

Goal: Getting Payments Right

Program or Activity
Child Care

Reporting Period
Q4 2019

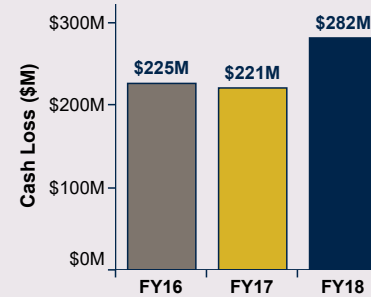
Change from Previous FY (\$M)

\$61M



Brief Program Description:
Child Care and Development Fund (CCDF) is a joint federal/state program, administered by the states, that provides child care financial assistance to low-income working families.

Cash Loss by FY (\$M)



| Key Milestones | Status | ECD |
|---|-----------|--------|
| 1 Finalize estimated cash loss estimation methodology | Completed | Nov-18 |
| 2 Identify estimated cash loss amount for FY 2018 | Completed | Nov-18 |
| 3 Identify true root causes of cash loss | Completed | Nov-18 |
| 4 Develop mitigation strategies to get the payment right the first time | Completed | Nov-18 |
| 5 Evaluate the ROI of the mitigation strategy | On-Track | Dec-20 |
| 6 Determine which strategies have the best ROI to prevent cash loss | On-Track | Dec-20 |

| Quarterly Progress Goals | Status | Notes | ECD |
|--|----------|---|--------|
| 1 Q4 2019 Identifying ways to help grantees reduce errors. | On-Track | It is the Office of Child Care's (OCC) goal to assist grantees to improve the overall administration of their CCDF programs, to help them reduce errors, and to help them reduce improper payments. | Dec-20 |
| 2 Q4 2019 Reduce monetary loss. | On-Track | N/A | Dec-20 |

| Recent Accomplishments | Date |
|--|--------|
| 1 Completed Joint Case Reviews for several reporting states for the FY19 IP reviews, which provide oversight of the IP methodology, assist in identifying areas for improvement, and allow grantees to self-identify areas needing correction. | Jun-19 |
| 2 Grantees received training on the Child Care Data Collection Instructions, revised in October 2018 and in place for the next review cycle, and technical assistance targeting individual support for each required component of the methodology. | Jun-19 |
| 3 Provided targeted technical assistance, monthly calls, and site visits to help states identify root causes and mitigation strategies, technical assistance needs, and focus discussions on policy/procedure implementation. | Sep-19 |

| FY18 Amt(\$) | Root Cause | Root Cause Description | Mitigation Strategy | Anticipated Impact of Mitigation |
|--------------|---|---|--|---|
| \$177M | Insufficient documentation to determine | Insufficient Documentation to Determine resulted in overpayments of \$176.92 million. | Conduct joint reviews of methodology implementation with grantees; help states reveal areas where policy/procedure can be modified; & provide training, technical assistance, & additional support/oversight to identify areas for correction. | Grantees will examine their policies and procedures and make changes to enhance efforts to reduce errors. |
| \$105M | Administrative or process errors made by: state or local agency | Administrative or Process Errors Made by: State or Local Agency resulted in overpayments of \$104.75 million. | Conduct joint reviews of methodology implementation with grantees; help states reveal areas where policy/procedure can be modified; & provide training, technical assistance, & additional support/oversight to identify areas for correction. | Grantees will examine their policies and procedures and make changes to enhance efforts to reduce errors. |

Cash Loss - Cash loss to the Government includes amounts that should not have been paid and in theory should/could be recovered.