

Goal: Getting Payments Right

Program or Activity
FSA Agriculture Risk and Price Loss Coverage

Reporting Period
Q1 2020

Change from Previous FY (\$M)

N/A

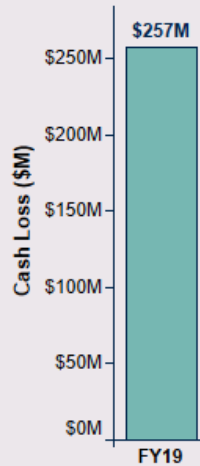


FSA Agriculture Risk and Price Loss Coverage

Brief Program Description:

ARC provides income support when crop revenue falls below specified guarantee levels. PLC provides income support when covered commodities fall below effective reference price.

Cash Loss by FY (\$M)



Key Milestones	Status	ECD
1 Develop mitigation strategies to get the payment right the first time	On-Track	Sep-20
2 Evaluate the ROI of the mitigation strategy	On-Track	Nov-20
3 Determine which strategies have the best ROI to prevent cash loss	On-Track	Sep-20
4 Implement new mitigation strategies to prevent cash loss	On-Track	Sep-20
5 Analyze results of implementing new strategies	On-Track	Jan-21

Quarterly Progress Goals			Status	Notes	ECD
1	Q1 2020	Conducting national training on ARCPLC and the program's eligibility.	On-Track		May-20
2	Q1 2020	Synthesize and analyze the detailed error data from IPIA and similar reviews in preparation for 2019 payment cycle.	On-Track		Sep-20

Recent Accomplishments		Date
1	Conducted national ARC/PLC training.	Aug-19
2	Issued ARCPLC-81 detailing policy that should be checked prior to the end of enrollment for crop year 2019.	Jan-20
3	National conference call on ARCPLC policies.	Jan-20

Amt(\$)	Root Cause	Root Cause Description	Mitigation Strategy	Anticipated Impact of Mitigation
\$250M	Administrative or process errors made by: federal agency	Administrative or Process Error Made by Federal Agency relates to late filed acreage reports, contracts not approved/on file or enrolled without producer signature, and historical irrigated percentage (HIP) not calculated.	ARCPLC national training was held. Reports are to be utilized to monitor status. Policy notices issued. Eligibility national training to be held in the spring. Seeking assistance from state office officials to prevent errors.	Error rates should decline.
\$0M	Failure to verify: financial data	Relates to the unauthorized signatures accepted on contracts, insufficient control of cropland, and eligibility documents not on file.	ARCPLC national training was held and this root cause issues were addressed. Reports are to be utilized to monitor status. Policy notices issued. Eligibility national training to be held in the spring.	Error rates should decline.

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