Noridian Healthcare Solutions, LLC, Did Not Claim Allowable Medicare Nonqualified Costs

What OIG Found
NHS claimed FYs 2011 through 2013 nonqualified costs of $282,481 for Medicare reimbursement; however, we determined that the allowable nonqualified costs during this period were $385,553. The difference, $103,072, represented allowable Medicare nonqualified costs that NHS did not claim on its FACPs for FYs 2011 through 2013. NHS did not claim these allowable Medicare nonqualified costs primarily because it did not calculate these costs in accordance with Federal regulations and the Medicare contracts’ requirements.

What OIG Recommends and Auditee Comments
We recommend that NHS revise its FACPs for FYs 2011 through 2013 to increase its Medicare nonqualified costs by $103,072.

NHS concurred with our recommendation. NHS stated that it would work with CMS to increase its Medicare nonqualified costs by $103,072 in the closeout agreement for FYs 2011 through 2013.

The full report can be found at https://oig.hhs.gov/oas/reports/region7/71900574.asp.