

TEXAS STATE BOARD OF PHARMACY
Comparison of Expenditures
Fiscal Years 2017 & 2018

Description	FY 2017 BUDGETED		FY2018 BUDGETED
1008 (a) Professional Fees & Svcs (Other)	803,251.00	-55,226.04	748,024.96
1010 (b) Professional Fees & Svcs (PRN)	186,260.00		195,602.00
3002 Gas, Other Fuels & Lubricants	27,000.00		25,000.00
3003 Vehicles - Maintenance	18,000.00		20,000.00
3001/3004 Consumable Supplies & Materials	53,312.80	-16,938.80	36,374.00
3005 Postage	69,535.00		76,000.00
3006 Telephone	52,542.70	19,043.06	71,585.76
3008 Rx Drug Pad Online Convenience Fee	49,817.58		49,817.58
3014 Subscriptions	11,919.00	24,695.00	36,614.00
3018 Travel - Board Members (Service)	38,000.00		38,000.00
3019/20 Travel - Board Mbr Conference	15,000.00		15,000.00
3027 Travel - State Vehicle	912.70		0.00
3028 Travel - Staff (Service)	115,087.30	16,262.70	131,350.00
3037/3038 Travel - Staff (Conference)	5,000.00		5,000.00
3039 Travel - Staff (Conf Out Of State)	15,000.00		12,000.00
3516 Membership Fees & Dues	3,609.00		3,611.00
3517/3518 Administrative Support Service	81,170.00	-22,850.00	58,320.00
3518(b) HPC Shared Regulatory Database	280,788.00		282,057.00
3521 Criminal Investigative Expense	3,606.10		3,606.00
3534 Freight & Delivery Service	10,536.00		7,350.00
3535 Maint & Repair - Furn & Equip	17,990.00		24,141.24
3536 Rental of Furn & Equip	10,426.04	16,073.96	26,500.00
3537 Rental of Space	5,300.00		5,300.00
3538 Bonds & Insurance	24,349.00	-16,211.00	8,138.00
3539 Maintenance and Repair-Building	34,895.00	-34,395.00	500.00
3540 Reproduction & Printing	42,164.00	-27,301.28	14,862.72
3540(b) Reproduction & Printing - Prescription Pad Program	886,667.60		886,667.60
3550 Hearing Expense	3,600.00		3,600.00
3570 Registration Fees	39,940.00	-21,326.56	18,613.44
3571 Board Member Registration	5,256.00		5,256.00
3581 F & E - Expensed/Inventoried <\$5,000	21,455.02	-14,455.02	7,000.00
3582 F & E - Inv/Controlled > \$500	1,500.00		0.00
3584 Computer Software - Expensed	8,000.00		0.00
3586 Computer Equip - Inv/Controlled >\$500	37,800.00	-13,948.00	23,852.00
3587 Computer Equip Capitalized >\$5,000	23,000.00		0.00
3588 Books & Recorded Materials	1,200.00		1,200.00
3589 Computer Equipment - Parts	16,586.67	-15,986.67	600.00
3590 Miscellaneous (HPC Transfer and Fees)	59,664.98	-8,133.98	51,531.00
3595 Awards	2,000.00		2,000.00
5001 Purchase of Vehicles	22,000.00		22,000.00
7001 Exempt Salaries	130,462.00		132,490.00
7002 Classified Salaries - Full Time	5,281,683.49	32,235.07	5,313,918.56
7004 Salaries/Wages-Non-Permanent Full-Time Employees	5,496.00		0.00
7006/07 Salaries/Wages-Hourly Part-time FTE	8,523.92		7,584.00
7020 Hazardous Pay	2,820.00		1,450.00
7021 Overtime Pay	26,062.55	-26,062.55	0.00
7022 Longevity	99,440.00		91,240.00
7023 Lump Sum Termination Payment Pay	58,941.65	103,832.35	162,774.00
7025 Compensatory Per Diem	7,850.00		0.00
7033 Employees Retirement - Other	774.36		720.48
7040 Addl Payroll Retirement Contribution	26,693.65		27,919.28
7042 Payroll Health Insurance Contribution	53,387.31		55,838.56
7219 Texas Online Fee	173,463.00	37,037.00	210,500.00
7947 State Office of Risk Management	7,230.84		7,230.00
Controlled Substance Forfeiture Funds	0.00	71,634.00	71,634.00
Controlled Substance Forfeiture Funds (UB)	154,788.74	-154,788.74	0.00
FY 17 Capital Budget - PC Replacement (UB)	22,805.01	-22,805.01	0.00
FY 17 Capital Budget - Acquisition of Inf Technology (UB)	6,025.07		0.00
Sunset - Section 18.20 Contingency for HB 2561	0.00	207,194.00	207,194.00
Prescription Drug Monitoring - Section 18.49 Contingency for HB 2561	0.00	100,598.00	100,598.00
Total ADMIN, LIC & ENF	9,170,589.08	137,576.10	9,308,165.18

**EXPLANATION OF EXPENDITURES
FISCAL YEAR 2018**

Code Definition

- 1008(a) PROFESSIONAL FEES: Includes the contract for services for the Employee Assistance Program, required CPA & internal auditor services, testing of compounded products, Prescription Monitoring Program. Net decrease primarily due to a reduction for the testing of compounded products and increase to PMP contract.
- 1010(b) PROFESSIONAL FEES: Funding for the contract for the Peer Assistance Program. Amount for the PRN program was increased by the 85th Legislature.
- 3002 GAS, OTHER FUELS & LUBRICANTS: Expenditures for agency vehicles in these categories.
- 3003 VEHICLES - MAINTENANCE: Expenditures related to agency vehicles.
- 3001 CONSUMABLE SUPPLIES & MATERIALS: Expenditures related to office supplies, paper, and toner. The agency is moving towards a leased program for a multipurpose machine that will serve as copier, printer and fax. This will reduce the consumable expenditures for toner by approximately \$16,000.
- 3005 POSTAGE: Expenditures related to agency postage account.
- 3006 TELEPHONE: Includes all telephone charges (local and long distance, Tex-An, fax telephone line, cell phones). Amount increased due to conversion of current telephone system to Voice Over Internet-Based System (VOIP).
- 3008 RX DRUG PAD ONLINE CONVENIENCE FEE: Fees charged by Texas Online to process the prescription drug pad online order.
- 3014 SUBSCRIPTIONS: Includes agency subscriptions to such newsletters, magazines as Westlaw, Texas Legislative Service, Pharmacist Letter. Amount increased due to IT related items such as Office 365, Cloud Storage, and Adobe Cloud.
- 3018 TRAVEL - BOARD MEMBER SERVICE: Travel reflects Board Business Meetings, informal conferences, and other board travel required.
- 3019 TRAVEL – BOARD MEMBER CONFERENCE: Travel reflects Board Conference
3020 Travel.
- 3027 TRAVEL –STATE VEHICLE: Travel expenses incurred while using state vehicle.
3037
- 3028 TRAVEL - STAFF SERVICE: Staff service travel is defined as travel expenses incurred by field staff when conducting inspections and/or investigations. Amount increased due to full Compliance field staff and higher hotel fees.
- 3037

- 3038 TRAVEL - STAFF CONFERENCE IN STATE: Travel incurred by staff to attend pharmacy or agency related professional in-state meetings.
- 3039 TRAVEL - STAFF CONFERENCE OUT-OF-STATE: Executive staff out-of-state conference travel and travel for inspectors to attend sterile compounding training.
- 3516 MEMBERSHIP FEES & DUES: Expenditures includes agency membership to various associations.
- 3517 ADMINISTRATIVE SUPPORT SERVICES: Amounts in this expenditure
3518 include payment for calligrapher for pharmacist certificates, court reporter services, ADT Security System, pre-mail preparation of licensing certificates, mail service of all agency mail, shredding services. Amount has been reduced for temporary employment services.
- 3518 (b)HPC TRANSFER/DATABASE: Agency's pro-rate share of the ongoing costs to the HPC Shared Regulatory Database system.
- 3521 CRIMINAL INVESTIGATIVE EXPENSE: Expenditures include expenses incurred in obtaining evidence for investigative cases.
- 3534 FREIGHT & DELIVERY SERVICE: Expenditures include other mailing services such as United Parcel Service. Amount decreased due to budget cut to the compounding contract.
- 3535 MAINTENANCE & REPAIR/FURN EQUIP: Expenditures include maintenance contracts with vendors for the LAN network, telephone system and printers. Budgeted amount also includes TSBP share of maintenance of LaserFische system.
- 3536 RENTAL OF FURN & EQUIP: Expenditures include rental of pagers and copiers. The agency is moving towards a leased program for a multipurpose machine that will serve as copier, printer and fax. This will increase the rental of furniture & equipment expenditures by approximately \$16,000.
- 3537 RENTAL OF SPACE: Reflects expenditures for storage of files at state library.
- 3538 BONDS AND INSURANCE: This expenditure includes insurance on agency owned vehicles. FY17 expenditures includes Public Official Liability insurance paid through FY18.
- 3539 MAINTENANCE & REPAIR/BUILDING: Expenditure includes minor repairs that are not covered by Texas Facilities Commission. Amount in FY2017 was due to painting of interior offices due to office move.
- 3540 REPRODUCTION AND PRINTING: This expenditure includes printing services, such as various stationery, forms and envelopes, surveys, and imaging services for ongoing project of closed complaints on licensees & historical licensing files. Amount in imaging services has been reduced for scanning services due to budget cuts.

- 3540 (b) REPRODUCTION AND PRINTING: Printing services for the prescription pad program.
- 3550 HEARING EXPENSE: Amount charged for expert witnesses.
- 3570 REGISTRATION FEES: This amount includes continuing education and training for employees as provided for in the State Employees Training Act of 1969. This budgeted item includes funds expended for conference and meeting registration fees for staff members only, including new training for the inspection of pharmacies conducting sterile compounding. Amount has been reduced due to budget cuts.
- 3571 BOARD MEMBER REGISTRATION: Registration fees for conference and meetings for board members only.
- 3581 FURN & EQUIP: Furniture and equipment less than \$5,000. Amount has been reduced due to budget cuts & FY17 expenditures include weight set certificates that are not required in FY18.
- 3582 FURN & EQUIP: Furniture and equipment greater than \$500 but less than \$5000. Amount has been reduced due to budget cuts.
- 3584 COMPUTER SOFTWARE: Computer software expense.
- 3586 COMPUTER EQUIPMENT: Computer equipment greater than \$500 but less than \$5000. Amount includes replacement of PC's at a 6 year interval.
- 3587 COMPUTER EQUIPMENT: Computer equipment greater than \$5000.
- 3588 BOOKS AND RECORDED MATERIALS: Items such as Vernon's Annotated Civil Statutes, etc.
- 3589 COMPUTER EQUIPMENT: Computer equipment parts.
- 3590 MISCELLANEOUS (HPC Transfer & Fees): Expenditures primarily due to agency's pro-rata share of HPC expenditures/budget. Fees include employee reimbursement of license/registration renewals, notaries and fees for certified copies.
- 3595 AWARDS: This amount includes any awards given to staff and/or board members, for outstanding service or longevity.
- 5001 PURCHASE OF VEHICLES: Replacement vehicle for field staff.
- 7001 EXEMPT SALARIES: Salary for the Executive Director. Amount increased by Texas Legislature, 85th Session.
- 7002 CLASSIFIED SALARIES: Budgeted salaries for staffing of 96 FTE's.
7007 Amount includes approximately \$199,000 projected lapse in FY17 due to hiring freeze.

7020 HAZARDOUS PAY: Pay given to agency investigators (peace officers), in lieu of longevity pay.

7021 OVERTIME PAY: Pay given for overtime to FLSA Non-Exempt employees. None budgeted for FY18.

7022 LONGEVITY: Longevity amount is based on accumulated years of employee state service. Formula is \$20 a month for every two years of state service.

7023 LUMP SUM TERMINATION PAY: Pay given to terminating employees for accumulated annual leave. Amount increased due to upcoming retirement of several long term employees.

7025 COMPENSATORY PER DIEM: Legislative appropriation for per diem of board members is \$30 per day.

7033 EMPLOYEES RETIREMENT OTHER: Agency surcharge for retirement benefits for retired employees who have returned to work after September 1, 2011.

7040-

7042 PAYROLL HEALTH INSURANCE CONTRIBUTION: Agency contribution (1.05% of employees' salary) towards health insurance.

7219 TEXAS ONLINE FEE: Amount paid to the Texas OnLine Authority as required by Senate Bills 187 and 645, for all licenses and registrations.

7947 STATE OFFICE OF RISK MANAGEMENT: Expenses due to this office for worker's compensation coverage based on FTE's.

UB FORFEITURE FUNDS: Amount remaining in the Controlled Substance Forfeiture Funds Account.

UB FY17 CAPITAL BUDGET: Amount remaining to be spent in FY17.

Contingent Rider for HB 2561: Amount and 1 FTE that will be added to the existing appropriation when Comptroller issues a finding of fact letter that verifies that TSBP will collect this amount in additional revenue.

Contingent Rider for SB 316 (or similar legislation): Amount and 1 FTE that will be added to the existing PMP appropriation when Comptroller issues a finding of fact letter that verifies that TSBP and member agencies will collect this amount in additional revenue.

REVENUE PROJECTIONS

Agency Code:	Agency Name:	Date:				
515	TEXAS STATE BOARD OF PHARMACY	25-Jul-17				
			FY2018	FY2019	BIENNIAL REVENUE ESTIMATE REQUIREMENT - Sunset	
			Estimated	Budgeted	FY 2018-19 Biennial Revenue Estimate	
Estimated Revenue:					Revenue Code 3562	\$18,032,000
3562 Health Related Profession Fee		\$ 8,711,998	\$ 8,527,499	Rider - Section 18.20 Contingency for H.B. 2561	\$ 360,293	
3562 Office of Patient Protection		168,850	168,450	Rider - Section 18.20 Contingency for H.B. 2561		
3562 On-line Subscription Fee		229,900	228,400	Other Indirect Costs	39,173	
3562 Probation Fees		90,000	90,000	Total BRE Requirement for Section 18.20 - H.B. 2561	18,431,466	
Total 3562		\$ 9,200,748	\$ 9,014,349	Total FY18-19 Estimate Revenue Collected for Section 18.20 - H.B. 2561	\$ 18,215,097	
				Difference in Required	\$ 216,369	
				BIENNIAL REVENUE ESTIMATE REQUIREMENT - PMP		
3554 TSBP Prescription Drug Monitoring Program		\$ 474,600	\$ 472,500	FY 2018-19 Biennial Revenue Estimate		
3554 Revenue - Senate Bill 195 Member Agencies Transfer		1,021,081	979,643	Revenue Code 3554	\$2,793,000	
Total 3554		\$ 1,495,681	\$ 1,452,143	Rider - Section 18.49 Contingency for H.B. 2561	153,701	
				Rider - Section 18.49 Contingency for H.B. 2561		
				Other Indirect Costs	39,173	
				Total BRE Requirement for Section 18.49 - H.B. 2561	\$2,985,874	
				Total FY18-19 Estimate Revenue Collected for Section 18.49 - H.B. 2561	2,947,824	
				Difference in Required	38,050	
3570 Peer Assistance Program Fees		\$ 301,600	\$ 300,100			
3770 Administrative Penalties - Fees		400,000	400,000			
3719 Fees/Copies or Filing of Records		-	-			
3752 Sale of Publication/Advertising		161	161			
3754 Other Surplus Sales		-	-			
3802 Reimbursement Third Party		13,840	13,840			
3839 Sale of Vehicles		-	-			
3852 Interest on Local Deposits		14	14			
3583 Controlled Substance Act Forfeiture		-	-			
3727 Cost Recovery of Prescription Pads - Administrative Service Fee		1,018,936	1,018,936			
3879 Prescription Pads - Convenience Fees		\$ 57,343	\$ 57,343			
Total, Estimated Revenue		\$ 12,488,323	\$ 12,256,886			
Expenditures:						
Original Legislative Appropriations - FY2018-19		\$ 8,063,888	\$ 7,929,259			
Rider - Section 18.20 Contingency for H.B. 2561		207,194	153,099			
Rider - Section 18.20 Contingency for H.B. 2561		100,598	53,103			
Office of Patient Protection		229,900	228,400			
Other - Indirect Costs (Employee Benefits, Bond Debt, & Other Oversight)		1,953,446	2,008,349			
Other - Indirect Costs (Employee Benefits - Section 18.20 for H.B 2561)		19,587	19,586			
Other - Indirect Costs (Employee Benefits - Section 18.49 for H.B. 2561)		19,587	19,586			
Cost Recovery of Prescription Pads - Administrative Service Fees Est.		1,018,936	1,018,936			
Prescription Pads - Convenience Fees Est.		57,343	57,343			
Total, Expenditures		\$ 11,670,479	\$ 11,487,661			
Excess of Revenue Over Expenditures		\$ 817,844	\$ 769,225			

FOR FISCAL YEARS 2018 - 2019
EFFECTIVE FISCAL YEAR 2018

	FY2017 CURRENT FEES	FY2018 PROPOSED FEES Effective January 2018 Initial	FY2018 PROPOSED FEES Effective January 2018 Renewal
Pharmacist Fee	\$ 235	variable	\$ 238
Subscription Fee	5	5	5
OPP Fee	2	5	2
PRN Surcharge	13	13	13
PDMP Fee	21	23	23
Total	\$ 276		\$ 281
Pharmacy Fee	\$ 401	\$ 404	\$ 404
Subscription Fee	12	12	12
OPP Fee	2	5	2
PRN Surcharge	15	15	15
PDMP Fee	21	23	23
Total	\$ 451	\$ 459	\$ 456
Technician Fee	\$ 72	\$ 75	\$ 75
Subscription Fee	3	3	3
OPP Fee	2	5	2
Total	\$ 77	\$ 83	\$ 80
Technician Trainee Fee	\$ 45	\$ 48	
Subscription Fee	2	2	
OPP Fee	5	5	
Total	\$ 52	\$ 55	