

Item: <u>BF: A-1d</u>

# BUDGET AND FINANCE COMMITTEE Tuesday, May 16, 2017

# SUBJECT: REQUEST FOR APPROVAL OF THE 2017-18 FLORIDA ATLANTIC UNIVERSITY CLINICAL PRACTICE ORGANIZATION, INC. OPERATING BUDGET.

## **PROPOSED COMMITTEE ACTION**

Review and recommend approval of the 2017-18 operating budget for FAU Clinical Practice Organization, Inc. (FAU CPO); and authorize the Chairperson of the FAU CPO Board of Directors to amend this budget as appropriate during the fiscal year, consistent with Board of Trustees' directives and guidelines.

## **BACKGROUND INFORMATION**

University Regulation 9.001 and the FAU CPO Bylaws, adopted by the FAU CPO Board of Directors initially on May 18, 2011 and amended on March 30, 2012, require the preparation of an annual budget. The annual budget must be submitted to the Dean of the College of Medicine for approval, approved by the FAU CPO Board of Directors, and submitted to the Board of Trustees for approval.

During the April 11, 2017 FAU CPO Board meeting, this budget was approved.

#### IMPLEMENTATION PLAN/DATE

July 1, 2017.

## FISCAL IMPLICATIONS

N/A.

Supporting Documentation: Proposed 2017-18 FAU CPO Operating Budget

**Presented by:** Mr. Steven Bender, Senior Director Business Operations Ms. Louisa Kelly, Business Manager College of Nursing Phone: 561-297-4814 Phone: 561-297-3265

# FAU Clinical Practice Organization, Inc.

	Budget FY 18							
	<u>College of</u> <u>Nursing</u>	<u>College of</u> <u>Medicine</u>	<u>Total</u>					
Clinical Practice/Patient Revenue:								
College of Medicine	-	3,827,956	3,827,956					
Community Health Clinic	589,640	_	589,640					
Memory and Wellness Center	904,213	-	904,213					
College of Nursing Clinical Practice Revenue	15,020		15,020					
Total Revenues	1,508,873		5,336,829					
Expenses:								
Salaries and benefits:								
Faculty	142,769	3,806,166	3,948,935					
Staff	610,877		622,667					
OPS	515,071	-	515,071					
Billing services	109,750	-	109,750					
Examination and testing	25,640	-	25,640					
Practice Consultant and other independent contractor	-	-	-					
Electronic Medical Records - Practice Partner	-	-	-					
Telephone	19,300	-	19,300					
Repairs and maintenance	-	-	-					
Supplies	12,045	-	12,045					
Audit services	6,000	5,500	11,500					
Self insurance	15,833	-	15,833					
General Insurance /Division Risk Management	2,308	3,000	5,308					
Administrative/Auxiliary Overhead	-	-	-					
Other expense	49,280	,	50,780					
Total Expenses	1,508,873	3,827,956	5,336,829					
Net Income	-	-	-					

#### FAU Clinical Practice Organization, Inc.

	Budget FY 14			Budget FY 15			Budget FY 16			Budget FY 17				Budget FY 18			
	College of	College of		College of	College of		College of	College of		Coll	ege of	College of		C	ollege of	College of	
	Nursing	Medicine	Total	Nursing	Medicine	<u>Total</u>	Nursing	Medicine	<u>Total</u>	Nu	sing	Medicine	Total	1	lursing	Medicine	<u>Total</u>
Clinical Practice/Patient Revenue:																	
College of Medicine	-	127,356	127,356	-	303,930	303,930	-	725,046	725,046		-	3,424,977	3,424,977		-	3,827,956	3,827,956
Community Health Clinic	190,000	-	190,000	176,899	-	176,899	245,000	-	245,000		341,423	-	341,423		589,640	-	589,640
Memory and Wellness Center	323,280	-	323,280	344,230	-	344,230	372,000	-	372,000		700,009	-	700,009		904,213	-	904,213
College of Nursing Clinical Practice Revenue	7,752	-	7,752	5,639	-	5,639	17,857	-	17,857		10,013	-	10,013		15,020	-	15,020
Total Revenues	521,032	127,356	648,388	526,768	303,930	830,698	634,857	725,046	1,359,903	1,	)51,445	3,424,977	4,476,422	1	,508,873	3,827,956	5,336,829
Expenses:																	
Salaries and benefits:																	
Faculty	221,467	76,608	298,075	221,648	207,630	429,278	117,292	581,213	698,505		16,689	3,349,617	3,466,306		142,769	3,806,166	3,948,935
Staff	12,900	21,038	33,938	128,620	31,556	160,176	139,211	7,500	146,711		367,964	49,440	417,404		610,877	11,790	622,667
OPS	66,459	-	66,459	71,266	-	71,266	164,273	30,162	194,435		307,547	-	307,547		515,071	-	515,071
Billing services	21,700	-	21,700	18,128	-	18,128	93,000	44,007	137,007		103,898	-	103,898		109,750	-	109,750
Examination and testing	33,200	-	33,200	32,880	-	32,880	29,340	-	29,340		38,159	-	38,159		25,640	-	25,640
Practice Consultant and other independent contractor	26,400	-	26,400	13,500	-	13,500	27,000	-	27,000		24,000	-	24,000		-	-	-
Electronic Medical Records - Practice Partner	16,000	-	16,000	-	-	-	-	-	-		-	-	-		-	-	-
Telephone	2,200	-	2,200	5,960	-	5,960	4,100	-	4,100		4,500	-	4,500		19,300	-	19,300
Repairs and maintenance	-	-	-	-	-	-	-	-	-		-	-	-		-	-	-
Supplies	47,842	-	47,842	4,000	-	4,000	12,940	-	12,940		31,313	-	31,313		12,045	-	12,045
Audit services	8,000	8,000	16,000	8,000	8,000	16,000	4,950	4,950	9,900		4,950	5,450	10,400		6,000	5,500	11,500
Self insurance	15,656	2,000	17,656	13,000	14,909	27,909	11,600	22,790	34,390		15,800	19,500	35,300		15,833	-	15,833
General Insurance /Division Risk Management	3,000	-	3,000	3,000	-	3,000	760	-	760		2,460	-	2,460		2,308	3,000	5,308
Administrative/Auxiliary Overhead	42,802	18,830	61,632	463	41,773	42,236						-	-		-	-	-
Other expense	3,406	880	4,286	6,303	62	6,365	30,391	34,424	64,815	1	34,165	970	35,135		49,280	1,500	50,780
Total Expenses	521,032	127,356	648,388	526,768	303,930	830,698	634,857	725,046	1,359,903	1,	)51,445	3,424,977	4,476,422	1	,508,873	3,827,956	5,336,829
Net Income	-	-	-	-	-	-	-	-	-		-	-	-		-	-	-