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Subject: Situational Awareness Only re New Audit Case at Voc Rehab

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Swati & Austin,

For Situational Awareness Only: The IG just completed a serious misconduct report with potential ethical/criminal exposure pertaining to a Voc Rehab supervisor falsifying records by creating fraudulent disability diagnoses to provide Voc Rehab benefits to 30+ employees of a local company, as well as conflict of interest allegations from executing related party financial transactions. This report will be forwarded to SLED/AG for prosecutive opinion, as well as Voc Rehab to adjudicate the misconduct allegation if the case not criminally prosecuted. Based on this misconduct review, the IG will open an audit of Voc Rehab's "job retention service" program and its drug/alcohol in-patient facilities. Evidence in the misconduct investigation identified the risk of waste in these two programs. Voc Rehab has been very cooperative and will assist in this follow-up audit.

Thanks