

# ATTORNEY GENERAL FRAUD CLAIMS REPORT

(FY2014 Appropriation Bill - Public Act 59 of 2013)

**May 1, 2014**

**Section 270:** Within 180 days after receipt of the notification from the attorney general's office of a legal action in which expenses had been recovered pursuant to section 106(4) of the social welfare act, 1939 PA 280, MCL 400.106, or any other statute under which the department has the right to recover expenses, the department shall submit a written report to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget office which includes, at a minimum, all of the following: (a) The total amount recovered from the legal action. (b) The program or service for which the money was originally expended. (c) Details on the disposition of the funds recovered such as the appropriation or revenue account in which the money was deposited. (d) A description of the facts involved in the legal action.

*Michigan Department  
of Community Health*



**Rick Snyder, Governor  
James K. Haveman, Director**

**DEPARTMENT OF COMMUNITY HEALTH  
FY2014 MEDICAID BENEFITS TRUST FUND DETAIL  
AS OF MARCH 25, 2014**

<b>ATTORNEY GENERAL FRAUD SETTLEMENTS</b>	<b>1st QUARTER</b>	<b>2nd QUARTER</b>	<b>3rd QUARTER</b>	<b>4th QUARTER</b>	<b>TOTAL</b>
Medicaid Support Section - Treasury Collections	\$ 6,258.57	\$ 24,554.73	\$ -	\$ -	\$ 30,813.30
Medicaid Support Section	\$ 34,057.02	\$ 286,411.35	\$ -	\$ -	\$ 320,468.37
<b>Total Fraud Recoveries</b>	<b>\$ 40,315.59</b>	<b>\$ 310,966.08</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 351,281.67</b>
<b>GLOBAL SETTLEMENTS RESTITUTION &amp; INTEREST</b>					
Dava Pharmaceuticals	\$ 567.01				\$ 567.01
Janssen Pharmaceuticals/Johnson & Johnson	\$ 9,786,006.80				\$ 9,786,006.80
KV Pharmaceutical Co.	\$ 6,965.26				\$ 6,965.26
Medtronic, Inc.		\$ 2,453.12			\$ 2,453.12
Carefusion Corp.		\$ 53,622.80			\$ 53,622.80
Maxim Healthcare		\$ 714.75			\$ 714.75
KV Pharmaceutical Co.		\$ 6,965.26			\$ 6,965.26
Genzyme Corp.		\$ 8,496.32			\$ 8,496.32
Endo Pharmaceuticals		\$ 159,984.20			\$ 159,984.20
Omnicare, Inc.		\$ 23,836.89			\$ 23,836.89
<b>Total Global Settlements Restitution &amp; Interest Collected</b>	<b>\$ 9,793,539.07</b>	<b>\$ 256,073.34</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 10,049,612.41</b>
<b>Global Settlements Excess Penalty &amp; Interest</b>					
Janssen Pharmaceuticals/Johnson & Johnson	\$ 8,353,786.77				\$ 8,353,786.77
KV Pharmaceutical Co.	\$ 77.47				\$ 77.47
Medtronic, Inc.		\$ 2,453.12			\$ 2,453.12
Carefusion Corp.		\$ 53,622.80			\$ 53,622.80
Maxim Healthcare		\$ 714.74			\$ 714.74
KV Pharmaceutical Co.		\$ 77.47			\$ 77.47
Genzyme Corp.		\$ 8,496.32			\$ 8,496.32
Endo Pharmaceuticals		\$ 226,644.27			\$ 226,644.27
<b>Total Excess Penalty &amp; Interest</b>	<b>\$ 8,353,864.24</b>	<b>\$ 292,008.72</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,645,872.96</b>
<b>Grand Total Fraud Collections to Medicaid Benefits Trust Fund</b>	<b>\$ 18,187,718.90</b>	<b>\$ 859,048.14</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 19,046,767.04</b>
<b>Grand Total Medicaid Benefits Trust Fund Available</b>					<b>\$ 19,046,767.04</b>

Prepared by: Julia Wong

Distribution: Lisa Halverson, Susan Malkin, Kim Stephen, Erin Black