



DEPARTMENT OF HEALTH AND HUMAN SERVICES
OFFICE OF INSPECTOR GENERAL



OFFICE OF AUDIT SERVICES, REGION VI
1100 COMMERCE STREET, ROOM 632
Dallas, TX 75242

November 20, 2024

Report Numbers: A-06-22-09005 & A-06-23-04005

Cecile E. Young
Executive Commissioner
Texas Health & Human Services Commission
4601 West Guadalupe Street
Austin, TX 78751

Dear Cecile E. Young:

The purpose of this letter is to notify you of our intention to terminate the audits *Texas' Use of Select Counties' Local Provider Participation Funds (LPPFs) as the State Share of Medicaid Hospital Payments (i.e., Smith County (A-06-22-09005) and Amarillo, Tarrant, and Webb Counties (A-06-23-04005)*.

The audit team planned to determine whether the State agency adhered to the hold-harmless provisions in Federal regulations when using LPPF funds as the State share of Medicaid hospital payments. However, given competing priorities and limited resources, we will not direct additional resources to this work at this time. Instead, we will terminate this audit and redirect those limited resources to higher priorities.

If you have any questions or concerns about this notification, please contact Miquel Darcey, Assistant Regional Inspector General for Audit Services, at Miquel.Darcey@oig.hhs.gov or Matt Odom, Assistant Regional Inspector General for Audit Services at Matthew.Odom@oig.hhs.gov. Please refer to report numbers A-06-22-09005 and A-06-23-04005 in all correspondence. Thank you for your attention to this matter.

Sincerely,

Patricia Wheeler
Regional Inspector General
for Audit Services