

# ATTORNEY GENERAL FRAUD CLAIMS REPORT

(FY2015 Appropriation Bill - Public Act 252 of 2014)

**May 1, 2015**

**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  
Nick Lyon, Director

**DEPARTMENT OF COMMUNITY HEALTH  
FY2015 MEDICAID BENEFITS TRUST FUND DETAIL  
As of March 31, 2015**

ATTORNEY GENERAL FRAUD SETTLEMENTS	1st QUARTER	2nd QUARTER	3rd QUARTER	4th QUARTER	TOTAL
					\$ -
Medicaid Support Section - Treasury Collections	\$ -	\$ 8,966.68	\$ -	\$ -	\$ 8,966.68
Medicaid Support Section	\$ 54,565.09	\$ 59,236.28	\$ -	\$ -	\$ 113,801.37
Wattles Family Practice		\$ 1,944.25	\$ -		\$ 1,944.25
Quest Diagnostics, Inc.		\$ 15,892.00			\$ 15,892.00
					\$ -
					\$ -
					\$ -
<b>Total Fraud Recoveries</b>	<b>\$ 54,565.09</b>	<b>\$ 86,039.21</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 140,604.30</b>
GLOBAL SETTLEMENTS RESTITUTION & INTEREST					
Organon USA	\$ 3,578.72				\$ 3,578.72
Organon USA	\$ 59,671.81				\$ 59,671.81
Extencicare	\$ 1,017,407.82				\$ 1,017,407.82
Biomet, Inc		\$ 10,642.69			\$ 10,642.69
OtisMed-Stryker Corp		\$ 3,564.55			\$ 3,564.55
Maxim Healthcare		\$ 714.77			\$ 714.77
K-V Pharmaceutical Co.		\$ 13,944.62			\$ 13,944.62
Novartis/Bioscrip, Inc.		\$ 31,603.34			\$ 31,603.34
North Central Health Center		\$ 10,690.63			\$ 10,690.63
Daiichi Sankyo		\$ 6,553.52			\$ 6,553.52
K-V Pharmaceutical Co.		\$ 13,944.62			\$ 13,944.62
Abdelkader H. Fares, M.D.			\$ -		\$ -
					\$ -
					\$ -
<b>Total Global Settlements Restitution &amp; Interest Collected</b>	<b>\$ 1,080,658.35</b>	<b>\$ 91,658.74</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,172,317.09</b>
Global Settlements Excess Penalty & Interest					
					\$ -
					\$ -
					\$ -
<b>Total Excess Penalty &amp; Interest</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Grand Total Fraud Collections to Medicaid Benefits Trust Fund	<b>\$ 1,135,223.44</b>	<b>\$ 177,697.95</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,312,921.39</b>

Note: Global Settlement amounts are State share only