



Certification of Expenditures
of
Newborn Screening Program

For the year ended June 30, 2014

R-1415DOH-004

OFFICE OF INSPECTOR GENERAL

FLORIDA DEPARTMENT OF HEALTH
REVENUES AND EXPENDITURES
OF THE
NEWBORN SCREENING PROGRAM
Fiscal Year ended June 30, 2014

CERTIFIED REVENUES AND EXPENDITURES

Revenues and other credits

Hospital Fees	\$	3,180,270
Third Party Reimbursement:		
Medicaid		13,654,782
Other Third Party		1,963,821
Refunds		323
Other		4,951
Total Revenues and other credits		18,804,147

Expenditures

Planning & Evaluations Trust Fund - 20-2-531003

Salaries		1,695,866
Expenses		5,878,226
Contracted Services		3,566,256
Human Resource Transfer to Department of Management Services		11,494
Lease/Purchase		2,440
Service Charge to General Revenue		244,977
Transfers to Agency for Health Care Administration (State Medicaid Match)		5,599,596
		16,998,855

Donations Trust Fund - 20-2-168001

Salaries		685,061
Other Personal Services		17,979
Expenses		69,867
Grants & Aid - CMS Network		269,570
Contracted Services		93,981
Human Resource Transfer to Department of Management Services		5,456
		1,141,914

Total Expenditures - CERTIFIED **18,140,769**

Excess of Revenues Over (Under) Expenditures - CERTIFIED **663,378**

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

(Please read Note 4)

Expenditures

Grants & Aid - CMS Network		704,713
		704,713

Excess Of Revenues Over (Under) Expenditures **\$ (41,335)**

Amounts for revenues and expenditures were provided by the Office of Budget & Revenue Management

FLORIDA DEPARTMENT OF HEALTH
REVENUES AND EXPENDITURES
OF THE
NEWBORN SCREENING PROGRAM
Fiscal Year ended June 30, 2014

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 Office of Budget & Revenue Management. 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, 2009</u>	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>
Revenues ¹	\$10,740,601	\$13,387,330	\$12,256,454	\$11,903,417	\$12,741,090	\$13,204,551
Certified Expenditures ²	\$9,699,768	\$9,266,748	\$10,145,676	\$10,291,249	\$11,480,004	\$12,541,173
Excess of Revenues Over (Under) Certified Expenditures	\$1,040,833	\$4,120,582	\$2,110,778	\$1,612,168	\$1,261,086	\$663,378

The \$597,708 decrease in the Excess of Revenues Over (Under) Certified Expenditures between fiscal years ended June 30, 2013 and 2014 was due to a \$463,461 increase in revenues and a \$1,061,169 increase in certified expenditures.

Cost per Screening Ratio

	<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>	<u>June 30, 2014</u>
Total Certified Expenditures	\$9,699,768	\$9,266,748	\$10,145,676	\$10,291,249	\$11,480,004	\$12,541,173
Total Screenings	267,943	265,945	264,514	260,235	257,078	270,930
Cost per Screening ³	\$36.20	\$34.84	\$38.35	\$39.54	\$44.65	\$46.29

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 41.92% for July through September 2013 and 41.21% for October 2013 through June 2014.

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 \$704,713 in expenditures related to these contracts:

Contract COQNN	Tenet St. Mary's, Inc.	\$6,925
Contract COQNO	Nemours Children's Clinic – Pensacola	6,925
Contract COQNP	Nemours Children's Clinic – Orlando	6,925
Contract COQNQ	Nemours Children's Clinic - Jacksonville	6,925
Contract COQNR	Variety Children's Hospital	13,850
Contract COQNS	Memorial Regional Hospital	6,925
Contract COQNT	All Children's Hospital, Inc.	6,925
Contract COQSR	University of Florida	160,031
Contract COQSV	University of Miami	168,250
Contract COQSW	University of South Florida	127,132
Contract COQTI	Arnold Palmer Hospital for Children	20,775
Contract COQUJ	Lee Memorial Health System	27,700
Contract COQUO	All Children's Hospital, Inc.	20,775
Contract COQUP	Variety Children's Hospital	20,775
Contract COQUQ	Nemours Children's Clinic - Orlando	20,775
Contract COQUR	Memorial Health Care System	20,775
Contract COQUS	Nemours Children's Clinic - Pensacola	20,775
Contract COQUT	Nemours Children's Clinic - Jacksonville	20,775
Contract COQUU	Tenet St. Mary's Inc.	20,775
Total Expenditures Not Certified		<u>\$704,713</u>