



Board of Public Health Meeting

Tuesday, March 12, 2013



We Protect Lives.

Commissioner's Update

Brenda Fitzgerald, MD

Vaccine Recommendations

Pat O'Neal, M.D.

Legislative Update

David Bayne

DPH Audit Update

Kate Pfirmman, CFO

FY 2012 Audit Update

Highlights

1st Audit as the New Department of Public Health

- Overall a Positive Audit
- Some opportunities for improvement
 - 6 Audit Findings
 - 6 Other Matters Noted in Audit
- Federal Funds Audit:
 - Immunization
 - WIC
 - HIV

FY2012 Audit Findings

#	Finding	Corrective Action
1	Inadequate Journal Entry Documentation • <i>Inadequate documentation for post closing adjustments.</i>	<ul style="list-style-type: none">•Updated policies and procedures.•Additional training for staff with journal entry responsibility.
2	Inadequate Internal Control Procedures and Documentation- Immunization Program • <i>Lack of supporting documentation for indirect cost.</i>	<ul style="list-style-type: none">•Implemented policies and procedures to ensure monitoring and documentation for indirect cost.•Indirect Cost allocated quarterly.
3	Lack of Internal Controls over Matching, Level of Effort Earmarking- HIV Formula Grants. • <i>DPH did not have policies and procedures in place for verifying and monitoring compliance with grant requirements.</i>	<ul style="list-style-type: none">•Monthly monitoring of MOE, Match and Earmark funds.• Monthly Reconciliation between Program staff and Financial Management staff.

FY2012 Audit Findings

#	Finding	Corrective Action
4	<p>Transparency Reports not filed- WIC and HIV</p> <ul style="list-style-type: none"> • <i>Federal Funding Accountability and Transparency Act (FFATA) reports not filed.</i> 	<ul style="list-style-type: none"> • Established controls and procedures for FFATA reporting. • FFATA reporting staff have received additional training.
5	<p>Failure to Document Review and Approval of Compliance Investigations-WIC</p> <ul style="list-style-type: none"> • <i>Office of Inspector General did not provide adequate evidence of review and approval of the compliance investigations.</i> 	<ul style="list-style-type: none"> • Revised Standard Operating Procedure (SOP) for the WIC reviews. • Email from the Investigative Supervisor to serve as evidence of review and approval of investigative reports.
6	<p>Special Test and Provisions-Immunization</p> <ul style="list-style-type: none"> • <i>Required site visits not performed within the prescribed two year time period (4 instances).</i> • <i>Follow-up visit was not conducted to determine if the VFC provider implemented corrective action plan (1 instance).</i> 	<ul style="list-style-type: none"> • March 2013-New operations guide for Immunization Program Consultants (IPC) implemented. • IPCs will document site visits into the CDC Comprehensive Clinic Assessment Software Application data and submit a monthly site visit report to the Field Services Manager (FSM).

FY2012 Audit-Other Matters Noted

	Description	Corrective Action
1	Schedule of Expenditures and Federal Awards (SEFA) Report Deficiencies <ul style="list-style-type: none">•\$674K in expenditures incorrectly reported.•Sub-recipients awards not included on the report.	<ul style="list-style-type: none">•SEFA preparation procedure documented.•Staff to receive additional training on completing this annual report.
2	Reporting Deadline <ul style="list-style-type: none">•Department missed deadline for (2)year-end reports.	<ul style="list-style-type: none">•Internal year-end close schedule to include internal completion dates for year-end forms to ensure completed by required deadline.
3	Lease Agreement Data <ul style="list-style-type: none">•Lack of supporting documentation (1 Lease)•Lease amount reported incorrectly (3 Leases)	<ul style="list-style-type: none">•Lease Agreement Data preparation procedure documented.•Staff to receive additional training on completing this year-end form.

FY2012 Audit-Other Matters Noted

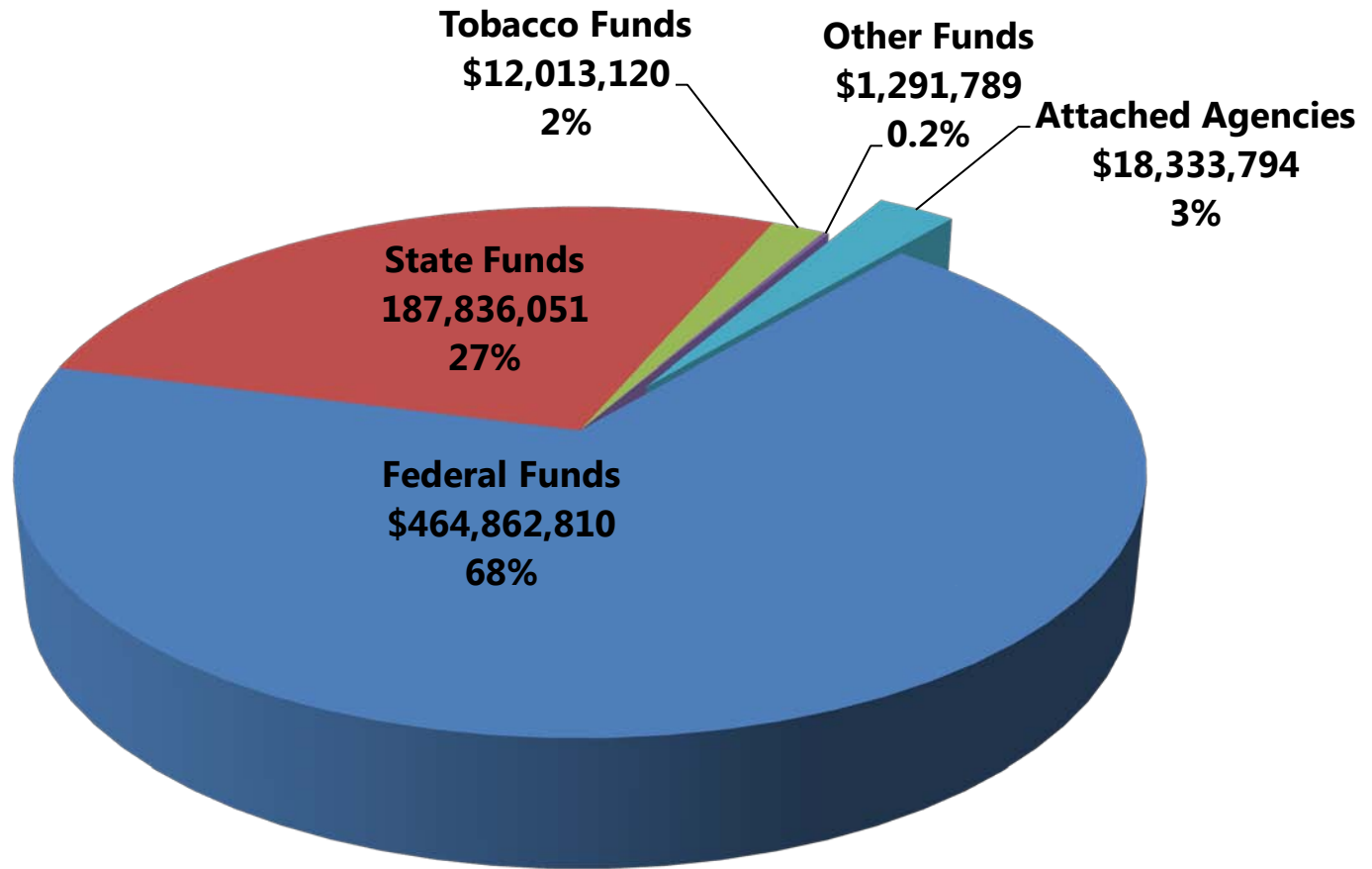
#	Description	Corrective Action
4	Capital Assets • <i>Capital Assets transferred from DCH were not recorded timely or accurately.</i>	<ul style="list-style-type: none">•Capital Assets to be reconciled quarterly.•Staff responsible for capital asset reconciliation to receive additional training.
5	P-Card Transactions <i>One P-card transaction split to avoid exceeding cardholder's \$2,500 limit.</i>	<ul style="list-style-type: none">•Ensure that all P-Card holders are aware of Statewide Purchasing Card Policy.•Monitor P-Card transactions to ensure compliance with policy.

Amended FY2013 & FY2014 Budget Update

Kate Pfirman, CFO

DPH FY13 Total Funds Budget

Total Funds = \$684,337,564



Attached agencies:

- Georgia Trauma Commission - \$15,937,214
- Brain & Spinal Injury Trust Fund - \$2,396,580

Amended FY2013 Budget Changes

Adolescent & Adult Health Promotion

Eliminate three vacant positions in adolescent health and youth development due to organizational restructure.	(\$172,243)
Reduce funds for programmatic grant-in-aid (<i>Columbus STD program</i>)	(\$30,000)
Provide funds for the SHAPE Initiative contract	\$85,000

Adult Essential Health Treatment Services

Reduce funds for hypertension outreach services.	(\$0)
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Departmental Administration

Reduce funds to reflect an adjustment in property liability premiums.	(\$7,399)
Reflect an adjustment in telecommunications expenses.	\$2,642,703
Reduce funds for personal services (\$1,880,240) and operating expenses (\$40,000).	(\$1,920,240)

Emergency Preparedness

Eliminate one-time funds to evaluate a real-time interactive web-based quality assessment and assurance system utilizing American Association of Neurological Surgeons (AANS) approved evidence-based medicine for Traumatic Brain Injury.	(\$350,000)
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Infant & Child Essential Health Treatment Services

Replace state funds with existing federal funds in the oral health prevention program.	(\$475,340)
Reduce funds for programmatic grant-in-aid. <i>Children's Medical Services (\$576,574); Genetics/Sickle Cell (\$525,172)</i>	(\$1,101,746)
Recognize contract savings by moving high cost hemophilia clients into the federal Pre-existing Condition Insurance Plan (PECIP).	(\$298,000)

Infant & Child Health Promotion

Reduce funds for programmatic grant-in-aid. (<i>Rome Foster Care program</i>)	(\$27,500)
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Public Health Grants to Counties

Reduce funds for programmatic grant-in-aid. (<i>Health Check Outreach</i>)	(\$493,276)
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Total Changes (\$2,148,041)

We Protect Lives.

Amended FY2013 Budget Summary

State General Funds	FY2013 Budget	Changes	AFY13 Budget
Adolescent and Adult Health Promotion	\$3,751,224	(\$117,243)	\$3,633,981
Adult Essential Health Treatment Services	\$611,737		\$611,737
Departmental Administration	\$20,360,920	\$715,064	\$21,075,984
Emergency Preparedness	\$2,753,939	(\$350,000)	\$2,403,939
Epidemiology	\$4,049,176		\$4,049,176
Immunization	\$2,505,125		\$2,505,125
Infant and Child Essential Health Treatment Services	\$22,079,771	(\$1,875,086)	\$20,204,685
Infant and Child Health Promotion	\$12,203,708	(\$27,500)	\$12,176,208
Infectious Disease Control	\$30,499,493		\$30,499,493
Inspections and Environmental Hazard Control	\$3,571,617		\$3,571,617
Public Health Grants to Counties	\$81,858,779	(\$493,276)	\$81,365,503
Vital Records	\$3,590,562		\$3,590,562
DPH Budget Programs	\$187,836,051	(\$2,148,041)	\$185,688,010

Tobacco Funds			
Administration	\$131,795		\$131,795
Adolescent and Adult Health Promotion	\$5,152,439		\$5,152,439
Adult Essential Health Treatment Services	\$6,613,249		\$6,613,249
Epidemiology	\$115,637		\$115,637
Total Tobacco Funds	\$12,013,120	\$0	\$12,013,120
Total DPH State Fund Changes:	\$199,849,171	(\$2,148,041)	\$197,701,130

FY14 State Funds Recommendation-House

Common Changes:

Increase funds to reflect an adjustment in the employer share of the Employees' Retirement System.	\$5,683,105
Increase funds to reflect an adjustment in TeamWorks billings.	\$23,376
Reflect adjustment in telecommunications expenses.	\$1,967,384

Adolescent & Adult Health Promotion

Eliminate three vacant positions in adolescent health and youth development due to organizational restructure.	(\$239,233)
Reduce funds for programmatic grant-in-aid. (<i>Columbus STD program</i>)	(\$60,000)
Transfer tobacco settlement funds for the Georgia Center for Oncology Research and Education (CORE) from the Department of Economic Development to the Department of Public Health	\$275,000
Transfer tobacco settlement funds for the Regional Cancer Coalitions from the Department of Economic Development to the Department of Public Health for a direct contract with each of the five Regional Cancer Coalitions for \$240,948	\$1,204,740
Provide funds for the SHAPE Initiative contract.	\$170,625

Adult Essential Health Treatment Services

Eliminate funds for hypertension outreach services.	(\$611,737)
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Departmental Administration

Reduce funds for personal services (\$1,880,240) and operating expenses (\$40,000).	(\$1,920,240)
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Emergency Preparedness

Eliminate one-time funds to evaluate a real-time interactive web-based quality assessment and assurance system utilizing American Association of Neurological Surgeons (AANS) approved evidence-based medicine for Traumatic Brain Injury.	(\$350,000)
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Epidemiology

Reduce funds for tuberculosis detection, prevention and treatment.	(\$200,000)
Restore funding to the Fulton DeKalb Authority for the Georgia Poison Center contract.	\$50,000

FY14 State Funds Recommendation-House

Infant & Child Essential Health Treatment Services

Reduce funds for programmatic grant-in-aid. <i>Children's Medical Services (\$576,574); Genetics/Sickle Cell (\$525,172)</i>	(\$1,101,746)
Replace state funds with existing federal funds in the oral health prevention program.	(\$274,657)
Recognize contract savings by moving high cost hemophilia clients to the federal Pre-existing Condition Insurance Plan (PECIP)	(\$189,018)
Increase funds for the sickle cell disease treatment contract.	\$150,000

Infant & Child Health Promotion

Reduce funds for programmatic grant-in-aid. <i>(Rome Foster Care program)</i>	(\$55,000)
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Infectious Disease Control

Increase funds to provide clinical services and testing supplies.	\$570,505
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Public Health Grants to Counties

Reduce funds for programmatic grant-in-aid. <i>(Health Check Outreach)</i>	(\$986,551)
Provide funds for the third year phase-in of the new grant-in-aid formula to hold harmless all counties.	\$1,559,885

Total House Changes \$5,666,438

FY14 Budget Summary

State General Funds	FY2013 Budget	FY14 Change	FY2014 HOUSE
Adolescent and Adult Health Promotion	\$3,751,224	(\$102,540)	\$3,648,684
Adult Essential Health Treatment Services	\$611,737	(\$608,566)	\$3,171
Departmental Administration	\$20,360,920	\$429,417	\$20,790,337
Emergency Preparedness	\$2,753,939	(\$302,807)	\$2,451,132
Epidemiology	\$4,049,176	(\$122,972)	\$3,926,204
Immunization	\$2,505,125	\$2,139	\$2,507,264
Infant and Child Essential Health Treatment Services	\$22,079,771	(\$1,384,880)	\$20,694,891
Infant and Child Health Promotion	\$12,203,708	(\$10,970)	\$12,192,738
Infectious Disease Control	\$30,499,493	\$728,634	\$31,228,127
Inspections and Environmental Hazard Control	\$3,571,617	\$49,242	\$3,620,859
Public Health Grants to Counties	\$81,858,779	\$5,458,867	\$87,317,646
Vital Records	\$3,590,562	\$51,134	\$3,641,696
DPH Budget Programs	\$187,836,051	\$4,186,698	\$192,022,749

Tobacco Funds:			
Administration	\$131,795		\$131,795
Adolescent and Adult Health Promotion	\$5,152,439	\$1,479,740	\$6,632,179
Adult Essential Health Treatment Services	\$6,613,249		\$6,613,249
Epidemiology	\$115,637		\$115,637
Total Tobacco Funds	\$12,013,120	\$1,479,740	\$13,492,860
Total DPH State Fund Changes:	\$199,849,171	5,666,438	\$205,515,609

Impact of Sequestration

Kate Pfirman, CFO

What is Sequestration?

- \$85 B in across the board budget cuts to Federal agencies
- Came about as a result of the Budget Control Act of 2011 (Debt Ceiling Compromise)
- Some items exempt, e.g. Vaccines for Children
- Two Sequestrations– 3/1/13 and 3/27/13

Impact to Georgia Public Health

- Total impact unknown– Federal agencies have flexibility in what items to cut in their budget
- Have received notice from CDC that “it is possible” that our awards may be subject to reduction

Where to Go From Here?

- Will use estimates for major grants to plan expenditures
- Budgetary Guiding Principles will be used:
 - Unique Services
 - Strategic Plan Priorities
 - Maintain Matching and MOE requirements
 - Statutory Requirements

Imperatives

- Update the Board
- Keep Governor and Legislators informed
- Two way communication between State and Districts

Closing Comments

Gary Nelson, Ph.D.
Chair

The next Board of Public Health meeting
is currently scheduled on
Tuesday, April 9, 2013 @ 1:00 PM.

To get added to the notification list for upcoming meetings, send
an e-mail to rmshaw@dhr.state.ga.us