

# **FINANCIAL MANAGEMENT SYSTEMS**

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May 9, 2019

Sponsored by the Health Resources and Services Administration

Financial Management System must meet GAAP or GASB Principles. The system must be able to produce the reports required for management and the Board of Directors to utilize in the decision making process

Draw Down requirements:

Draw for immediate use

Draw for payroll

Draw for equipment or construction demands

# **AUDITS**

REF: 2 CFR 200 - UNIFORM ADMINISTRATIVE  
REQUIREMENTS, COST PRINCIPLES, AND AUDIT  
REQUIREMENTS FOR FEDERAL AWARDS

Audited Financial Statements and Compliance Reports

## Applicability:

A non-Federal entity that expends \$750,000 or more during the non-Federal entity's fiscal year in Federal awards must have a single or program-specific audit conducted for that year

Performed on an annual basis

CPA firm familiar with CFR 2

Submitted within the appropriate time frame

Components: The audit must cover the entire operations of the auditee, or, at the option of the auditee, such audit must include a series of audits that cover departments, agencies, and other organizational units that expended or otherwise administered Federal awards during such audit period, provided that each such audit must encompass the financial statements and schedule of expenditures of Federal awards for each such department, agency, and other organizational unit, which must be considered to be a non-Federal entity. The financial statements and schedule of expenditures of Federal awards must be for the same audit period.

# Findings

(By auditor)

*“Audit findings reported.* The auditor must report the following as audit findings in a schedule of findings and questioned costs: Significant deficiencies and material weaknesses in internal control over major programs and significant instances of abuse relating to major programs. The auditor's determination of whether a deficiency in internal control is a significant deficiency or material weakness for the purpose of reporting an audit finding is in relation to a type of compliance requirement for a major program identified in the Compliance Supplement.”



# Non Grant Funds

Definition – Funds generated outside of the scope of the project

Example – Rents, interest on reserves, income from non-scope activities

Uses – Whatever you wish

Financial Management

Segregation of Duties

Federal and Non-Federal Charts of  
Accounts

Aging AP and AR

AP should not extend beyond 30/60 days if possible to preserve credit  
rating

Ars should be written off after 120 days maximum to present accurate  
financial position

# **BILLING AND COLLECTIONS**

Inability to Pay Policy  
(Waiver Authority)

Refusal to Pay Policy

# Budgeting

Federal and Non-Federal Resources

Income from Non-Grant Sources

# Provider Productivity

## 2017 National UDS Data --Productivity:

### Physicians

FP	2958	GP	3048
IM	2953	PED	3193
OB	2832	All PHYS	3021

### Mid-Level

NP	2526	PA	2821
CNM	2182	All	2563

Encounter/user 3.2

### Dental

Dentists	2600
RDH	1180

# QUESTIONS AND ANSWERS

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