



Item: **BF: A-2c**

BUDGET AND FINANCE COMMITTEE

Tuesday, June 8, 2021

SUBJECT: REQUEST FOR APPROVAL OF THE 2021-22 FLORIDA ATLANTIC UNIVERSITY CLINICAL PRACTICE ORGANIZATION, INC. OPERATING BUDGET.

PROPOSED COMMITTEE ACTION

Review and recommend approval of the 2021-22 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 23, 2021, require the preparation of an annual budget. The annual budget must be approved by the FAU CPO Board of Directors, and submitted to the Board of Trustees for approval. During the April 19, 2021 FAU CPO Board meeting, this budget was approved.

IMPLEMENTATION PLAN/DATE

July 1, 2021.

FISCAL IMPLICATIONS

N/A.

Supporting Documentation: FAU CPO Proposed FY22 Budget;
FAU CPO Budget and Actuals FY20 to FY22;
FAU CPO Five Year Budget

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Florida Atlantic University Clinical Practice Organization Proposed Operating Budget FY22

| | Nursing | Medicine | Education | Total |
|---|------------------|------------------|---------------|------------------|
| Operating Revenues: | | | | |
| Clinical Services/Patient Care | 1,584,000 | 4,094,512 | 82,030 | 5,760,542 |
| Operating Expenses: | | | | |
| Salaries and Benefits | 1,219,077 | 4,082,748 | 57,671 | 5,359,496 |
| EMR/Billing | 96,000 | - | 9,096 | 105,096 |
| Utilities | 78,308 | - | 67 | 78,375 |
| Medical, Lab, Patient Supplies | 79,960 | - | 100 | 80,060 |
| Examination, Testing, Medical Svcs | 29,880 | - | - | 29,880 |
| Audit Services | 10,500 | 6,000 | - | 16,500 |
| Practice Consultant | 14,400 | - | - | 14,400 |
| Software | - | - | 14,400 | 14,400 |
| Insurance | 14,180 | - | - | 14,180 |
| Office Supplies | 12,620 | - | 200 | 12,820 |
| Equipment Lease | 9,040 | - | 496 | 9,536 |
| Credit Card & Bank Fees | 4,940 | - | - | 4,940 |
| Other Operating Expenses | 15,095 | 5,764 | - | 20,859 |
| Total Operating Expenses | 1,584,000 | 4,094,512 | 82,030 | 5,760,542 |
| Net Operating Income | - | - | - | - |
| Nonoperating Revenues (Expenses): | - | - | - | - |
| Total Nonoperating Income (Expense) | - | - | - | - |
| Institutional Support: | - | - | - | - |
| Net Income (Financial Statement-Accrual) | \$ - | \$ - | \$ - | \$ - |
| Capital Expense | \$ - | \$ - | \$ - | \$ - |



FAU Clinical Practice Organization Budget & Actuals (FY20-FY22)

| | FY20 Budget | FY20 Actuals | FY21 Budget | FY21 Projected | FY22 Budget |
|---|------------------|---------------------|------------------|------------------|------------------|
| Operating Revenues: | \$ 5,264,307 | \$ 4,488,487 | \$ 5,795,891 | \$ 4,656,572 | \$ 5,760,542 |
| Operating Expenses: | | | | | |
| Salaries and Benefits | 4,773,177 | 4,471,384 | 5,512,094 | 4,443,977 | 5,359,496 |
| EMR/Billing | 165,071 | 106,310 | 113,534 | 82,011 | 105,096 |
| Utilities | 13,160 | 13,608 | 34,479 | 17,255 | 78,375 |
| Medical, Lab, Patient Supplies | 19,643 | 13,607 | 13,230 | 11,508 | 80,060 |
| Examination, Testing, Medical Svcs | 19,292 | 16,197 | 28,164 | 17,696 | 29,880 |
| Audit Services | 5,475 | 5,475 | 11,200 | 11,200 | 16,500 |
| Practice Consultant | 13,200 | 13,443 | 14,400 | 10,600 | 14,400 |
| Software | - | - | 14,400 | - | 14,400 |
| Insurance | 32,933 | 18,617 | 15,750 | 16,828 | 14,180 |
| Office Supplies | 10,000 | 1,356 | 200 | 5,387 | 12,820 |
| Equipment Lease | 8,400 | 1,866 | 11,376 | 6,117 | 9,536 |
| Credit Card & Bank Fees | 12,253 | 13,571 | 7,660 | 6,945 | 4,940 |
| Lease | 167,741 | 871 | - | - | - |
| Other Operating Expenses | 23,962 | 25,270 | 19,404 | 27,048 | 20,859 |
| Total Operating Expenses | 5,264,307 | 4,701,573 | 5,795,891 | 4,656,572 | 5,760,542 |
| Net Operating Income | - | (213,086) | - | - | - |
| NonOperating Revenues (Expenses): | | | | | |
| Federal Non Capital Appropriation (CARES Act) | - | 46,997 | - | - | - |
| Total Non-Operating Income (Expense) | - | 46,997 | - | - | - |
| Transfer: | - | - | - | - | - |
| | - | - | - | - | - |
| Net Income (Financial Statement-Accrual) | \$ - | \$ (166,089) | \$ - | \$ - | \$ - |



Five-Year Budget – FAU CPO

| | Budget FY 2018 | | | | Budget FY 2019 | | | | Budget FY 2020 | | | | Budget FY 2021 | | | | Budget FY 2022 | | | |
|---|------------------|------------------|-----------|------------------|------------------|------------------|-----------|------------------|------------------|------------------|-----------|------------------|----------------|------------------|----------------|------------------|------------------|------------------|---------------|------------------|
| | Nursing | Medicine | Education | Total | Nursing | Medicine | Education | Total | Nursing | Medicine | Education | Total | Nursing | Medicine | Education | Total | Nursing | Medicine | Education | Total |
| Operating Revenues: | | | | | | | | | | | | | | | | | | | | |
| Clinical Services/Patient Care | 1,508,873 | 3,827,956 | - | 5,336,829 | 1,055,212 | 4,750,047 | - | 5,805,259 | 1,137,724 | 4,126,583 | - | 5,264,307 | 910,020 | 4,627,583 | 258,288 | 5,795,891 | 1,584,000 | 4,094,512 | 82,030 | 5,760,542 |
| Operating Expenses: | | | | | | | | | | | | | | | | | | | | |
| Salaries and Benefits | 1,268,717 | 3,817,956 | - | 5,086,673 | 851,086 | 4,641,233 | - | 5,492,319 | 919,257 | 3,853,920 | - | 4,773,177 | 664,856 | 4,612,129 | 235,109 | 5,512,094 | 1,219,077 | 4,082,748 | 57,671 | 5,359,496 |
| EMR/Billing | 109,750 | - | - | 109,750 | 108,300 | 49,367 | - | 157,667 | 110,400 | 54,671 | - | 165,071 | 106,000 | - | 7,534 | 113,534 | 96,000 | - | 9,096 | 105,096 |
| Utilities | 19,300 | - | - | 19,300 | 10,848 | 5,220 | - | 16,068 | 8,000 | 5,160 | - | 13,160 | 34,380 | - | 99 | 34,479 | 78,308 | - | 67 | 78,375 |
| Medical, Lab, Patient Supplies | 9,500 | - | - | 9,500 | 7,000 | 8,750 | - | 15,750 | 13,040 | 6,603 | - | 19,643 | 12,780 | - | 450 | 13,230 | 79,960 | - | 100 | 80,060 |
| Examination, Testing, Medical Svcs | 25,640 | - | - | 25,640 | 33,524 | 23,760 | - | 57,284 | 19,292 | - | - | 19,292 | 28,164 | - | - | 28,164 | 29,880 | - | - | 29,880 |
| Audit Services | 6,000 | 5,500 | - | 11,500 | 5,475 | 5,500 | - | 10,975 | 5,475 | - | - | 5,475 | 5,600 | 5,600 | - | 11,200 | 10,500 | 6,000 | - | 16,500 |
| Practice Consultant | 3,600 | - | - | 3,600 | - | - | - | - | 13,200 | - | - | 13,200 | 14,400 | - | - | 14,400 | 14,400 | - | - | 14,400 |
| Software | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 14,400 | 14,400 | - | - | 14,400 | 14,400 |
| Insurance | 18,141 | 3,000 | - | 21,141 | 16,466 | 3,000 | - | 19,466 | 18,383 | 14,550 | - | 32,933 | 15,750 | - | - | 15,750 | 14,180 | - | - | 14,180 |
| Office Supplies | 2,545 | - | - | 2,545 | 2,960 | - | - | 2,960 | 2,800 | 7,200 | - | 10,000 | - | - | 200 | 200 | 12,620 | - | 200 | 12,820 |
| Equipment Lease | 5,000 | - | - | 5,000 | - | - | - | - | 8,400 | - | - | 8,400 | 10,880 | - | 496 | 11,376 | 9,040 | - | 496 | 9,536 |
| Credit Card & Bank Fees | 3,400 | 1,500 | - | 4,900 | 3,300 | - | - | 3,300 | 6,200 | 6,053 | - | 12,253 | 7,660 | - | - | 7,660 | 4,940 | - | - | 4,940 |
| Lease | - | - | - | - | - | - | - | - | - | 167,741 | - | 167,741 | - | - | - | - | - | - | - | - |
| Other Operating Expenses | 37,280 | - | - | 37,280 | 16,253 | 13,217 | - | 29,470 | 13,277 | 10,685 | - | 23,962 | 9,550 | 9,854 | - | 19,404 | 15,095 | 5,764 | - | 20,859 |
| Total Operating Expenses | 1,508,873 | 3,827,956 | - | 5,336,829 | 1,055,212 | 4,750,047 | - | 5,805,259 | 1,137,724 | 4,126,583 | - | 5,264,307 | 910,020 | 4,627,583 | 258,288 | 5,795,891 | 1,584,000 | 4,094,512 | 82,030 | 5,760,542 |
| Net Operating Income | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Nonoperating Revenues (Expenses): | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Nonoperating Income (Expense) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfer: | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net Income (Financial Statement-accrual) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Capital Expenses | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |