



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

Monday, June 19, 2023

SUBJECT: APPROVAL OF THE 2023-24 FLORIDA ATLANTIC UNIVERSITY CLINICAL PRACTICE ORGANIZATION, INC. OPERATING BUDGET.

PROPOSED Board ACTION

Approve the 2023-24 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, 2023 FAUFC Board meeting, this budget was approved.

IMPLEMENTATION PLAN/DATE

July 1, 2023.

FISCAL IMPLICATIONS

N/A.

Supporting Documentation: Proposed 2023-24 FAU CPO Operating Budget

Presented by: Ms. Rebecca Napier, College of Medicine, Sr. Assoc. Dean, Finance & Administration

Phone: 561-297-4974



Florida Atlantic University Clinical Practice Organization

Proposed Operating Budget Fiscal Year 24

FAU Clinical Practice Organization FY24 Proposed Operating Budget

| | Nursing | Medicine | Education | Total |
|------------------------------------|------------------|------------------|---------------|------------------|
| Operating Revenues | | | | |
| Clinical Services/Patient Care | 1,493,007 | 4,932,510 | 35,000 | 6,460,517 |
| Operating Expenses | | | | |
| Salaries & Benefits | 1,127,232 | 4,915,510 | 30,700 | 6,073,442 |
| EMR/Billing | 127,200 | - | - | 127,200 |
| Utilities | 75,200 | - | - | 75,200 |
| Medical, Lab, Patient Supplies | 37,859 | - | - | 37,859 |
| Examination, Testing, Medical Svcs | 33,000 | - | - | 33,000 |
| Audit Services | 5,000 | 8,000 | 4,000 | 17,000 |
| Pratice Consultant | 42,000 | - | - | 42,000 |
| Software | 8,400 | - | - | 8,400 |
| Insurance | 9,500 | - | - | 9,500 |
| Office Supplies | 7,889 | - | - | 7,889 |
| Equipment Lease | 8,400 | - | - | 8,400 |
| Credit Card & Bank Fees | 3,600 | 9,000 | 300 | 12,900 |
| Other Operating Expenses | 7,727 | - | - | 7,727 |
| Total Operating Expenses | 1,493,007 | 4,932,510 | 35,000 | 6,460,517 |

FAU Clinical Practice Organization

Budget to Actuals

(FY22-FY24)

| | FY22 Approved Budget | FY22 Actuals | FY23 Approved Budget | FY23 Projected Actuals | FY24 Proposed Budget |
|---|-------------------------|------------------|-------------------------|---------------------------|-------------------------|
| Operating Revenues: | 5,760,542 | 5,158,910 | 6,240,192 | 5,315,814 | 6,460,517 |
| Operating Expenses: | | | | | |
| Salaries & Benefits | 5,359,496 | 4,792,923 | 5,834,473 | 5,033,031 | 6,073,442 |
| EMR/Billing | 105,096 | 91,864 | 105,000 | 91,396 | 127,200 |
| Utilities | 78,375 | 41,018 | 85,200 | 46,422 | 75,200 |
| Medical, Lab, Patient Supplies | 80,060 | 28,474 | 62,010 | 11,334 | 37,859 |
| Examination, Testing, Medical Svcs | 29,880 | 34,037 | 31,000 | 29,612 | 33,000 |
| Audit Services | 16,500 | 20,625 | 28,000 | 23,201 | 17,000 |
| Practice Consultant | 14,400 | 7,850 | 33,600 | 43,506 | 42,000 |
| Rent | - | - | 11,670 | 0 | 0 |
| Software | 14,400 | 6,766 | 4,668 | 1,631 | 8,400 |
| Insurance | 14,180 | 13,339 | 16,500 | 8,768 | 9,500 |
| Office Supplies | 12,820 | 3,653 | 9,971 | 5,909 | 7,889 |
| Equipment Lease | 9,536 | 6,793 | 7,800 | 7,230 | 8,400 |
| Credit Card & Bank Fees | 4,940 | 12,621 | 6,300 | 10,512 | 12,900 |
| Other Operating Expenses | 20,859 | 24,233 | 4,000 | 3,263 | 7,727 |
| Total Operating Expenses | 5,760,542 | 5,084,198 | 6,240,192 | 5,315,814 | 6,460,517 |
| Net Operating Income | - | 74,712 | - | - | - |
| Net Income (Financial Statement-Accrual) | - | 74,712 | - | - | - |

FAU Clinical Practice Organization Five-Year Budget

| | FY20 | | | | FY21 | | | | FY22 | | | | FY23 | | | | FY24 | | | |
|------------------------------------|------------------|------------------|-----------|------------------|-----------------|------------------|----------------|------------------|------------------|------------------|---------------|------------------|------------------|------------------|---------------|------------------|------------------|------------------|---------------|------------------|
| | Approved Budget | | | | Approved Budget | | | | Approved Budget | | | | Approved Budget | | | | Proposed Budget | | | |
| | 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 | 1,137,724 | 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 | 1,648,231 | 4,556,961 | 35,000 | 6,240,192 | 1,493,007 | 4,932,510 | 35,000 | 6,460,517 |
| Operating Expenses | | | | | | | | | | | | | | | | | | | | |
| Salaries & Benefits | 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 | 1,254,812 | 4,548,961 | 30,700 | 5,834,473 | 1,127,232 | 4,915,510 | 30,700 | 6,073,442 |
| EMR/Billing | 110,400 | 54,671 | - | 165,071 | 106,000 | - | 7,534 | 113,534 | 96,000 | - | 9,096 | 105,096 | 105,000 | - | - | 105,000 | 127,200 | - | - | 127,200 |
| Utilities | 8,000 | 5,160 | - | 13,160 | 34,380 | - | 99 | 34,479 | 78,308 | - | 67 | 78,375 | 85,200 | - | - | 85,200 | 75,200 | - | - | 75,200 |
| Medical, Lab, Patient Supplies | 13,040 | 6,603 | - | 19,643 | 12,780 | - | 450 | 13,230 | 79,960 | - | 100 | 80,060 | 62,010 | - | - | 62,010 | 37,859 | - | - | 37,859 |
| Examination, Testing, Medical Svcs | 19,292 | - | - | 19,292 | 28,164 | - | - | 28,164 | 29,880 | - | - | 29,880 | 31,000 | - | - | 31,000 | 33,000 | - | - | 33,000 |
| Audit Services | 5,475 | - | - | 5,475 | 5,600 | 5,600 | - | 11,200 | 10,500 | 6,000 | - | 16,500 | 16,000 | 8,000 | 4,000 | 28,000 | 5,000 | 8,000 | 4,000 | 17,000 |
| Pratice Consultant | 13,200 | - | - | 13,200 | 14,400 | - | - | 14,400 | 14,400 | - | - | 14,400 | 33,600 | - | - | 33,600 | 42,000 | - | - | 42,000 |
| Rent | - | - | - | - | - | - | - | - | - | - | - | - | 11,670 | - | - | 11,670 | - | - | - | - |
| Software | - | - | - | - | - | - | 14,400 | 14,400 | - | - | 14,400 | 14,400 | 4,668 | - | - | 4,668 | 8,400 | - | - | 8,400 |
| Insurance | 18,383 | 14,550 | - | 32,933 | 15,750 | - | - | 15,750 | 14,180 | - | - | 14,180 | 16,500 | - | - | 16,500 | 9,500 | - | - | 9,500 |
| Office Supplies | 2,800 | 7,200 | - | 10,000 | - | - | 200 | 200 | 12,620 | - | 200 | 12,820 | 9,971 | - | - | 9,971 | 7,889 | - | - | 7,889 |
| Equipment Lease | 8,400 | - | - | 8,400 | 10,880 | - | 496 | 11,376 | 9,040 | - | 496 | 9,536 | 7,800 | - | - | 7,800 | 8,400 | - | - | 8,400 |
| Credit Card & Bank Fees | 6,200 | 6,053 | - | 12,253 | 7,660 | - | - | 7,660 | 4,940 | - | - | 4,940 | 6,000 | - | 300 | 6,300 | 3,600 | 9,000 | 300 | 12,900 |
| Lease | - | 167,741 | - | 167,741 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Operating Expenses | 13,277 | 10,685 | - | 23,962 | 9,550 | 9,854 | - | 19,404 | 15,095 | 5,764 | - | 20,859 | 4,000 | - | - | 4,000 | 7,727 | - | - | 7,727 |
| Total Operating Expenses | 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 | 1,648,231 | 4,556,961 | 35,000 | 6,240,192 | 1,493,007 | 4,932,510 | 35,000 | 6,460,517 |