REVIEW**

**THE ARC OF SAN DIEGO—EAST 15TH  
NATIONAL CITY, CALIFORNIA  
NATIONAL PROVIDER IDENTIFIER: 1174705909**

**FISCAL PERIOD ENDED  
JUNE 30, 2009**

**Audits Section—San Diego  
Financial Audits Branch  
Audits and Investigations  
Department of Health Care Services**

**Section Chief: Patricia M. Fox  
Audit Supervisor: Woosung Lee  
Auditor: Stacey A. Leon**



TOBY DOUGLAS  
DIRECTOR

State of California—Health and Human Services Agency  
Department of Health Care Services



EDMUND G. BROWN JR.  
GOVERNOR

December 19, 2011

Chad Lyle  
Vice President of Finance/CFO  
The Arc of San Diego  
3030 Market Street  
San Diego, CA 92102

THE ARC OF SAN DIEGO—EAST 15TH  
NATIONAL PROVIDER IDENTIFIER (NPI) 1174705909  
FISCAL PERIOD ENDED JUNE 30, 2009

We have examined the facility's financial records for the above-referenced fiscal period. Our examination was made under the authority of Section 14170 of the Welfare and Institutions Code and was limited to a review of the Medi-Cal overpayments/credit balances.

During our Medi-Cal credit balance review of four facilities within The Arc of San Diego chain, it was discovered that The Arc of San Diego—East 15<sup>th</sup> facility, which closed in March 2009, continued to receive Medi-Cal payments for patients no longer at the facility. Therefore, as a result of this finding, the total amount due to the State for Medi-Cal overpayments is \$8,099.

The audit settlement will be incorporated into a Statement(s) of Account Status, which may reflect tentative retroactive adjustment determinations, payments from the provider, and other financial transactions initiated by the Department. The Statement(s) of Account Status will be forwarded to the provider by the State's fiscal intermediary. Instructions regarding payment will be included with the Statement(s) of Account Status.

Notwithstanding this audit report, overpayments to the provider are subject to recovery pursuant to Section 51458.1, Article 6 of Division 3, Title 22, California Code of Regulations.

Chad Lyle  
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If you disagree with the decision of the Department, you may appeal by writing to:

Chief  
Department of Health Care Services  
Office of Administrative Hearings and Appeals  
1029 J Street, Suite 200  
Sacramento, CA 95814  
(916) 322-5603

The written notice of disagreement must be received by the Department within 60 calendar days from the day you receive this letter. A copy of this notice should be sent to:

**United States Postal Service (USPS)**

Assistant Chief Counsel  
Department of Health Care Services  
Office of Legal Services  
MS 0010  
PO Box 997413  
Sacramento, CA 95899

**Courier (UPS, FedEx, etc.)**

Assistant Chief Counsel  
Department of Health Care Services  
Office of Legal Services  
MS 0010  
1501 Capitol Avenue, Suite 71.5001  
Sacramento, CA 95814  
(916) 440-7700

The procedures that govern an appeal are contained in Welfare and Institutions Code, Section 14171, and California Code of Regulations, Title 22, Section 51016, et seq.

If you have questions regarding this report, you may call the Audits Section—San Diego at (619) 688-3200.

Original Signed by

Patricia M. Fox, Chief  
Audits Section—San Diego  
Financial Audits Branch

Certified