

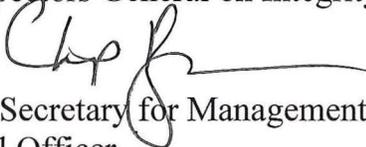
JUL 30 2015



**Homeland
Security**

MEMORANDUM FOR: John Roth
Inspector General

Council of Inspectors General on Integrity and Efficiency

FROM: Chip Fulghum 
Deputy Under Secretary for Management and
Chief Financial Officer

SUBJECT: Quarterly High-Dollar Overpayments Report
Fiscal Year 2015, 3rd Quarter - April to June 2015

Attached is the Department's Quarterly High-Dollar Overpayments Report for the period April to June 2015, as required by Section 3(f) of Executive Order 13520, *Reducing Improper Payments*. During this period, Components reported four high-dollar overpayments totaling \$814,000. All four overpayments were recovered as of June 30, 2015. This report also contains information on high-dollar overpayments reported in previous reports that remained uncollected as of the beginning of this reporting period.

This report supports the Department's commitment to fulfilling the Executive Order's goals of eliminating payment error in federal programs and increasing transparency. As responsible stewards of taxpayer dollars and reinforced by the tight budget environment, reducing improper payments remains a top priority for the Department. We continue to monitor programs and strengthen controls to reduce the instances of improper payments, take steps to mitigate systemic weaknesses, and address specific root causes.

This report will be made publicly available within 15 days.

Attachment

**Department of Homeland Security
Prior Quarter Outstanding Debt
Reporting Quarter Ending June 30, 2015**

Debts Under Collection by DHS

Component	Recipient Type (Entity or Individual)	City	State	Program(s) Responsible	Recovery Action Taken or Planned	Payment Date	High \$ Overpayment Date Identified	Amount Paid	Correct Amount	Overpayment Amount	Recovered Amount	Outstanding Balance	Days Outstanding	Additional Comments
USSS	Individual	Paris	France	Payroll	The United States Secret Service's (USSS) Payroll Office requested that the National Finance Center (NFC) set up the bill for repayment. The bill was received from NFC on 3/10/15. Payroll deduction at maximum rate.	October 18, 2014	January 30, 2015	\$27,229.44	\$0.00	\$27,229.44	\$1,500.00	\$25,729.44	42034	
USCG	Individual	Aurora	CO	Coast Guard Pay & Personnel - Military Active & Reserve Pay Office	Payroll deduction at maximum rate	January 1, 2015	March 9, 2015	\$37,254.30	\$0.00	\$37,254.30	\$819.99	\$36,434.31	42072	
FEMA	Entity	Mansfield, Richland County	OH	Emergency Food & Shelter Program	OGC has determined that FEMA cannot implement collection actions on EFSP improper Payments. The servicing agent (United Way) will collect funds from Charitable Organization. The Servicing Agent will provide collection details by the 15th of each month. The Servicing Agent has reached out to the applicable Charitable Organizations and informed them that either they supply additional documentation to support their drawdowns or return the funds. If Charitable Organizations do not comply with the Servicing Agent's request, they will be denied any future funding from the Emergency Food and Shelter Program Phase 28 has been cleared with a returned check in the amount of \$11,137.50. EFSP re-reviewed Phase 27 and AR. A missing check (#11327, M. Semmering) was found; the improper amount was reduced by \$525.00. The status for Phase AR remains the same.	Nov. 23, 2009	November 15, 2011	\$26,837.50	\$11,137.50	\$15,700.00	\$525.00	\$15,175.00	40862	Since collection actions can not be implemented, a memo requesting a waiver for this debt is in the process of being signed. The Program office will maintain information on this debt and potentially offset any future grant requests to this grantee.
FEMA	Entity	Jacksonville, Duval County	FL	Emergency Food & Shelter Program	OGC has determined that FEMA cannot implement collection actions on EFSP improper Payments. The servicing agent (United Way) will collect funds from Charitable Organization. The Servicing Agent will provide collection details by the 15th of each month. The Servicing Agent has reached out to the applicable Charitable Organizations and informed them that either they supply additional documentation to support their drawdowns or return the funds. If Charitable Organizations do not comply with the Servicing Agent's request, they will be denied any future funding from the Emergency Food and Shelter Program Program Office reached out to grantee to receive more supporting documentation. Grantee had 30 days to send support. A collection notice will be sent by January 31, 2012. EFSP re-reviewed documentation on 12/9/2014. Improper amount was reduced to \$11,955.17. Allowed \$100 on past due amount for check #1143 (N. Colton).	May 18, 2009	November 15, 2011	\$27,830.00	\$15,782.74	\$12,047.26	\$92.09	\$11,955.17	40862	Since collection actions can not be implemented, a memo requesting a waiver for this debt is in the process of being signed. The Program office will maintain information on this debt and potentially offset any future grant requests to this grantee.
FEMA	Entity	Sylcauga, Talladega County	AL	Emergency Food & Shelter Program	OGC has determined that FEMA cannot implement collection actions on EFSP improper Payments. The servicing agent (United Way) will collect funds from Charitable Organization. The Servicing Agent will provide collection details by the 15th of each month. The Servicing Agent has reached out to the applicable Charitable Organizations and informed them that either they supply additional documentation to support their drawdowns or return the funds. If Charitable Organizations do not comply with the Servicing Agent's request, they will be denied any future funding from the Emergency Food and Shelter Program.	October 28, 2009	November 15, 2011	\$52,549.00	\$0.00	\$52,549.00	\$0.00	\$52,549.00	40862	Since collection actions can not be implemented, a memo requesting a waiver for this debt is in the process of being signed. The Program office will maintain information on this debt and potentially offset any future grant requests to this grantee.
FLETC	Individual	Glynco	GA	Human Capital Division	A debt has been created with National Finance Center	March 26, 2014	April 4, 2014	\$36,545.84	\$0.00	\$36,725.84	\$300.00	\$36,425.84	41733	A probationary employee was removed for submitting incorrect information on her OF-306 when she did not list her father on the form. Her father was the HR Specialist who referred her for the position she was placed into, a violation of 5 USC Chapter 31, Authority for Employment, Section 3110 which states that, a public official (defined as an employee vested in the authority by law, rule, or regulation, to recommend individuals for appointment) may not advocate for any individual who is a relative of the public official. (In this case, the HCD employee met the criteria of a public official, and his daughter obviously met the definition of a relative.) The law goes on to read... An individual appointed, employed, promoted or advanced in violation of this section is not entitled to pay and money may not be paid from the Treasury as pay to an individual. To prevent recurrence additional training for HR staff regarding Merit System Principles and Prohibited Personnel Practice will be administered. Payment Date cell would not let me input: Payments were made each pay period from 01/14/2013-03/26/2014. Waiting on NFCs final paperwork, and the amount will change once received.
USCG	Individual	St. Johns	FL	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay Office	Payroll deduction at maximum rate	March 1, 2014	May 15, 2014	\$18,420.83	\$0.00	\$18,420.83	\$1,200.91	\$17,219.92	41774	
USCG	Individual	Orange	CA	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay Office	Payroll deduction at maximum rate	March 1, 2014	May 1, 2014	\$7,784.04	\$0.00	\$7,784.04	\$886.72	\$6,897.32	41760	

**Department of Homeland Security
Prior Quarter Outstanding Debt
Reporting Quarter Ending June 30, 2015**

Debts Under Collection by DHS

Component	Recipient Type (Entity or Individual)	City	State	Program(s) Responsible	Recovery Action Taken or Planned	Payment Date	High \$ Overpayment Date Identified	Amount Paid	Correct Amount	Overpayment Amount	Recovered Amount	Outstanding Balance	Days Outstanding	Additional Comments	
USCG	Individual	Santa Rita	Guam	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay Office	Payroll deduction at maximum rate	March 15, 2014	April 1, 2014	\$7,801.55	\$0.00	\$7,801.55	\$6,424.06	\$1,377.49	41730		
USCG	Individual	Baltimore	MD	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate.	October 1, 2013	December 4, 2013	\$12,307.00	\$0.00	\$12,307.00	\$3,381.25	\$8,925.75	41612		
USCG	Individual	Cheasapeake	VA	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate.	August 15, 2009	December 3, 2013	\$5,685.13	\$0.00	\$5,685.13	\$2,809.50	\$2,875.63	41611		
USCG	Individual	Portland	OR	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate.	October 15, 2013	December 1, 2013	\$5,511.75	\$0.00	\$5,511.75	\$4,846.09	\$665.66	41609		
USCG	Individual	Honolulu	HI	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate.	August 15, 2013	October 1, 2013	\$5,318.99	\$0.00	\$5,318.99	\$894.78	\$4,424.21	41548		
USCG	Individual	San Francisco	CA	Coast Guard Pay & Personnel Center Military Active & Reserve Pay	Payroll deduction at maximum rate.	April 15, 2013	April 30, 2013	\$5,923.50	\$0.00	\$5,923.50	\$2,165.72	\$3,757.78	41394		
USCG	Individual	Nashville	TN	Coast Guard Pay & Personnel Center Military Active & Reserve Pay	Payroll deduction at maximum rate.	March 14, 2013	April 25, 2013	\$9,195.67	\$0.00	\$9,195.67	\$6,521.87	\$2,673.80	41389		
USCG	Individual	New Orleans	LA	Coast Guard Pay & Personnel Center - Military Active and Reserve Pay	Payroll deduction at maximum rate.	October 1, 2011	November 25, 2011	\$7,135.16	\$0.00	\$7,135.16	\$2,014.04	\$5,121.12	40872		
USCG	Individual	Seattle	WA	Coast Guard Pay & Personnel Center - Military Active and Reserve Pay	Payroll deduction at maximum rate.	Nov. 1, 2008	June 15, 2011	\$8,903.21	\$1,051.71	\$7,851.50	\$6,329.02	\$1,522.48	40709		
Total								\$302,232.91	\$27,971.95	\$274,440.96	\$40,711.04	\$233,729.92			

**Department of Homeland Security
Debt Sent to Treasury Offset Program
Reporting Quarter Ending June 30, 2015**

Debts Sent to Treasury Offset Program for Collection													
Component	Recipient Type (Entity or Individual)	City	State	Program(s) Responsible	Recovery Action Taken or Planned	Payment Date	High \$ Overpayment Date Identified	Amount Paid	Correct Amount	Overpayment Amount	Recovered Amount	Outstanding Balance	Days Outstanding
FEMA	Entity	U.S Virgin Islands	U.S. Virgin Islands	Port Security Grant Program	Recoupment package sent to Entity. Debt later sent to the Treasury Offset Program for collection.	November 11, 2008	September 30, 2010	\$19,239.54	\$0.00	\$19,239.54	\$0.00	\$19,239.54	1734
USCG	Individual	New York	New York	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate	September 30, 2011	April 8, 2013	\$10,893.70	\$0.00	\$10,893.70	\$1,349.76	\$9,543.94	813
USCG	Individual	Alameda	California	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate	March 15, 2014	July 23, 2014	\$5,554.90	\$0.00	\$5,554.90	\$0.00	\$5,554.90	342
USCG	Individual	Rochester	NY	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate	November 15, 2013	January 2, 2014	\$6,779.56	\$0.00	\$6,779.56	\$6,500.66	\$278.90	544
USCG	Individual	Portsmouth	VA	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate	June 15, 2013	December 10, 2013	\$51,074.15	\$824.99	\$50,249.16	\$0.00	\$50,249.16	567
USCG	Individual	Santa Rose	CA	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate	July 31, 2012	September 26, 2012	\$29,842.78	\$0.00	\$29,842.78	\$18,380.96	\$11,461.82	1007
Total								\$123,384.63	\$824.99	\$122,559.64	\$26,231.38	\$96,328.26	

**Department of Homeland Security
Debt Collected or Cleared - Prior Quarter
Reporting Quarter Ending June 30, 2015**

Debts Cleared or Collected by DHS

Component	Recipient Type (Entity or Individual)	City	State	Program(s) Responsible	Recovery Action Taken To Recoup Overpayment	Payment Date	High \$ Overpayment Date Identified	Date Overpayment Recouped	Amount Paid	Correct Amount	Overpayment Amount	Recovered Amount	Waived Amount or Documentation Received	Outstanding Balance	Days taken to Recoup Overpayment
USCG	Individual	Washington	District of Columbia	Coast Guard Pay & Personnel Center - Military Active and Reserve Pay	Payroll deduction at maximum rate	December 30, 2011	February 23, 2012	June 1, 2015	\$9,280.24	\$0.00	\$9,280.24	\$9,280.24	\$0.00	\$0.00	180
FEMA	Individual	Brick	NJ	Individuals and Households Payments	Based on research completed by the specialized processing unit (SPU) the entire debt has been cancelled as of 6/3/2015. The CAR-Recoup Rescinded letter was mailed to the applicant on 6/5/15. NEMIS Events log comments from 6/3/2015: "Sufficient information was received today from the natural gas provider regarding utility usage to warrant termination of this debt. An electronic copy of the bill was submitted to me and I forwarded it to the mailroom to be added to the file. The CAR letter will be mailed to terminate: BFC# R15B512382 Amount: \$31,900.00 Termination request also added to the spreadsheet for the developer to update the Finance tab."	January 23, 2013	September 30, 2014	June 5, 2015	\$31,900.00	\$0.00	\$31,900.00	\$0.00	\$31,900.00	\$0.00	180
USCG	Individual	San Juan	PR	Coast Guard Pay & Personnel Center - Military Active & Reserve Pay	Payroll deduction at maximum rate.	May 31, 2013	June 26, 2013	April 1, 2015	\$16,607.00	\$0.00	\$16,607.00	\$16,607.00	\$0.00	\$0.00	180
USCG	Individual	Washington	DC	Coast Guard Pay & Personnel Center - Military Active and Reserve Pay	Payroll deduction at maximum rate	May 15, 2014	September 23, 2014	April 29, 2015	\$7,834.17	\$0.00	\$7,834.17	\$7,834.17	\$0.00	\$0.00	180
USCG	Individual	Punte Gorta	FL	Coast Guard Pay & Personnel Center - Military Active and Reserve Pay	Payroll deduction at maximum rate	August 15, 2013	September 18, 2013	May 1, 2015	\$13,169.60	\$0.00	\$13,169.60	\$13,169.60	\$0.00	\$0.00	180
									Total	\$78,791.01	\$0.00	\$78,791.01	\$46,891.01	\$31,900.00	\$0.00

	Total Instances from inception to date	345	4	4	7	26	30	33	18	12	20	35	
HDOR - Ending Outstanding Balances:		Inception to											
Per Overpymt Reports Reported to OIG		Ending Balance-->	date Total	6/30/2015	3/31/2015	12/31/2014	9/30/2014	6/30/2014	3/31/2014	12/31/2013	9/30/2013	6/30/2013	3/31/2013
B	Ending Current Quarter Outstanding Balance from Prior Quarter		\$330,058	\$315,057	\$315,652	\$362,594	\$354,253	\$836,659	\$949,655	\$482,135	\$1,857,618	\$1,146,402	
A	Additions: Current Qtr Activity Outstanding		\$0	\$64,484	\$31,900	\$105,890	\$585,381	\$589,007	\$255,870	\$495,043	\$54,358	\$1,213,685	
S	Net Change (Plug): From Qtr to Qtr (Collections) and/or Additions		(\$49,483)	\$31,989	(\$120,932)	(\$471,150)	(\$486,033)	\$220,142	\$228,346	(\$934,797)	(\$448,112)	\$1,210,589	
E	Ending Outstanding Balance		\$330,058	\$379,541	\$347,552	\$468,484	\$939,633	\$1,425,666	\$1,205,525	\$977,178	\$1,911,976	\$2,360,088	
Explanations													
	Debt Fully Collected from Prior Qtr		(\$46,891)	(\$83,146)	(\$67,311)	(\$567,999)	(\$609,239)	(\$230,729)	(\$59,023)	(\$30,850)			
	Debt Waived due to sufficient documentation provided and/or CFO requested action		(\$31,900)	(\$5,281)	(\$85,765)	(\$4,755)	(\$481,351)	(\$124,371)	(\$92)	(\$1,378,275)			
	Adjustment-Qtr over Qtr Amount Fully Collected and/or written Off but was Partially Collected in Prior Quarter		\$15,001	\$55,932	\$11,618	\$12,923	\$43,914	\$5,847	\$13,098	\$9,424			
	Plug: Amounts Collected from Entities and/or Individuals that are on Payment Plans-Qtr Over Qtr		(\$14,307)	(\$64,484)	(\$20,526)	(\$88,681)	(\$560,642)	(\$569,395.39)	(\$274,363.23)	(\$464,903.62)			
	Net Change: Qtr over Qtr		\$49,483	(\$31,989)	\$120,932	\$471,150	\$486,033	-\$220,142	-\$228,346	\$934,797			
	Check:		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0			
	• Debts cleared or collected by DHS that were outstanding the prior quarter FY14Q4 total		(\$49,483)										
	• Debts previously reported that remain outstanding		\$330,058										
	Across Document-All Outstanding Items		\$330,058										
	Check		\$0										
	Quarterly Details Reconciled to Master Reconciliaton		\$0										
	Dashboard		#REF!										

Department of Homeland Security High-Risk Employment Security Reporting Requirements										State Tracking of FY 14 GR												
Fiscal Year	Quarter	Component	Reporting Year (Fiscal or Calendar)	City	State	Program/Responsibility	Calendar Action Year of Payment	Category (HR)	Reason of Overpayment Category	Why the Overpayment Occurred And Actions to Prevent Recurrence	Payment Rate	State High Employment Identified for Reporting to the Department	Non-Overpayment Amount	Overpayment Amount	Recovered Amount	Outstanding Balance	High Contingency Payments	Bill Type(s)	Payment Plan	Start Month of Payment Plan	Number of Months of Documentation Received	Explanation or Special Note

Department of Homeland Security High-Risk Overpayment Report Reporting Cycle: 01/01/2018 - 12/31/2018										Start Tracking in FY 14 Q3										Start Tracking in FY 14 Q4		
Fiscal Year	Quarter	Component	Reporting Unit (SIC)	City	State	Program/Responsibility	Calendar Action Year of Payment	Category (OMB)	Reason of Overpayment Category	Why the Overpayment Occurred And Action to Prevent Recurrence	Payment Rate	Rate High's Employment Identified for Reporting to the Department	Non-Overpayment Amount	Overpayment Amount	Recovered Amount	Outstanding Balance	High Country Percentage	Bill Type(s)	Payment Plan	High Risk of Payment Plan	Number Amount of Documentation Received	Explanation or Special Note