



Certification of Expenditures
of
Newborn Screening Program

For the year ended June 30, 2013

R-1314DOH-001

OFFICE OF INSPECTOR GENERAL

FLORIDA DEPARTMENT OF HEALTH
REVENUES AND EXPENDITURES
OF THE
NEWBORN SCREENING PROGRAM
Fiscal Year ended June 30, 2013

CERTIFIED REVENUES AND EXPENDITURES

Revenues and other credits

Hospital Fees	\$	8,029,117
Third Party Reimbursement:		
Medicaid		6,645,693
Other Third Party		3,042,687
Refunds		3,160
Other		4,516
Total Revenues and other credits		17,725,173

Expenditures

Planning & Evaluations Trust Fund - 20-2-531003

Salaries		1,581,954
Expenses		5,775,485
Contracted Services		2,910,419
Human Resource Transfer to Department of Management Services		8,223
Lease/Purchase		2,926
Service Charge to General Revenue		252,919
Transfers to Agency for Health Care Administration (State Medicaid Match)		4,984,082
		15,516,008

Donations Trust Fund - 20-2-168001

Salaries		508,167
Other Personal Services		1,837
Expenses		28,556
Grants & Aid - CMS Network		261,635
Contracted Services		142,855
Human Resource Transfer to Department of Management Services		2,288
		945,338

Federal Grants Trust Fund - 20-2-261009

Human Resource Transfer to Department of Management Services		2,741
		2,741

Total Expenditures - CERTIFIED **16,464,087**

Excess of Revenues Over (Under) Expenditures - CERTIFIED **1,261,086**

**EXPENDITURES CHARGED TO, BUT NOT CERTIFIED AS DIRECT
EXPENDITURES OF THE NEWBORN SCREENING PROGRAM**

(Please read Note 4)

Expenditures

Contracted Services		645,197
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Excess Of Revenues Over (Under) Expenditures **\$ 615,889**

Amounts for revenues and expenditures were provided by the Division of Administration.

FLORIDA DEPARTMENT OF HEALTH
REVENUES AND EXPENDITURES
OF THE
NEWBORN SCREENING PROGRAM
Fiscal Year ended June 30, 2013

NOTES

1. Certification by Office of Inspector General

Pursuant to Section 383.14(3)(g), *Florida Statutes*, the Office of Inspector General shall calculate the annual direct costs of the uniform testing and reporting procedures of the Newborn Screening Program (Program), including applicable administrative costs (reasonably and directly associated with the Program), and certify that such costs are related. Our procedures included analyzing amounts provided to us by Department of Health's Division of Administration. We reviewed selected items on a judgmental basis to determine whether transactions charged to the Program reasonably reflect the actual costs of the Program (See Note No. 4).

2. Historical Data

Revenues and Expenditures – 6 years

	<u>June 30, 2008</u>	<u>June 30, 2009</u>	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>
Revenues	\$9,915,267 ¹	\$10,740,601 ¹	\$13,387,330 ¹	\$12,256,454 ¹	\$11,903,417 ¹	\$12,741,090 ¹
Certified Expenditures	\$9,703,285 ²	\$9,699,768 ²	\$9,266,748 ²	\$10,145,676 ²	\$10,291,249 ²	\$11,480,004 ²
Excess of Revenues Over (Under) Certified Expenditures	\$211,982	\$1,040,833	\$4,120,582	\$2,110,778	\$1,612,168	\$1,261,086

The \$351,082 decrease in the Excess of Revenues Over (Under) Certified Expenditures between fiscal years ended June 30, 2012 and 2013 was due to a \$837,673 increase in revenues and a \$1,188,755 increase in certified expenditures.

Cost per Screening Ratio

	<u>June 30, 2008</u>	<u>June 30, 2009</u>	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>
Total Certified Expenditures	\$9,703,285	\$9,699,768	\$9,266,748	\$10,145,676	\$10,291,249	\$11,480,004
Total Screenings	288,790	267,943	265,945	264,514	260,235	257,078
Cost per Screening ³	\$33.59	\$36.20	\$34.84	\$38.35	\$39.54	\$44.65

¹Total Revenues less amount transferred to AHCA for State Medicaid Match.

²Total Certified Expenditures less amount transferred to AHCA for State Medicaid Match.

³Cost per Screening is calculated using Total Certified Expenditures ÷ Screenings.

3. Medicaid Match

According to 42 CFR 433.50(a)(1), Medicaid requires states to share in the cost of medical assistance expenditures. The formula to determine the percentage that states are required to match is outlined in 42 CFR 433.10. Florida's match requirement percentage was 43.96% for July through September 2012 and 41.92% for October 2012 through June 2013.

4. Expenditures Not Certified by the Office of Inspector General

Section 383.14(1)(b), *Florida Statutes*, stipulates tests and screening must be performed by the State Public Health Laboratory.

The following contracts were for referrals or other services not related to the direct cost of testing, where at least a portion of expenditures were charged to the Newborn Screening Program. As these expenditures were not direct costs associated with testing and reporting procedures, we did not certify \$645,197 in expenditures related to these contracts:

Contract COQNN	Tenet St. Mary's, Inc.	\$27,700
Contract COQNO	Nemours Children's Clinic – Pensacola	27,700
Contract COQNP	Nemours Children's Clinic – Orlando	27,700
Contract COQNQ	Nemours Children's Clinic - Jacksonville	27,700
Contract COQNR	Variety Children's Hospital	20,775
Contract COQNS	Memorial Regional Hospital	27,700
Contract COQNT	All Children's Hospital, Inc.	27,700
Contract COQSR	University of Florida	140,300
Contract COQSV	University of Miami	153,792
Contract COQSW	University of South Florida	115,655
Contract COQTI	Arnold Palmer Hospital for Children	27,700
Contract COQUJ	Lee Memorial Health System	20,775
Total Expenditures Not Certified		\$645,197