

U.S. Department of Agriculture Executive Order 13520, "Reducing Improper Payments"

Quarterly High-Dollar Overpayments Report

Fiscal Year 2018 Quarter 4

Name of Program Responsible	Recipient	Total Amount Payments Identified	Amount That Should Have Been Paid	Overpayment Dollar Amount	Reason For Overpayments	Actions Taken or Planned to Recover the Overpayment	Overall Actions and Strategies Taken or Planned to Prevent Overpayments in the Future
Farm Service Agency (FSA) Agriculture Risk Coverage (ARC) and Price Loss Coverage (PLC) programs	Individual	\$37,361.00	\$0.00	\$37,361.00	Adjusted Gross Income (AGI) Non Compliance / Violation.	Receivable has been established and demand letters sent.	Producers who filed CCC-941 are eligible for 180 days from the producer certification date while waiting on the Internal Revenue Service (IRS) determination or the State Office/State Executive Director (SED) determination. If found non-compliant receivables are established and demand letters sent for collection.
FSA Non-Insured Crop Disaster Assistance Program (NAP)	Individual	\$25,879.00	\$0.00	\$25,879.00	The County Office discovered producer's non-compliance as the result of an End of Year review which revealed an intent to commit fraud.	Referred to OIG for criminal investigation with conspiracy to commit fraud.	End of year reviews for payment eligibility/limitation compliance purposes (the actively engaged part of eligibility) are completed after the fact because the producer is required to provide a complete set of final business documents that illustrate how the farming operation was conducted for the year under review. The County Office will continue to enforce and inform producers of the program eligibility requirements applicable for actively engaged to mitigate risks associated with producers becoming non-compliant.
NRCS Conservation Stewardship Program (CSTP)	Individual	\$40,000.00	\$10,865.00	\$29,135.00	Participant did not fulfill contractual obligations prior to payment.	Receivable has been established and demand letter sent.	State will more closely monitor contractual performance to ensure contract compliance.
NRCS CSTP	Individual	\$55,846.00	\$19,126.00	\$36,720.00	Participant did not have control over some of the acres for which he/she was paid.	Receivable has been established and demand letter sent.	State will more closely monitor control of land status prior to contract obligation.
NRCS CSTP	Individual	\$40,000.00	\$0.00	\$40,000.00	Participant did not fulfill contractual obligations prior to payment.	Receivable has been established and demand letter sent.	State will more closely monitor contractual performance to ensure contract compliance.
NRCS Environmental Quality Incentive Program (EQIP)	Individual	\$52,583.16	\$0.00	\$52,583.16	Participant exceeded AGI thresholds for program eligibility.	Receivable has been established and demand letter sent.	Participants self-certify Adjusted Gross Income (AGI). The Farm Service Agency (FSA) and NRCS share information on eligibility determinations. Under the 2008 Farm Bill, AGI validations/updates were performed manually based on compliance reviews that revealed past payments that were made to participants deemed to be AGI non-complaint. NRCS has issued guidance to states via a series of National Bulletins and video teleconferences on how to address AGI eligibility issues. NRCS anticipates improper payments related to AGI will significantly decrease for obligations issued under the 2014 Farm Bill, because AGI validations/updates are automatic.
NRCS EQIP	Individual	\$26,472.26	\$1,431.82	\$25,040.44	Participant did not fulfill contractual obligations prior to payment.	Receivable has been established and demand letter sent.	State will more closely monitor contractual performance to ensure contract compliance.
NRCS EQIP	Individual	\$27,105.84	\$4,834.48	\$22,271.36	Participant was paid the incorrect acreage rate.	Receivable has been established and demand letter sent.	State will provide greater conservation planning oversight prior to the development of the contract..
Risk Management Agency (RMA) Federal Crop Insurance Corporation Program Fund (FCICPF)	Entity	\$185,977.00	\$0.00	\$185,977.00	RMA conducted a review that identified the policy with altered and backdated acreage report/s.	Overpayment recovered, no further action required.	RMA will continue to conduct reviews of the approved insurance provider (AIP) and/or producers to ensure compliance with the standard reinsurance agreement (SRA) and FCIC policy and procedures.
RMA FCICPF	Entity	\$140,499.00	\$0.00	\$140,499.00	RMA conducted a review that identified the policy with altered and backdated acreage report/s.	Overpayment recovered, no further action required	RMA will continue to conduct reviews of the AIP and/or producers to ensure compliance with the SRA and FCIC policy and procedures.

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RMA FCICPF	Entity	\$259,227.00	\$0.00	\$259,227.00	RMA conducted a review that identified the policy with altered and backdated acreage report/s.	Overpayment recovered, no further action required.	RMA will continue to conduct reviews of the AIP and/or producers to ensure compliance with the SRA and FCIC policy and procedures.
RMA FCICPF	Entity	\$180,284.00	\$82,503.00	\$97,781.00	(1)The AIP was not in compliance with the SRA and or FCIC policies and procedures. (2) A review was conducted and found changes were made to the 2015 and 2016 policies on the FCIC Policyholder Information Report (PIR) and Comprehensive Information Management System (CIMS) data the insured planted peanuts on rated and unrated land for the same crop years. (3)The AIP was not in compliance with the SRA and or FCIC policies and procedures.	Overpayment recovered, no further action required.	RMA will continue to conduct reviews of the AIP and/or producers to ensure compliance with the SRA and FCIC policy and procedures.