



## **Data and Summary of Planned Parenthood's Waste, Abuse, and Potential Fraud**

1. Total number of Planned Parenthood affiliates audited: 7, in a total of 10 audits
2. Total number of Planned Parenthood affiliates in the U.S.: 79
3. The percentage of affiliates audited / the total number of affiliates: 9% (8.86%)
4. Short list of Planned Parenthood audits:
  - a. CA: Planned Parenthood of San Diego and Riverside Counties (PPSDRC), 2004
  - b. NY: Planned Parenthood Hudson Peconic, Inc. (PPHP), June 10, 2009
  - c. NY: PPHP, May 27, 2010
  - d. NY: Planned Parenthood of Nassau County, Inc. (PPNC), February 12, 2010
  - e. NY: Planned Parenthood of New York City, Inc. (PPNYC) / Margaret Sanger Center, January 2009
  - f. NY: PPNYC / Margaret Sanger Center, June 2009
  - g. NY: PPNYC / Margaret Sanger Center, December 16, 2009
  - h. NY: Planned Parenthood of South Central New York, Inc. (PPSCNY), February 24, 2010
  - i. TX: Planned Parenthood Center of El Paso (PPCEP), Aug. 31, 2009
  - j. WA: Planned Parenthood of the Inland Northwest (PPINW), July 20, 2009
5. Amount of waste identified in the Planned Parenthood audits: nearly \$8 million – between \$7,867,547.15 and \$7,987,580.02, depending on the true amount of the outstanding billings in Texas
6. Planned Parenthood Federation of America, Inc. directs all the activities, programs, services, and pronouncements of each of its affiliates (Amended and Restated Bylaws of the Planned Parenthood Federation of America, Inc. As Amended by the Membership at Its Meeting on March 29, 2008, Article XI, sections noted below).
  - a. Affiliates must
    - i. “conform[] to the purposes, written policies and standards of PPFA” (2)
    - ii. “publicly support[] the purposes and policies of PPFA” (2)
    - iii. “develop a program to further those purposes and policies” (2)
    - iv. “have the words ‘Planned Parenthood’ in its name” (3)
    - v. “provide services consistent with the purposes of PPFA” (5)

- vi. “participate in the Risk Management and Quality Management Programs approved by the Membership” (5)
  - vii. “participate in the National Insurance Program approved by the Membership or have comparable insurance” (5)
  - viii. Participate in public affairs activities (5)
  - ix. Direct certain programs, e.g., educational programs (5)
  - x. Pay National Program Support (10)
  - b. Additionally, “[e]ach Affiliate which provides medical services shall provide such services in conformity with the PPFA Medical Standards and Guidelines.” (5)
  - c. PPFA reviews annual audits and management letters of each affiliate. (4, 5, 10)
  - d. PPFA may impose administrative probation if an affiliate’s audited financial statements report a deficit in expendable net assets. (10)
  - e. According to the cease and desist procedure, PPFA may direct an affiliate’s medical and other activities. (10)
  - f. Upon an affiliate’s disaffiliation, “PPFA shall make appropriate arrangements for continuity of patient care.” (10)
  - g. PPFA’s National Office “provide[s] the leadership required for policy and program initiatives,” “administers the standards maintained by the Membership,” “provides a structure that encourages Affiliates to participate in the planning and executing of policies and plans,” “provid[es] leadership, support, and services,” fundraises in the name of affiliates, and “provide[s] guidance and counsel on [some] legal matters.” (12)
7. Total waste identified in the federal family planning audits: \$87,875,435 (Including the amounts set aside, which HHS-OIG elected to include in additional audits as part of the total amount of overbilling, the total amount of overbilling would be \$98,995,919.)
- a. Two of these audits specifically identified Planned Parenthood – and only Planned Parenthood – as the problem in state family planning program overbilling.