Accomplishments in Reducing Monetary Loss

1. Awarded 17 State agencies $12.9M in reallocated non-competitive Technology Innovation Grants (nTIG) funds to support State CN programs IT systems. State agencies that received FY21 nTIG funds were eligible to apply for reallocation funds.  
   Date: Jun-22

2. FNS will expand demonstration projects with NSLP/SBP administering state and Medicaid agencies to enable direct certification with Medicaid (DC-M). DC-M projects are intended to reduce both household and administrative certification error.  
   Date: Jun-22

3. Participated in the July, 2022 School Nutrition Association Annual National Conference to promote voluntary, integrity-focused efforts such as the verification-focused data validation service and the USDA web-based prototype school meals application.  
   Date: Jul-22

### Monetary Loss ($M)  

**Reported Period:** Q3 2022

<table>
<thead>
<tr>
<th>Program or Activity</th>
<th>Reporting Period</th>
<th>FY 16</th>
<th>FY 17</th>
<th>FY 18</th>
<th>FY 19</th>
<th>FY 20</th>
<th>FY 21</th>
</tr>
</thead>
<tbody>
<tr>
<td>USDA FNS School Breakfast Program (SBP)</td>
<td>Q3 2022</td>
<td>$0M</td>
<td>$723M</td>
<td>$299M</td>
<td>$297M</td>
<td>$0M</td>
<td>$168M</td>
</tr>
</tbody>
</table>

**Change from Previous FY ($M):** $168M

**Goals towards Reducing Monetary Loss**

1. **Q3 2022**  
   The majority of NSLP/SBP participating schools are operating under waivers that allow serving no-cost meals to all students without the need for certifying applications.  
   Status: On-Track  
   ECD: Sep-22

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### Key Milestones

<table>
<thead>
<tr>
<th>Milestone Description</th>
<th>Status</th>
<th>ECD</th>
</tr>
</thead>
<tbody>
<tr>
<td>Develop mitigation strategies to get the payment right the first time</td>
<td>On-Track</td>
<td>Sep-22</td>
</tr>
<tr>
<td>Evaluate the ROI of the mitigation strategy</td>
<td>On-Track</td>
<td>Sep-22</td>
</tr>
<tr>
<td>Determine which strategies have the best ROI to prevent cash loss</td>
<td>On-Track</td>
<td>Sep-22</td>
</tr>
<tr>
<td>Implement new mitigation strategies to prevent cash loss</td>
<td>On-Track</td>
<td>Sep-22</td>
</tr>
<tr>
<td>Analyze results of implementing new strategies</td>
<td>On-Track</td>
<td>Sep-22</td>
</tr>
<tr>
<td>Achieved compliance with PIA</td>
<td>On-Track</td>
<td>Sep-22</td>
</tr>
<tr>
<td>Identified any data needs for mitigation</td>
<td>On-Track</td>
<td>Sep-22</td>
</tr>
</tbody>
</table>

### Recovery Method

<table>
<thead>
<tr>
<th>Brief Description of Plans to Recover Overpayments</th>
</tr>
</thead>
<tbody>
<tr>
<td>----------------------------------------------------</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Brief Description of Actions Taken to Recover Overpayments</th>
</tr>
</thead>
<tbody>
<tr>
<td>-------------------------------------------------------------</td>
</tr>
</tbody>
</table>

### Key Milestones

1. Develop mitigation strategies to get the payment right the first time.  
   ECD: Sep-22

2. Evaluate the ROI of the mitigation strategy.  
   ECD: Sep-22

3. Determine which strategies have the best ROI to prevent cash loss.  
   ECD: Sep-22

4. Implement new mitigation strategies to prevent cash loss.  
   ECD: Sep-22

5. Analyze results of implementing new strategies.  
   ECD: Sep-22

6. Achieved compliance with PIA.  
   ECD: Sep-22

7. Identified any data needs for mitigation.  
   ECD: Sep-22

### Analysis

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

### Root Cause of Monetary Loss

- **Overpayments outside the agency control that occurred because the Data/Information Needed Does Not Exist.**

### Mitigation Strategy

- **Automation - automatically controlled operation, process, or system.**

### Brief Description of Mitigation Strategy and Anticipated Impact

- Improve accuracy of eligibility determinations to certify children for free, reduced price, and paid NSLP/SBP meals through increased automation and enhanced integrity features of electronic NSLP/SBP meal benefit applications.