Improper Payment (IP) Reduction Outlook FY 2006 – FY 2010
(Based on FY 2005 – FY 2009 data)
($ in millions)

Program: Compensation (1)

FY 2006 (Based on FY 2005 data)	
Outlays $ (2)	28,711
IP%	
Overpayments	0.73
Underpayments	0.34
IP $	
Overpayments	208.3
Underpayments	97.7

FY 2007 (Based on FY 2006 data)	
Outlays $ (2)	30,915
IP%	
Overpayments	0.67
Underpayments	0.11
IP $	
Overpayments	208.1
Underpayments	32.7

FY 2008 (Based on FY 2007 data)	
Outlays $ (2)	34,193
IP%	
Overpayments	0.69
Underpayments	0.32
IP $	
Overpayments	235.9
Underpayments	109.4

FY 2009 (Based on FY 2008 data)	
Outlays $ (2)	37,430
IP%	
Overpayments	0.67
Underpayments	0.31
IP $	
Overpayments	250.8
Underpayments	116.0

FY 2010 (Based on FY 2009 data)	
Outlays $ (2)	40,862
IP%	
Overpayments	0.65
Underpayments	0.3
IP $	
Overpayments	265.6
Underpayments	122.6

Program: Pensions

FY 2006 (Based on FY 2005 data)	
Outlays $ (2)	3,383
IP%	
Overpayments	10.6
Underpayments	0.28
IP $	
Overpayments	361.1
Underpayments	9.8

FY 2007 (Based on FY 2006 data)	
Outlays $ (2)	3,525
IP%	
Overpayments	8.51
Underpayments	0.11
IP $	
Overpayments	300.0
Underpayments	3.9

FY 2008 (Based on FY 2007 data)	
Outlays $ (2)	3,645
IP%	
Overpayments	10.1
Underpayments	0.26
IP $	
Overpayments	368.1
Underpayments	9.45

FY 2009 (Based on FY 2008 data)	
Outlays $ (2)	3,773
IP%	
Overpayments	8.0
Underpayments	0.25
IP $	
Overpayments	301.8
Underpayments	9.4

FY 2010 (Based on FY 2009 data)	
Outlays $ (2)	3,912
IP%	
Overpayments	7.88
Underpayments	0.24
IP $	
Overpayments	308.3
Underpayments	9.4

Program: Education

FY 2006 (Based on FY 2005 data)	
Outlays $ (2)	2,611
IP%	
Overpayments	0.53
Underpayments	0.71
IP $	
Overpayments	13.8
Underpayments	18.5

FY 2007 (Based on FY 2006 data)	
Outlays $ (2)	2,754
IP%	
Overpayments	1.9
Underpayments	1.77
IP $	
Overpayments	52.3
Underpayments	48.7

FY 2008 (Based on FY 2007 data)	
Outlays $ (2)	3,007
IP%	
Overpayments	1.5
Underpayments	1.45
IP $	
Overpayments	45.1
Underpayments	43.6

FY 2009 (Based on FY 2008 data)	
Outlays $ (2)	3,137
IP%	
Overpayments	1.30
Underpayments	1.30
IP $	
Overpayments	40.8
Underpayments	40.8

FY 2010 (Based on FY 2009 data)	
Outlays $ (2)	3,213
IP%	
Overpayments	1.20
Underpayments	1.20
IP $	
Overpayments	38.6
Underpayments	38.6

Program: Vocational Rehabilitation

FY 2006 (Based on FY 2005 data)	
Outlays $ (2)	583
IP%	
Overpayments	0.50
Underpayments	0.56
IP $	
Overpayments	2.9
Underpayments	3.3

FY 2007 (Based on FY 2006 data)	
Outlays $ (2)	573
IP%	
Overpayments	0.33
Underpayments	0.37
IP $	
Overpayments	1.9
Underpayments	2.1

FY 2008 (Based on FY 2007 data)	
Outlays $ (2)	618
IP%	
Overpayments	0.42
Underpayments	0.48
IP $	
Overpayments	2.6
Underpayments	3.0

FY 2009 (Based on FY 2008 data)	
Outlays $ (2)	669
IP%	
Overpayments	0.38
Underpayments	0.44
IP $	
Overpayments	2.5
Underpayments	2.9

FY 2010 (Based on FY 2009 data)	
Outlays $ (2)	716
IP%	
Overpayments	0.34
Underpayments	0.4
IP $	
Overpayments	2.4
Underpayments	2.9

Program: Loan Guaranty (3)

FY 2006 (Based on FY 2005 data)	
Outlays $ (2)	1,137
IP%	0.30
IP $	3.5

FY 2007 (Based on FY 2006 data)	
Outlays $ (2)	876
IP%	0.54
IP $	4.7

FY 2008 (Based on FY 2007 data)	
Outlays $ (2)	881
IP%	0.61
IP $	5.4

FY 2009 (Based on FY 2008 data)	
Outlays $ (2)	925
IP%	0.54
IP $	5.0

FY 2010 (Based on FY 2009 data)	
Outlays $ (2)	971
IP%	0.47
IP $	4.6

Program: Non-VA Care Fee

FY 2006 (Based on FY 2005 data)	
Outlays $ (2)	N/A
IP%	N/A
IP $	N/A

FY 2007 (Based on FY 2006 data)	
Outlays $ (2)	1,578
IP%	5.87
IP $	92.6

FY 2008 (Based on FY 2007 data)	
Outlays $ (2)	1,757
IP%	6.00
IP $	105.4

FY 2009 (Based on FY 2008 data)	
Outlays $ (2)	1,917
IP%	5.9
IP $	113.1

FY 2010 (Based on FY 2009 data)	
Outlays $ (2)	2,092
IP%	5.8
IP $	121.3

(1) Dependency & Indemnity Compensation is included with Compensation.
(2) For some programs, dollars reported are payments, not necessarily outlays. Overpayments and underpayments are identified for programs for which separate data are available.
(3) 2006 was the first year VA reported Property Management improper payment information. The program is able to track and report on payment-level data. However, projection outlays are estimated since no historical data are yet available with which to accurately form projection models. VA will adjust projection estimates accordingly as data for a projection model become available.