

BUDGET ENTITY	D3A ISSUE CODE	COLUMN NUMBERS	CODE	ERROR MESSAGE	PAGE
---------------	----------------	----------------	------	---------------	------

THERE WERE 0 ERRORS DETECTED

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
	AGY FIN REQ FY 2013-14	AGY AMD REQ FY 2013-14	AGY AMD N/R FY 2013-14	AGY AMD ANZ FY 2013-14	AGY AMD REQ FY 2013-14 OVER(UNDER) AGY FIN REQ FY 2013-14	CODES
	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT	
LEGAL AFFAIRS/ATTY GENERAL						41000000
PGM: OFF/ATTORNEY GENERAL						41100000
<u>CRIMINAL/CIVIL LITIGATION</u>						41101000
<u>PUBLIC PROTECTION</u>						12
<u>LEGAL REPRESENTATION</u>						1203.00.00.00
PROGRAM OR SERVICE-LEVEL						
INFORMATION TECHNOLOGY						3630000
RETAND THE USE OF DATA MINING IN						
THE MEDICAID FRAUD CONTROL UNIT						36301C0
SPECIAL CATEGORIES						100000
MFCU-DATA MINING PROGRAM						100156
GENERAL REVENUE FUND -MATCH		200,000			200,000	1000 2
FEDERAL GRANTS TRUST FUND -FEDERL		600,000			600,000	2261 3
TOTAL APPRO.....		800,000			800,000	

AGENCY ISSUE NARRATIVE:

2013-2014 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

Legislative Budget Request Fiscal Year 2013-2014

Budget Entity: Criminal and Civil Litigation

Issue Title: Expand the Use of Data Mining in the Medicaid Fraud Control Unit

Issue Summary:

The Office Attorney General (OAG) is requesting \$600,000 budget authority in the Federal Grants Trust Fund and \$200,000 in General Revenue to expand the use of data mining in the Medicaid Fraud Control Unit (MFCU).

Reference to Long-Range Program Plan:

This issue directly supports the first goal in the Department's Long Range Program Plan to improve the quality of legal services provided on behalf of the state of Florida. The issue will directly impact the following performance measure: Number of active Medicaid Fraud cases.

Issue Description/Need:

On July 15, 2010, U.S. Department of Health and Human Services (DHHS) granted the Florida MFCU a waiver of a portion of 42 CFR 1007.19 allowing Federal financial participation in data mining activity. Data mining refers to the practice of electronically sorting Medicaid Management Information Systems claims through statistical models and intelligent technologies to uncover patterns and relationships contained within the Medicaid claims activity and history to identify aberrant utilization and billing practices that are potentially fraudulent.

Tools and methods for identifying aberrant patterns in claims data have advanced significantly and become more widely available. At the same time, health care fraud schemes have become more sophisticated. Use of data mining technology is a strategy that is routinely used by law enforcement agencies to identify billing patterns and provider linkages that may have been previously undetected with traditional methods of claims review. Allowing MFCU the ability to receive funding

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2013-14	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2013-14	FY 2013-14	FY 2013-14	FY 2013-14	FY 2013-14	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT
						CODES
LEGAL AFFAIRS/ATTY GENERAL						41000000
PGM: OFF/ATTORNEY GENERAL						41100000
<u>CRIMINAL/CIVIL LITIGATION</u>						41101000
<u>PUBLIC PROTECTION</u>						12
<u>LEGAL REPRESENTATION</u>						1203.00.00.00
PROGRAM OR SERVICE-LEVEL						
INFORMATION TECHNOLOGY						3630000
RETARD THE USE OF DATA MINING IN						
THE MEDICAID FRAUD CONTROL UNIT						36301C0

for use of sophisticated data mining technology would allow MFCU to marshal its resources more effectively and take full advantage of their expertise in detecting and investigating Medicaid fraud.

This Enhanced Data Mining Initiative will improve MFCU's ability to counter new and existing fraud schemes by more effectively identifying early fraud indicators. In addition, data mining would equip MFCU with more modern tools that have been shown at the Federal level to help increase the numbers of credible investigative leads, pursue recoveries, and detect emerging fraud and abuse schemes and trends. Additionally, it is anticipated that the return on investment from data mining activities by the MFCU will enhance its ability to effectively target and deploy existing enforcement resources, which is expected to result in increased numbers of enforcement actions and recoveries. This will result in recoveries of both Federal and State Medicaid dollars.

As required by the DHHS waiver for Data Mining, MFCU will coordinate all data mining activities with the Agency for Health Care Administration (ACHA) and amend the Memorandum of Understanding between the OAG-MFCU and AHCA if necessary. Additionally, MFCU will request Federal Financial Participation in the grant application for Federal Fiscal Year starting October 1, 2013.

The OAG currently has federal authorization for a data mining budget of \$120,096. This provides funding for two analysts at 25 percent per FTE, one analyst at 15 percent per FTE and one senior investigator at 25 percent per FTE.

Salaries	\$ 37,048
Fringe Benefits	17,913
Computer Drive Storage	10,000
Software Maintenance	300
Telephone Line Charges	
Increased Band Width	46,800
Indirect Cost	8,035
Total Budget	\$120,096

The OAG is currently reviewing proposals from 30 companies regarding a Request for Information (RFI) issued on 01/31/2013. This Request for Information was to collect information, options and solutions associated with technologies and related services that can be used to prevent or detect fraud, waste and abuse in Medicaid programs more cost-efficiently. The MFCU is seeking technology and related service solutions that can: improve administrative efficiency; detect fraud, waste and abuse; increase recoveries; and generate overall cost-savings to the State of Florida. The next step will be to develop an Invitation to Negotiate (ITN) seeking more specific proposals from vendors

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2013-14	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2013-14	FY 2013-14	FY 2013-14	FY 2013-14	FY 2013-14	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS
						AMOUNT
						CODES
LEGAL AFFAIRS/ATTY GENERAL						41000000
PGM: OFF/ATTORNEY GENERAL						41100000
<u>CRIMINAL/CIVIL LITIGATION</u>						41101000
<u>PUBLIC PROTECTION</u>						12
<u>LEGAL REPRESENTATION</u>						<u>1203.00.00.00</u>
PROGRAM OR SERVICE-LEVEL						
INFORMATION TECHNOLOGY						3630000
RETARD THE USE OF DATA MINING IN						
THE MEDICAID FRAUD CONTROL UNIT						36301C0

as a result of the RFI.

Special Category- Medicaid Fraud Control Unit - Data Mining Program budget of \$800,000 is requested for a vendor with experience providing analysis using algorithms and investigative reasoning to identify and detect patterns and trends of fraud. Funding will be 25% General Revenue - \$200,000 and 75% Federal Grant Trust Fund - \$600,000.

The funds may be placed in reserve contingent upon receiving authorization from the DHHS for Federal Financial Participation in the expanded program. The authorization is expected to begin from the grant for Federal Fiscal Year starting October 1, 2013.

TOTAL: LEGAL REPRESENTATION						<u>1203.00.00.00</u>
BY FUND TYPE						
GENERAL REVENUE FUND		200,000			200,000	1000
TRUST FUNDS		600,000			600,000	2000
TOTAL PROG COMP.....		800,000			800,000	
		=====			=====	

```

*****
* NEADLP01                                STATISTICAL INFORMATION                                03/28/2013 15:32 *
* BUDGET PERIOD: 2003-2014                EXHIBIT A, D AND D-3A LIST REQUEST                SJN 41 SP *
*                                                                                                     PAGE: 1 *
*****
*
*          SAVE INITIALS:          SAVE DEPARTMENT: 07      SAVE ID: ED3R      SAVE TITLE: EXHIBIT D-3A AMENDED REQUEST *
* -----
* ** DATA SELECTIONS **
* =====
* REPORT OPTION 1 - Exhibit A, D and D-3A
* =====
* COLUMN: A12      A14      A15      A16      A14-A12      CODES
* CALCULATE DIFFERENCE ONLY (Y/N): N THAT EXCEED: _____
* INCLUDE (Y/N) FTE: Y      SALARY RATE: Y POSITION DATA: Y
* REPORT TOTAL:
* REPORT: NO TOTAL
* =====
* BUDGET ENTITY OR GROUP/ACCUMULATION LEVEL (0=MERGE, 1=LEVEL 1, 2=LEVEL 2, 3=LEVEL 3, 4=LOWEST LEVEL)
* 1-7: 4      -      -      -      -      -      -      -
* 8-14: -      -      -      -      -      -      -      -
* 15-21: -      -      -      -      -      -      -      -
* 22-27: -      -      -      -      -      -      -      -
* EXCLUDE: _____
*
* BUDGET ENTITY TOTALS:
*
* LEVEL 1: NO TOTAL
* LEVEL 2: NO TOTAL
* LEVEL 3: NO TOTAL
* LOWEST LEVEL: BY FUND TYPE
* =====
* PROGRAM COMPONENT/ACCUMULATION LEVEL (1, 2, 3, 4 OR 5 FOR 2, 4, 6, 8 OR 10 DIGITS, 0=MERGED):
* PROGRAM COMPONENT: 5
* PROGRAM COMPONENT TOTAL:
* POLICY AREA: NO TOTAL
* PROGRAM COMPONENT: BY FUND TYPE
* =====
* ISSUE CODE OR GROUP/ACCUMULATION LEVEL (1, 2 OR 3 FOR 1, 3 OR 7 CHARACTERS, 0=MERGED):
* ISSUE CODE OR GROUP: 36301C0 3
* ISSUE TOTAL:
* SUMMARY: NO TOTAL
* DETAIL: LINE TOTAL
* =====
* APPROPRIATION CATEGORY OR GROUP/ACCUMULATION LEVEL (1=MAJOR, 2=MINOR, 0=MERGED):
* 2
* INCLUDE FCO (Y/N): Y APPROPRIATION CATEGORY TITLE (S=SHORT, L=LONG): S
* APPROPRIATION CATEGORY TOTAL:
* MAJOR: NO TOTAL
* MINOR: BY DETAIL FUND
* =====
* ITEMIZATION OF EXPENDITURE: _____
* ACCUMULATION LEVEL (1=OPE/FCO, 2=IOE, 0=MERGE): 0
* ITEMIZATION OF EXPENDITURE TOTAL:
* ITEMIZATION OF EXPENDITURE: NO TOTAL
* =====

```

```

*****
* NEADLP01                                STATISTICAL INFORMATION                                03/28/2013 15:32 *
* BUDGET PERIOD: 2003-2014                EXHIBIT A, D AND D-3A LIST REQUEST                SJN 41 SP *
*                                                                                                     PAGE: 2 *
*****
* FUND GROUPS SET: _____ OR FUND: _____ *
* FUNDING SOURCE IDENTIFIER: _ _ _ _ _ *
* REPORT BY FSI (Y/N): Y *
* ===== *
* DEPARTMENT NARRATIVE SET: _____ *
* BUDGET ENTITY NARRATIVE SET: _____ *
* ISSUE/ACTIVITY NARRATIVE SET: A1 _ _ _ _ _ *
* *
* INCLUDE PROGRAM COMPONENT NARRATIVE (Y/N): N *
* ===== *
* ** FORMATTING ** *
* ===== *
* REPORT HEADING: EXHIBIT D-3A *
* EXPENDITURES BY *
* ISSUE AND APPROPRIATION CATEGORY *
* ===== *
* PAGE BREAKS: LOWEST LEVEL PRC *
* (LEVEL 1, LEVEL 2, LEVEL 3, LOWEST LEVEL, *
* IOE, GRP, PRC, SIS, ISC) *
* ===== *
* COLUMN CODES (Y/N): Y FORMAT (L=LANDSCAPE, P=PORTRAIT): L *
* SORT OPTIONS: DEPARTMENT/BUDGET ENTITY (C=CODE, T=TITLE): C *
* PROGRAM COMPONENT (C=CODE, T=TITLE): C *
* ===== *
* TOTAL RECORDS READ FROM SORT: 2 *
* TOTAL RECORDS READ FROM CARD: 44 *
* TOTAL RECORDS READ FROM PAF: 0 *
* TOTAL RECORDS READ FROM OAF: 0 *
* TOTAL RECORDS READ FROM IEF: 0 *
* TOTAL RECORDS READ FROM BGF: 0 *
* TOTAL RECORDS READ FROM BEF: 4 *
* TOTAL RECORDS READ FROM PCF: 2 *
* TOTAL RECORDS READ FROM ICF: 2 *
* TOTAL RECORDS READ FROM INF: 68 *
* TOTAL RECORDS READ FROM ACF: 2 *
* TOTAL RECORDS READ FROM FCF: 3 *
* TOTAL RECORDS READ FROM FSF: 10 *
* TOTAL RECORDS READ FROM PCN: 0 *
* TOTAL RECORDS READ FROM BEN: 0 *
* TOTAL RECORDS READ FROM DPC: 0 *
* TOTAL RECORDS IN ERROR: 0 *
*****

```

```

*****
* NEADLP01                               STATISTICAL INFORMATION                03/28/2013 15:32 *
* BUDGET PERIOD: 2003-2014              EXHIBIT A, D AND D-3A LIST REQUEST          SJN 41   SP   *
*                                                                                       PAGE:      3 *
*****
*
* BUDGET ENTITIES SELECTED:
*   1-9:  41  _____ _____ _____ _____ _____ _____ _____ _____
*  10-18: _____ _____ _____ _____ _____ _____ _____ _____
*  19-27: _____ _____ _____ _____ _____ _____ _____ _____
*
*****

```