
SECTION G

REPORTING AND AUDITING REQUIREMENTS ENTITIES RECEIVING FUNDS ONLY THROUGH THE MEDICAID WAIVER PROGRAM (DIDD)

Department of Intellectual and Developmental Disabilities (DIDD) Medicaid Waiver Contracts

Background

Certain service/vendor contracts executed with DIDD include an audit requirement. This requirement is meant to provide DIDD with information relevant to their legal responsibilities. Beginning in 2009, audits related solely to these contracts will be contracted for through the Division of Municipal Audit. Many organizations are private companies that would normally not be required to contract for an audit. Based on the contractual audit requirement, agencies receiving \$500,000 or more in assistance under these DIDD agreements will be required to follow most of the requirements that apply to all other organizations contracting with the Division of Municipal Audit.

Financial Reporting

General

Audit reports for entities receiving **only** DIDD medicaid waiver funds shall conform to the general report outline in Section A. The required statements and schedules for these funds, shall comply with GAAP relevant to the type of organization being audited.

Additional Requirements of the Comptroller's Office

Division of Municipal Audit

1. Some entities may be sole proprietorships. It would not be uncommon for this type of entity to have no assets, liabilities, or equity; however, a balance sheet must still be included, with 0's for all amounts.

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2. An opinion on whether any accompanying information is fairly stated in all material respects in relation to the basic financial statements taken as a whole is preferred for ALL supplementary information. However, if a Schedule of Expenditures of Federal Awards and State Financial Assistance is required (see item 3 below), it must be opined on in relation to the basic financial statements.

3. The Schedule of Expenditures of Federal Awards and State Financial Assistance does **not** need to be included if the only funding is related to the medicaid waiver contract. However, if the organization receives any subrecipient funding, the provisions in **Section E** related to this schedule should be adhered to.