Payment Integrity Scorecard

Program or Activity	Reporting Period
Federal Highway Administration Highway Plan..	Q1 2022

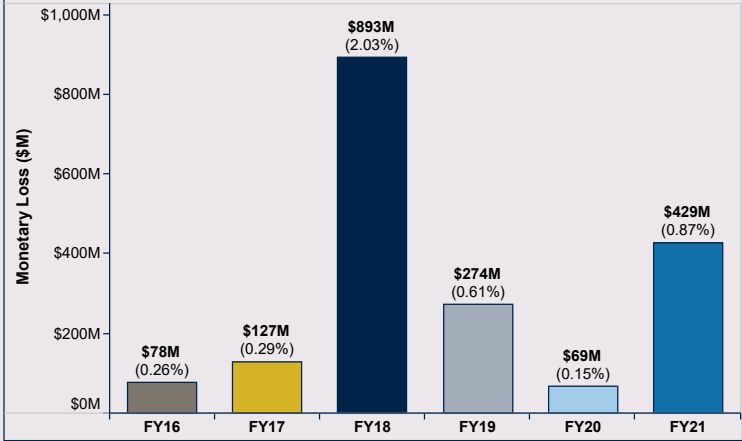**Change from Previous FY ($M)** **$360M** ⬆

DOT
Federal Highway Administration Highway Planning and Construction

Brief Program Description:
The Federal Highway Administration's (FHWA) Highway Planning and Construction program supports State and local governments in the design, construction, and maintenance of the Nation's highway system. The program includes emergency relief funds.

Monetary Loss ($M) (Overpayment as Percentage of Total Outlays)

Bar chart — Monetary Loss ($M):
- FY16: $78M (0.26%)
- FY17: $127M (0.29%)
- FY18: $893M (2.03%)
- FY19: $274M (0.61%)
- FY20: $69M (0.15%)
- FY21: $429M (0.87%)

Key Milestones		Status	ECD
1	Develop mitigation strategies to get the payment right the first time	Completed	Sep-21
2	Evaluate the ROI of the mitigation strategy	Completed	Sep-21
3	Determine which strategies have the best ROI to prevent cash loss	Completed	Sep-21
4	Implement new mitigation strategies to prevent cash loss	On-Track	Sep-22
5	Analyze results of implementing new strategies	On-Track	Jan-23
6	Achieved compliance with PIIA	Completed	Sep-21
7	Identified any data needs for mitigation	Completed	Dec-21

Goals towards Reducing Monetary Loss			Status	ECD
1	Q1 2022	Broaden distribution of an enhanced improper payment catalog to equip FHWA staff to effectively address compliance issues.	Completed	Jan-22

	Recovery Method	Brief Description of Plans to Recover Overpayments	Brief Description of Actions Taken to Recover Overpayments
1	Recovery Activity	FHWA will advise grant recipients of requirements to correct future reimbursement requests and recover overpayments.	FHWA recovers overpayments identified during the course of improper payment sampling and testing from grant recipients.

Accomplishments in Reducing Monetary Loss		Date
1	The enhanced catalog was released to staff in Q2.	Jan-22

Amt($)	Root Cause of Monetary Loss	Root Cause Description	Mitigation Strategy	Brief Description of Mitigation Strategy and Anticipated Impact
$429M	Overpayments outside the agency control that occurred because of a Failure to Access Data/Information Needed.	By statute, the FHWA Highway Planning and Construction Program relies on the internal controls and financial systems of State and Local governments to effectively administer program funds.	Training teaching a particular skill or type of behavior; refreshing on the proper processing methods.	Strengthen controls and staff knowledge at the State and recipient level to improve compliance as well as reduce administrative errors.

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