

PD-ABF-877
79819

FINAL REPORT

for

Grant # PDC-08C1-A-00-1134-00

for grant period

September 27, 1991 to September 26, 1992

by

**The People-to-People Health Foundation, Inc.
(Project HOPE)
Millwood, Virginia 22646**

October 1992

The People-to-People Health Foundation, Inc.
FINAL REPORT
for
Grant # PDC-0801-A-00-1134-00
for grant period
September 27, 1991 to September 26, 1992

BACKGROUND STATEMENT

In May 1991, Project HOPE applied for a Title II Institutional Support Grant for "Planning Assistance" in order to explore the possibility of becoming involved in monetization projects, under the P.L. 480 Title II program. In September 1991, the Agency for International Development agreed to provide \$66,521 under Cooperative Agreement No. PDC-0801-A-00-1134-00 to enable Project HOPE to undertake a study to determine the feasibility of using food and resources to support health care programs. The agreement established the following objectives:

- o the Recipient (headquarters staff and staff in Malawi and Guatemala) will understand Title II regulations and responsibilities associated with a monetization program;
- o the Recipient shall develop the organizational and personnel requirements needed to implement food aid programs (alone or in conjunction with other PVOs);
- o the Recipient shall conduct feasibility studies in Malawi and Guatemala;
- o if feasible, the Recipient shall prepare and submit a multi-year proposal for institutionalizing the use of food aid in support of its health programs.

PROGRAM ACTIVITIES

Pursuant to these objectives, in November 1991, Project HOPE contacted the U.S.A.I.D. Missions in Malawi and Guatemala to propose the implementation of feasibility studies in each of these countries (see Attachment A and B). In response, Mrs. Carol Peasley, Director, U.S.A.I.D. Mission to Malawi, indicated that A.I.D. does not intend to initiate a regular PL 486 Title II Food Aid Program in Malawi. Similarly, Mr. Terrance J. Brown, Director of U.S.A.I.D.'s Mission to Guatemala responded that because of major assistance cutbacks to that country and commensurate downsizing of the Mission, new programs, such as the one being proposed, cannot be authorized (see Attachment C and D for their respective responses).

Subsequently in December 1991, the Food for Peace Office in Washington inquired if Project HOPE would be interested in conducting a Title II feasibility study in Albania. Warren

Grupe, M.D., and James Janeski of Project HOPE were invited to attend a meeting with Diane Blane, newly appointed U.S.A.I.D. Mission Director to Tirana, Albania, Rita Hudson, Food for Peace ANE, Noreen O'Mara and Ben Hoskins of the Food for Peace Office.

At the meeting, Ms. Blane described the dire need in Albania for food and health care programs, especially in the area of child and maternal care. Dr. Grupe discussed the findings of a Project HOPE assessment team, which conducted an initial study of health services in Albania in September 1991. The study documented an antiquated and ill-equipped health care system and extraordinarily high infant mortality rate (i.e. 59/1000).

Ms. Blane expressed strong interest in supporting a feasibility study conducted by Project HOPE to determine the possibility of using food aid resources to support health care programs in Albania.

The feasibility study was planned, with the assistance of Diane Blane and Dr. Kenneth Wind Andersen, WHO Representative in Albania, for the end of March. Originally the study team was to be comprised of a Project HOPE Headquarter's manager and Lawrence Barbieri of Support Systems International, a monetization consultant. However, based on the findings of the Project HOPE Albania Assessment Team, Project HOPE requested that a physician and a maternal and child care expert be added to the study team.

With the inclusion of the medical consultants the study was to have dual aspects, one for monetization and the other for maternal and child health. When Project HOPE sought approval from A.I.D. for the study, the Project Manager indicated that child and maternal care and not food aid monies should pay for that component. Funds were to be sought from the A.I.D. Bureau for Europe. This was not successful and the study was not undertaken.

In July 1992, Project HOPE again contacted the U.S.A.I.D. Mission in Malawi to determine if a recent drought there might have changed the need and consideration for a regular Title II Food Program (see Attachment E). The Mission replied that it had not changed its position regarding Title II Food Aid and that it was not appropriate for Project HOPE to conduct a feasibility study to explore ways that food aid might be used for development purposes (see Attachment F).

In response to an inquiry from the Project Officer, Project HOPE indicated, in August 1992, that it would not request a no-cost extension of the cooperative agreement (see Attachment G).

FINANCIAL STATEMENT

There are no unobligated funds to be returned to A.I.D., since the obligated funds were in the form of a letter of credit. We

will notify Mr. Gene Westlake at the A.I.D. Letter of Credit Office that we will no longer be drawing funds on this Grant. The grant funds not expended to date remain under the jurisdiction of A.I.D. Of the \$66,521 Grant funds, \$4,558 were expended (see Attachment H & I) during the life of the Grant. Salaries, wages and fringe benefits accounted for \$3,296 and indirect expenses accounted for the remaining balance.

The Final Financial Status Report has been submitted to the Office of Financial Management, PFM/FM/CMPD/DCB.

The Grant budget was as follows:

<u>Cost Element</u>	<u>A.I.D.</u>	<u>Recipient/ Others (Non-Fed)</u>	<u>Total</u>
Salaries	\$ 1,262	\$22,174	\$23,436
Travel & Transportation	25,183	0	25,183
Other Direct Costs	4,400	0	4,400
Consultants (1)	22,786	0	22,786
Indirect Costs @ 55.0%	<u>12,890</u>	<u>0</u>	<u>12,890</u>
TOTAL PROJECT COSTS	\$66,521	\$22,174	\$88,695

(1 Consultants are under subcontract. Costs reflect indirect cost factor of 38%, travel, transportation, per diem, other direct costs and fee.

Total Project Costs	\$88,695
Total A.I.D. Funding	\$66,521
Total A.I.D. Obligations	\$66,521

SUMMARY

The objectives of the Program Description as submitted to A.I.D. were not achieved due to the fact that the A.I.D. Missions in both Malawi and Guatemala did not concur with the program. Project HOPE attempted to re-interest the Malawi Mission after the occurrence of a major drought. The Mission replied that it had not changed its position regarding Title II Food Aid.

Project HOPE appreciates being awarded the Grant and believes that the concept of monetizing food aid to support health program is an excellent approach to expanded use of scarce resources. We recommend using the combined health and food aid team approach that was suggested for the Albania study. Although this approach was not utilized for this Grant, it should be considered for similar type studies.



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THE PROJECT HOPE HEALTH SCIENCES EDUCATION CENTER, MILLWOOD, VIRGINIA 22646 (703) 837-210
FAX (703) 837-181

November 12, 1991

Ms. Carol Peasley
Director
USAID
Nico House
Lilongwe, Malawi

Dear Ms. Peasley:

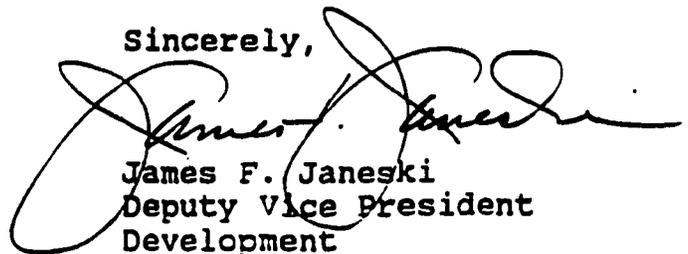
As USAID is aware, Project HOPE has been conducting USAID-supported child survival and AIDS prevention activities in the Malawi private sector under the supervision of the Ministry of Health since early 1990.

Project HOPE has recently been awarded a grant by the USAID Bureau of Food and Voluntary Assistance to explore the possibility of creative and constructive use of food to support HOPE's development efforts in selected countries. With USAID Malawi concurrence and guidance, Project HOPE is prepared to send a two-person team to Malawi to conduct a feasibility assessment of the possibility of utilizing food aid for development purposes, i.e. monetization. It would be the intention of Project HOPE to approach the possibility of food aid for development purposes in Malawi with careful consideration if this is consistent with the mission's strategy and scope of activities.

If USAID Malawi believes that such an assessment has potential for further development, Project HOPE will prepare a team to visit Malawi in the coming months. We very much look forward to hearing from USAID in this regard. Enclosed is some background information on the grant from USAID FVA.

Thank you very much for the consideration USAID will give to this proposal.

Sincerely,



James F. Janeski
Deputy Vice President
Development

cc: Dr. Thomas Kenyon
Dr. Lewis Pierce
Dr. Carolyn Krueger

Board of Directors: Joseph F. Abady, Jr., J. Patrick Barrett, Herbert J. Bloom, D.D.S., Ph.D., Robert E. Cameron, Mrs. Edward N. Cole, Theodore Cooper, M.D., Ph.D., J. Edward Day, Raymond V. Gilreath, William L. Henry, Gen. P.K. Kelley, Irwin Lerner, Edwin A. Locke, Jr., Robert F. Magno, Fred W. Ivons, Jr., Mrs. Emil Moscoso, Dr. Larry E. Robertson, M.D., Mrs. John B. Rowan, Charles A. Sanders, M.D., William B. Walsh, M.D., Richard J. Whalen, Joseph D. Williams. Officers: Joseph D. Williams, Chairman; William B. Walsh, M.D., President and Chief Executive Officer; William L. Henry, Treasurer; J. Edward Day, Secretary.

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WASHINGTON OFFICE: TWO WISCONSIN CIRCLE, SUITE 500, CHEVY CHASE, MARYLAND 20815 (301) 656-7401
November 12, 1991 FAX (301) 654-0629

Mr. Terrance Brown
Director
USAID, Guatemala
APO, Miami 34024-3190

Dear Mr. Brown:

As USAID is aware, Project HOPE has been conducting USAID-supported training programs for health care professionals with the Ministry of Health since 1976 and child survival and Vitamin A deficiency prevention activities since 1985.

Project HOPE has recently been awarded a grant by the USAID Bureau of Food and Voluntary Assistance to explore the possibility of creative and constructive use of food to support HOPE's development efforts in selected countries. With USAID Guatemala concurrence and guidance, Project HOPE is prepared to send a two-person team to Guatemala to conduct a feasibility assessment of the possibility of utilizing food aid for development purposes, i.e. monetization. It would be the intention of Project HOPE to approach the possibility of food aid for development purposes in Guatemala with careful consideration if this is consistent with the mission's strategy and scope of activities.

USAID FVA has informed Project HOPE that several PVO's have contacted USAID Guatemala with similar requests and that CARE Share and Catholic Relief Services are already providing food aid in Guatemala. Consequently, if it is impossible to consider additional food aid programs in Guatemala at this time, it will be appreciated if you will explain the current limitations and suggest when conditions might be more favorable.

We very much look forward to hearing from USAID in this regard. Enclosed is some background information on the grant from USAID FVA. Thank you very much for the consideration USAID will give to this proposal.

Sincerely,

James F. Janeski
Deputy Vice President
Development

cc: Dr. Lewis Pierce
Dr. Betinna Schwethelm
Dr. E. Croft Long

Board of Directors: Joseph F. Abelov, Jr., Patrick Barrett, Herbert J. Bloom, D.D.S., F.D., Robert E. Campden, Mrs. Edward N. Cole, Theodore Cooper, M.D., Ph.D., J. Edward Day, Raymond V. Giamarin, William L. Henry, Gen. P.X. Harey, Irwin Lerner, Edw. A. Locke, Jr., Robert P. Luciano, and W. Lyons, Jr. Mrs. Emil Mosbacher, J. Jerry E. Roberson, Ph.D., Mrs. John B. Rogan, Charles A. Sanders, M.D., William B. Waisn, M.D., Richard J. Whalen, Joseph D. Williams. Officers: Joseph D. Williams, Chairman, William B. Waisn, M.D., Vice-Chairman and Chief Executive Officer; William B. Waisn, Jr., President and Chief Operating Officer; William L. Henry, Treasurer; J. Edward Day, Secretary

P.O. Box 30455
Lilongwe 3
Malawi



NICO House, City Centre
Tel: 731 455/731 632/731 093
Telex: 4627
Fax: 730-237

December 4, 1991

Mr. James F. Janeski
Deputy Vice-President for Development
The Project HOPE Health Sciences
Education Center
Millwood, VA 22646

Dear Mr. Janeski,

We have received your letter of November 12, 1991 informing us of the recent award to Project HOPE of a grant by the USAID Bureau of Food and Voluntary Assistance to explore the possibility of creative and constructive use of food to support HOPE's development efforts in selected countries. Your letter also requests USAID/Malawi concurrence and guidance for Project HOPE to conduct a feasibility assessment of the possibility of utilizing food aid for development purposes in Malawi.

You should be aware that A.I.D. does not have a regular Title II Food Aid Program in Malawi. The food aid currently entering Malawi is being provided on an emergency basis through the World Food Program to feed Mozambican refugees. Smaller amounts have been provided to the Government of Malawi in the past in response to drought or flood related disasters, also on an emergency basis. You should also be aware that A.I.D. has no intention of initiating a regular PL480 Title II Food Aid Program in Malawi.

Since there are currently no food aid resources available for development purposes in Malawi, nor are there likely to be, conducting a feasibility assessment in Malawi does not seem to be a sensible use of Project HOPE's grant monies. We suggest that such assessments be carried out in countries having regularly programmed Title II Food Aid resources.

Sincerely,

Handwritten signature of Carol A. Peasley in cursive.

Carol A. Peasley
Mission Director

cc: Dr. Tom Kenyon
Regional Program Director
Project HOPE
P.O. Box 2493
Mbabane, SWAZILAND

U.S. Postal Address: USAID/Lilongwe (ID)
Washington, D.C. 20521-2280

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USAID GUATEMALA

UNITED STATES OF AMERICA



AGENCY FOR INTERNATIONAL DEVELOPMENT
UNITED STATES A.I.D. MISSION TO GUATEMALA

USAID/GUATEMALA or
UNIT 3323
APO AA 34024

c/o American Embassy
Guatemala City, Guatemala, C.A.

Telephones: PBX 320202 - 320322
Fax: 311151, 311505, 311506

27 NOV. 1991

Mr. James F. Janeski
Deputy Vice President
Development
Project HOPE

Dear Mr. Janeski,

Thank you for your letter dated November 12, 1991 concerning Project Hope's grant to explore Food Aid Programs. As you know, Central America (including Guatemala) has suffered major assistance cut-backs in the last two years. For this reason and the resulting downsizing of this Mission, we are not in a position to authorize many new programs.

Furthermore, Title II is experiencing difficulties in funding its inland operational cost and I expect these funding constraints to persist. It may well be that current programs will decrease substantially if operational funding does not increase for FY 93 and beyond.

The downsizing of the Mission will also decrease staff to a point that more cooperating sponsors cannot be adequately supported by USAID/Guatemala.

Thank you very much for considering us for a program proposal; however, because of the situations described above, it is difficult to say if and when the resource constraints of the USAID/Guatemala mission will improve and create more programming opportunities.

Sincerely,

Terrence J. Brown
Director

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THE PROJECT HOPE HEALTH SCIENCES EDUCATION CENTER, MILLWOOD, VIRGINIA 22646

(703) 837-2100
FAX (703) 837-1813

Attachment E

July 10, 1992

Ms. Carol Peasley
Director
USAID
Nico House
Lilongwe, Malawi

Dear Ms. Peasley:

With previous communication November 12, 1991, Aid Mission Malawi was made aware that Project HOPE was awarded a grant by the USAID Bureau of Food and Voluntary Assistance to explore the possibility of creative and constructive use of food to support HOPE'S development efforts in Malawi and other selected countries. At that time, Project HOPE requested guidance regarding the appropriateness of sending a team to Malawi. Your response and recommendation in a December 4, 1991 correspondence was that AID did not have a regular Title II Food Aid Program in Malawi and there were no plans to initiate such a program.

The purpose of this letter is to determine whether the recent famine conditions in Malawi may have changed the need and consideration for a such a food aid program. If the conditions have changed the need for strategies to meet the crisis, Project HOPE is prepared to conduct a feasibility assessment immediately to determine the possibility of utilizing food aid for development purposes.

If this program is consistent with the mission's strategy and scope of activities, we would appreciate the opportunity for further discussion of this request. Attached are copies of background information and previous correspondence. We thank you for your re-consideration to this proposal.

Sincerely,

Carolyn C. Kruger, Ph.D., R.N.
Director of Nursing

CK:gjm
Enclosure

Board of Directors: Joseph F. Avery, Jr., J. Patrick Barrett, Herbert J. Bloom, D.D.S., Ph.D., Robert E. Campbell, Mrs. Edward N. Cole, Theodore Cooper, M.D., Ph.D., J. Edward Day, Raymond V. Gorman, William L. Henry, Gen. P.X. Kelley, Irvin Lerner, Edwin A. Locke, Jr., Robert P. Luciano, Fred W. Lyons, Jr., Mrs. Emil Mosbacher, Jr., Jerry B. Robertson, Ph.D., Mrs. John B. Regan, Charles A. Sanders, M.D., William B. Wash, M.D., Richard J. Whalen, Joseph D. Williams. Officers: Joseph D. Williams, Chairman; William B. Wash, M.D., President and Chief Executive Officer; William L. Henry, Treasurer; J. Edward Day, Secretary.

**INTERNATIONAL DEVELOPMENT
MISSION TO MALAWI**

P.O. Box 30455
Lilongwe 3
Malawi



NICO House, City Centre
Tel: 731 455/731 632/731 093
Telex: 4627
Fax: 730-237

July 30, 1992

Dr. Carolyn C. Kruger
Director of Nursing
Project HOPE
Health Sciences Education Center
Millwood
Virginia 22646

Dear Dr. Kruger:

We have received your letter of July 10, 1992 inquiring whether the recent drought conditions in Malawi have changed the need and consideration for a regular Title II Food Aid Program. Your letter also states that Project Hope is prepared to conduct a feasibility assessment to determine the possibility of utilizing food aid for developmental purposes.

As stated in our letter of November 12, 1991 A.I.D. does not have a regular Title II Food Aid Program in Malawi. The U.S. Government is providing emergency food for the Mozambican refugees living in Malawi and Malawians adversely affected by the current drought. In both instances the emergency food is being channeled through the World Food Program, and not under a bi-lateral agreement. In addition, as stated in our previous letter A.I.D. has no intention of initiating a regular PL480 Title II Food Aid Program in Malawi.

Since the Mission has not changed its position regarding Title II Food Aid, we do not believe it is appropriate for Project Hope to conduct feasibility assessment studies in Malawi to explore creative and constructive uses of food for developmental purposes. We urge Project Hope to explore such arrangements with countries that have on-going Title II Food Aid Programs.

Sincerely,

A handwritten signature in cursive script that reads 'Carol Peasley'.

Carol A. Peasley
Mission Director

cc: Pam Mandel, AFR/SA

U.S. Postal Address: USAID/Lilongwe (ID)
Washington, D.C. 20521-2280



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THE PROJECT HOPE HEALTH SCIENCES EDUCATION CENTER, MILLWOOD, VIRGINIA 22646 (703) 837-2100
FAX (703) 837-1813

August 24, 1992

Ms. Rita Hudson
Project Officer
U.S. Agency for International Development
FHA/FSP
Room 361, SA-8
Washington, DC 20523-0608

Dear Ms. Hudson:

SUBJECT: Cooperative Agreement #PDC-0801-A-00-1134-00

Please be advised that Project HOPE will not request a no-cost extension of the present cooperative agreement.

As per the instructions in your June 18, 1992, letter to Dr. William B. Walsh, we will submit the proper end-of-grant report and a financial audit to you no later than 30 days after the expiration of the cooperative agreement. Any unobligated funds remaining will be returned to A.I.D. as part of the close-out procedures.

If you have further instructions or questions, please contact me or Tom Kirby at 703/837-2100.

Sincerely,

Lewis H. Pierce, D.D.S., M.S.
Director
International Management Division

/clm

Board of Directors: Joseph F. Abely, Jr., J. Patrick Barrett, Herbert J. Bloom, D.D.S., Ph.D., Robert E. Campbell, Mrs. Edward N. Cole, Theodore Cooper, M.D., Ph.D., J. Edward Day, Raymond V. Gilmartin, William L. Henry, Gen. P.X. Kelley, Irwin Lerner, Edwin A. Locke, Jr., Robert P. Luciano, Fred W. Lyons, Jr., Mrs. Emil Mosbacher, Jr., Jerry E. Robertson, Ph.D., Mrs. John B. Rogan, Charles A. Sanders, M.D., William B. Walsh, M.D., Richard J. Whalen, Joseph D. Williams. Officers: Joseph D. Williams, Chairman; William B. Walsh, M.D., Vice-Chairman and Chief Executive Officer; William B. Walsh, Jr., President and Chief Operating Officer; William L. Henry, Treasurer; J. Edward Day, Secretary.

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FAX (703) 837-1813

October 15, 1992

Agency for International Development
Office of Financial Management
PFM/FM/CMPD/DCB
Room 700, SA-2
Washington, DC 20523-0209

RE: Grant #PDC-0801-A-00-1134-00
HOPE's Grant #IG119

Dear Sir/Madam:

Enclosed is the Final Financial Status Report for Grant #PDC-0801-A-00-1134-00 for the grant period ended September 30, 1992.

If you have any questions, please do not hesitate to contact me.

Sincerely,

Gregory T. Meehan
Accountant

Enclosure

FINANCIAL STATUS REPORT

(Short Form)

(Follow instructions on the back)

1. Federal Agency and Organizational Element to Which Report is Submitted Agency for International Development	2. Federal Grant or Other Identifying Number Assigned By Federal Agency PDC-0801-A-00-1134-00	OMB Approval No. 0348-0039	Page 1	of 1 pages
3. Recipient Organization (Name and complete address, including ZIP code) The People-to-People Health Foundation, Inc. The Project HOPE Health Sciences Education Center Millwood, VA 22646				
4. Employer Identification Number 53-0242962	5. Recipient Account Number or Identifying Number IG-119-Title II Support (Food Aid)	6. Final Report <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	7. Basis <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual	
8. Funding/Grant Period (See Instructions) From: (Month, Day, Year) 9-27-91	To: (Month, Day, Year) 9-30-92	9. Period Covered by this Report From: (Month, Day, Year) 9-27-91	To: (Month, Day, Year) 9-30-92	
10. Transactions:	I Previously Reported	II This Period	III Cumulative	
a. Total outlays	4558	-0-	4558	
b. Recipient share of outlays	-0-			
c. Federal share of outlays	4558	-0-	4558	
d. Total unliquidated obligations			-0-	
e. Recipient share of unliquidated obligations			-0-	
f. Federal share of unliquidated obligations			-0-	
g. Total Federal share (Sum of lines c and f)			4558	
h. Total Federal funds authorized for this funding period			66521	
i. Unobligated balance of Federal funds (Line h minus line g)			61963	
11. Indirect Expense	a. Type of Rate (Place "X" in appropriate box) <input checked="" type="checkbox"/> Provisional <input type="checkbox"/> Predetermined <input type="checkbox"/> Final <input type="checkbox"/> Fixed			
	b. Rate 55%	c. Base Salaries, Wages & Fringe Benefits	d. Total Amount 3296	e. Federal Share 3296
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation.				
13. Certification: I certify to the best of my knowledge and belief that this report is correct and complete and that all outlays and unliquidated obligations are for the purposes set forth in the award documents.				
Typed or Printed Name and Title William L. Brockschmidt, Vice President of Finance			Telephone (Area code, number and extension) (703) 837-2100, ext. 221	
Signature of Authorized Certifying Official 			Date Report Submitted 10-13-92	

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