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ATTORNEY GENERAL MASTO ANNOUNCES BUSINESS SENTENCED FOR MEDICAID FRAUD

Defendant to pay \$125,000 in restitution

Reno, NV – Nevada Attorney General Catherine Cortez Masto announced that Rainbow Child and Family Services, LLC, a behavioral health company based out of Las Vegas, was sentenced today in a Medicaid fraud case involving the failure to maintain adequate records to support Medicaid claims.

Rainbow Child and Family Services, LLC (Rainbow) was sentenced for one gross misdemeanor offense of intentional failure to maintain adequate records, by Clark County District Court Judge Valerie Adair. Judge Adair also ordered Rainbow to pay \$125,000 in restitution, penalties, and costs.

“Businesses need to pay attention when processing Medicaid claims,” said Masto. “This office continues to investigate and prosecute Medicaid fraud cases.”

The AG’s office began an investigation after information was obtained that Rainbow was not providing services to Medicaid recipients. Interviews with Medicaid recipients showed that Rainbow was not providing the Basic Skills Training (BST) and Psychosocial Rehabilitation (PSR) services to the recipients as indicated on claims submitted to Medicaid. Furthermore, the documentation to substantiate the claims submitted to Medicaid was inadequate as the records did not note accurate or true dates or types of services provided.

The fraud occurred from August 2011 to April 2012.

Persons convicted of Medicaid fraud may also be administratively excluded from future Medicaid and Medicare participation.

The case was investigated and prosecuted by the Nevada Attorney General’s Medicaid Fraud Control Unity (MFCU), which investigates and prosecutes financial fraud by those providing healthcare services or goods to Medicaid patients. The MFCU also

investigates and prosecutes instances of elder abuse or neglect. Anyone wishing to report suspicions regarding any of these concerns may contact the MFCU at 775-684-1191 or 702-486-3187.

The case was prosecuted by Andrew Schulke, Senior Deputy Attorney General.

Read the criminal information by visiting: <http://1.usa.gov/RK3ocU>

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