



State of New Jersey

PHILIP D. MURPHY
Governor

SHEILA Y. OLIVER
Lt. Governor

OFFICE OF THE STATE COMPTROLLER
MEDICAID FRAUD DIVISION
P.O. BOX 025
TRENTON, NJ 08625-0025
(609) 826-4700

KEVIN D. WALSH
Acting State Comptroller

JOSH LICHTBLAU
Director

September 23, 2022

Peaceful Adult Day Care
101 Industrial Ave
Little Ferry, NJ 07643

Sent via certified electronic mail to [REDACTED]

Re: Revised Notice of Overpayment

Case Number: [REDACTED]

Dear Provider:

This letter is in response to your correspondence dated August 31, 2022, regarding the Notice of Overpayment dated August 3, 2022 that the Office of the State Comptroller, Medicaid Fraud Division (MFD) sent to Peaceful Adult Day Care (Peaceful), Medicaid Provider ID [REDACTED]. As explained in its August 3rd letter, MFD identified three categories of claims in which Peaceful improperly submitted 1,690 claims for which it received Medicaid overpayments totaling \$130,141.60 that it must repay to the Medicaid program. In its August 31st response, Peaceful provided additional information, which is outlined below.

1. While the recipients were admitted to an inpatient facility, such as a hospital or skilled nursing/long term care center– 26 claims, with overpayments of \$2,123.10; (in violation of N.J.A.C. 10:164-1.5). Peaceful did not mention these claims in its correspondence. Accordingly, MFD has no basis to alter its prior finding that Peaceful must repay the Medicaid program for the payments it received for these claims.
2. In excess of five (5) days per week– 1,639 claims with overpayments of \$125,890 (in violation of N.J.A.C. 10:164-1.4(a)). Peaceful acknowledged that it billed in excess of five (5) days per week. Peaceful explained that it believed that these claims were permitted because “the previous administrator was under the incorrect impression.” Peaceful provided supporting documentation, which confirmed that it billed in excess of five (5)

days per week. Accordingly, Peaceful must repay the Medicaid program the payments it received for all of these claims.

3. While the recipients were receiving services from another adult medical day care provider— 25 claims, with overpayments of \$2,128.50 (in violation of N.J.A.C. 10:49-9.8). Peaceful did not mention these claims in its correspondence. Accordingly, MFD has no basis to alter its prior finding that Peaceful must repay the Medicaid program for the payments it received for these claims.

In sum, given Peaceful's August 31st response, MFD finds that Peaceful must pay the full overpayment amount MFD identified in its August 3rd letter - \$130,141.60. Please mail a Certified Check in the amount noted above made payable to "Treasurer, State of New Jersey" to the address below within ten (10) business days from the date of this letter. Please insert on the memo line of the check "[REDACTED]".

Treasurer, State of New Jersey
Division of Revenue
200 Woolverton Street, Building 20
Lockbox 656
Trenton, New Jersey 08646
Attn: Processing Bureau

Please also forward a copy of the Certified Check and the transmittal letter to my attention at Office of the State Comptroller, Medicaid Fraud Division, P.O. Box 025, Trenton, New Jersey, 08625-0025 or via email to [REDACTED]. Please include the case number, "[REDACTED]", in the subject line of any e-mail correspondence.

If a check is not received within ten (10) business days from the date of this letter, MFD will take further appropriate action, including but not limited to: issuing a Notice of Claim, Certificate of Debt, and Notice of Withholding, which would withhold a portion of your future claims payments, and/or any other remedy available to MFD by law.

This Notice of Overpayment documents and seeks a recovery relating to the improper billing of claims by the provider (entity). Please be advised that this Notice is a public document and, as such, may be placed on the OSC/MFD website.

Sincerely,

KEVIN D. WALSH
ACTING STATE COMPTROLLER

By: _____

Medicaid Fraud Division

Copy: _____

MFD Update – October 3, 2022

On October 3, 2022, MFD received a Certified Check, dated September 28, 2022, from Peaceful Adult Day Care for the full amount due, \$130,141.60.