



Item: AF A-2

AUDIT AND FINANCE COMMITTEE

Thursday, June 5, 2014

SUBJECT: REQUEST FOR APPROVAL OF THE 2014-15 FLORIDA ATLANTIC UNIVERSITY CLINICAL PRACTICE ORGANIZATION, INC. OPERATING BUDGET.

PROPOSED COMMITTEE ACTION

Review and recommend approval of the 2014-15 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 25, 2014 FAU CPO Board meeting, this budget was approved.

IMPLEMENTATION PLAN/DATE

July 1, 2014.

FISCAL IMPLICATIONS

N/A

Supporting Documentation: Proposed 2014-15 FAU CPO Operating Budget.

Presented by: Ms. Dorothy Russell, V.P. for Financial Affairs and CFO

Phone: 561-297-3267

FAU Clinical Practice Organization, Inc.

	Budget FY 13			Budget FY 14			Budget FY 15		
	<u>College of Nursing</u>	<u>College of Medicine</u>	<u>Total</u>	<u>College of Nursing</u>	<u>College of Medicine</u>	<u>Total</u>	<u>College of Nursing</u>	<u>College of Medicine</u>	<u>Total</u>
Clinical Practice/Patient Revenue:									
College of Medicine ²	-	85,000	-	-	127,356	127,356	-	303,930	303,930
Community Health Clinic	80,514	-	80,514	190,000	-	190,000	176,899	-	176,899
Memory and Wellness Center	359,164	-	359,164	323,280	-	323,280	344,230	-	344,230
College of Nursing Clinical Practice Revenue	-	-	-	7,752	-	7,752	5,639	-	5,639
Total Revenues	439,678	85,000	439,678	521,032	127,356	648,388	526,768	303,930	830,698
			-						
Expenses:									
Salaries and benefits:									
Faculty	177,653	41,143	177,653	221,467	76,608	298,075	221,648	207,630	429,278
Staff	39,338	15,756	39,338	12,900	21,038	33,938	128,620	31,556	160,176
OPS	89,849	-	89,849	66,459	-	66,459	71,266	-	71,266
Billing services	22,975	-	22,975	21,700	-	21,700	18,128	-	18,128
Examination and testing	12,600	-	12,600	33,200	-	33,200	32,880	-	32,880
Practice Consultant and other independent contractor	16,540	-	16,540	26,400	-	26,400	13,500	-	13,500
Electronic Medical Records - Practice Partner	7,268	-	7,268	16,000	-	16,000	-	-	-
Telephone	9,000	-	9,000	2,200	-	2,200	5,960	-	5,960
Repairs and maintenance	3,750	-	3,750	-	-	-	-	-	-
Supplies	5,500	-	5,500	47,842	-	47,842	4,000	-	4,000
Audit services	10,000	10,000	10,000	8,000	8,000	16,000	8,000	8,000	16,000
Self insurance	13,000	8,500	13,000	15,656	2,000	17,656	13,000	14,909	27,909
General Insurance /Division Risk Management	2,300	-	2,300	3,000	-	3,000	3,000	-	3,000
Administrative/Auxiliary Overhead	28,405	9,316	28,405	42,802	18,830	61,632	463	41,773	42,236
Other expense	1,500	285	1,500	3,406	880	4,286	6,303	62	6,365
Total Expenses	439,678	85,000	439,678	521,032	127,356	648,388	526,768	303,930	830,698
Net Income	-	-	-	-	-	-	-	-	-

Note 1: Clinical Practice Organization was formed May 11, 2011. For the fiscal year 2011-12, previously reported in FAU auxiliaries, only the College of Medicine participated.