

BOARD OF PHARMACY

	For the Years Ending	
	August 31, 2018	August 31, 2019
Method of Financing:		
General Revenue Fund	\$ 7,650,507	\$ 7,458,189
Appropriated Receipts	14,015	14,015
Total, Method of Financing	\$ 7,664,522	\$ 7,472,204
Other Direct and Indirect Costs Appropriated Elsewhere in this Act	\$ 2,170,381	\$ 2,188,127
This bill pattern represents an estimated 100% of this agency's estimated total available funds for the biennium.		
Number of Full-Time-Equivalents (FTE):	96.0	96.0
Schedule of Exempt Positions:		
Executive Director, Group 4	\$130,462	\$130,462
Items of Appropriation:		
A. Goal: MAINTAIN STANDARDS		
Establish and Maintain Standards for Pharmacy Education and Practice.		
A.1.1. Strategy: LICENSING	\$ 988,243	\$ 976,092
Operate an Application and Renewal Licensure System.		
A.1.2. Strategy: TEXAS.GOV	\$ 210,500	\$ 222,200
Texas.gov. Estimated and Nontransferable.		
Total, Goal A: MAINTAIN STANDARDS	\$ 1,198,743	\$ 1,198,292
B. Goal: ENFORCE REGULATIONS		
Protect Public Health by Enforcing All Laws Relating to Practice.		
B.1.1. Strategy: ENFORCEMENT	\$ 5,269,881	\$ 5,080,092
Operate System of Inspection Assistance Education.		
B.1.2. Strategy: PEER ASSISTANCE	\$ 228,740	\$ 238,585
Provide a Peer Assistance Program for Licensed Individuals.		
Total, Goal B: ENFORCE REGULATIONS	\$ 5,498,621	\$ 5,318,677
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: LICENSING - INDIRECT ADMINISTRATION	\$ 144,852	\$ 141,873
C.1.2. Strategy: ENFORCEMENT-INDIRECT ADMINISTRATION	\$ 822,306	\$ 813,362
Total, Goal C: INDIRECT ADMINISTRATION	\$ 967,158	\$ 955,235
Grand Total, BOARD OF PHARMACY	\$ 7,664,522	\$ 7,472,204
Object-of-Expense Informational Listing:		
Salaries and Wages	\$ 5,305,287	\$ 5,303,855
Other Personnel Costs	299,689	138,679
Professional Fees and Services	648,945	622,526
Fuels and Lubricants	39,000	39,000
Consumable Supplies	47,170	46,772
Utilities	20,941	19,103
Travel	176,716	176,716
Rent - Building	6,141	6,141
Rent - Machine and Other	12,380	12,380
Other Operating Expense	1,062,401	1,054,489
Capital Expenditures	45,852	52,543
Total, Object-of-Expense Informational Listing	\$ 7,664,522	\$ 7,472,204

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**Estimated Allocations for Employee Benefits and Debt
Service Appropriations Made Elsewhere in this Act:**

Employee Benefits

Retirement Group	\$ 463,629	\$ 463,629
Insurance Social	1,084,465	1,147,093
Security Benefits	389,339	389,339
Replacement	<u>9,637</u>	<u>8,288</u>

Subtotal, Employee Benefits

\$ 1,947,070 \$ 2,008,349

Debt Service

Lease Payments	<u>\$ 6,376</u>	<u>\$ 0</u>
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**Total, Estimated Allocations for Employee
Benefits and Debt Service Appropriations Made
Elsewhere in this Act**

\$ 1,953,446 \$ 2,008,349

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- 1. Performance Measure Targets.** The following is a listing of the key performance target levels for the Board of Pharmacy. It is the intent of the Legislature that appropriations made by this Act be utilized in the most efficient and effective manner possible to achieve the intended mission of the Board of Pharmacy. In order to achieve the objectives and service standards established by this Act, the Board of Pharmacy shall make every effort to attain the following designated key performance target levels associated with each item of appropriation.

	2018	2019
A. Goal: MAINTAIN STANDARDS		
Outcome (Results/Impact):		
Percent of Licensees with No Recent Violations	95%	95%
Percent of Licensees Who Renew Online	96%	96%
A.1.1. Strategy: LICENSING		
Output (Volume):		
Number of New Licenses Issued to Individuals	1,800	1,800
Number of Licenses Renewed (Individuals)	15,700	16,650
Explanatory:		
Total Number of Business Facilities Licensed	8,200	8,300
B. Goal: ENFORCE REGULATIONS		
Outcome (Results/Impact):		
Percent of Complaints Resulting in Disciplinary Action	10%	10%
B.1.1. Strategy: ENFORCEMENT		
Output (Volume):		
Number of Jurisdictional Complaints Resolved	5,360	5,360
Efficiencies:		
Average Resolution Time for Resolving Jurisdictional Complaints (Days)	195	195
Explanatory:		
Number of Jurisdictional Complaints Received	5,620	5,620
B.1.2. Strategy: PEER ASSISTANCE		
Output (Volume):		
Number of Individuals Participating in a Peer Assistance Program	160	160

- 2. Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease Payments to the Master Lease Purchase Program" or for items with a "(MLPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of Government Code §1232.103.

	2016	2017
a. Acquisition of Information Resource Technologies		
(1) PC Replacement	\$ 40,525	\$ 26,825
(2) Acquisition of Information Technology	\$ 58,914	\$ 58,003
Total, Acquisition of Information Resource Technologies	\$ 99,439	\$ 84,828
Total, Capital Budget	\$ 99,439	\$ 84,828
Method of Financing (Capital Budget):		
General Revenue Fund	\$ 99,439	\$ 84,828
Total, Method of Financing	\$ 99,439	\$ 84,828
	2018	2019
a. Acquisition of Information Resource Technologies		
(1) PC Replacement	\$ 23,852	\$ 8,543
b. Transportation Items		
(1) Replacement Vehicles	\$ 22,000	\$ 44,000
Total, Capital Budget	\$ 45,852	\$ 52,543

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Method of Financing (Capital Budget):

<u>General Revenue Fund</u>	\$	45,852	\$	52,543
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Total, Method of Financing	\$	45,852	\$	52,543

3. **Controlled Substance Forfeiture Program.** Amounts appropriated above in Strategy B.1.1, Enforcement, include \$56,741 in General Revenue in fiscal year ~~2016~~ 2018 only for the purpose of the Controlled Substance Forfeiture Program. In addition to amounts appropriated above, all forfeited money collected under federal or state forfeiture programs, proceeds from the sale of forfeited property or similar monetary awards related to the Board of Pharmacy's participation in the seizure of controlled substances or other contraband, are hereby appropriated to the Board of Pharmacy to be used for enforcement purposes. Any funds unexpended at the close of fiscal year ~~2016~~ 2018 are appropriated for fiscal year ~~2017~~ 2019. Any unexpended funds (estimated to be \$0) at the close of fiscal year ~~2015-2017~~ collected under federal or state forfeiture programs, proceeds from the sale of forfeited property or similar monetary awards related to the Board of Pharmacy's participation in the seizure of controlled substances or other contraband are appropriated for fiscal year ~~2016~~ 2018.

4. **Contingency for Behavioral Health Funds.** Notwithstanding appropriation authority granted above, the Comptroller of Public Accounts shall not allow the expenditure of General Revenue-Related behavioral health funds for the Board of Pharmacy in Strategy B.1.2, Peer Assistance Program, in fiscal year ~~2017~~ 2018 or fiscal year 2019, as identified in Art. IX, Sec. 10.04, Statewide Behavioral Health Strategic Plan and Coordinated Expenditures, if the Legislative Budget Board provides notification to the Comptroller of Public Accounts that the agency's planned expenditure of those funds in fiscal year ~~2017~~ 2018 or fiscal year 2019 does not satisfy the requirements of Art. IX, Sec. 10.04, Statewide Behavioral Health Strategic Plan and Coordinated Expenditures.

5. **Sunset Contingency.** Funds appropriated above for fiscal year 2019 for the Texas State Board of Pharmacy are made contingent on the continuation of the Texas State Board of Pharmacy by the Eighty-fifth Legislature, Regular Session, 2017. In the event that the agency is not continued, the funds appropriated for fiscal year 2018, or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

6. **Informational Listing: Prescription Monitoring Program Funding.** Out of the amounts appropriated above, the Texas State Board of Pharmacy shall use \$800,913 during each fiscal year 2018 and 2019 to execute the appropriate provisions of Chapter 481 of the Health and Safety Code. Fees are collected by agencies that license individuals or entities authorized to access the Prescription Monitoring Program including, Board of Pharmacy, Texas Medical Board, Optometry Board, Board of Dental Examiners, Board of Nursing, Board of Podiatric Medical Examiners, and the Board of Veterinary Medical Examiners. The following is an informational listing of the agencies participating in the Prescription Monitoring Program and fees estimated to be collected for this purpose:

	FY18	FY19
Texas Medical Board	\$366,017	\$370,823
Optometry Board	23,226	20,824
<u>Texas Board of Dental Examiners</u>	125,743	122,540
Texas Board of Nursing	65,675	65,675
<u>Board of Veterinary Medical Examiners</u>	60,068	60,068
<u>Board of Podiatric Medical Examiners</u>	8,009	7,208
Board of Pharmacy	152,175	153,775
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Total	\$800,913	\$800,913

7. **Lump Sum Retiree Payout.** Included in amounts appropriated above, is \$162,774 in General Revenue that may only be used during the 2018-19 fiscal biennium to pay for retirement payouts due at the time of agency employees' retirement. The unexpended funds of no more than \$162,774 in General Revenue remaining on August 31, 2018 may be expended during the fiscal year

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beginning September 1, 2018 only to pay for retirement payouts due at the time of agency employees' retirement. Any part of the appropriation made for retirement payouts due at the time of agency employees' retirement that are not necessary for that purpose shall be lapsed by the agency at the end of the biennium.

	Fiscal Year 2018	Fiscal Year 2019	TOTAL
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ITEM # 1

Prescription Monitoring Program Increase from FY2017	\$ 298,602	\$ 298,602	597,204
Total	\$ 298,602	\$ 298,602	\$ 597,204

ITEM # 2

Restore the 4% Cut			
Licensing	34,531	35,093	69,624
Enforcement	253,283	252,722	506,005
	287,814	287,815	575,629

ITEM # 3

TECHNOLOGY

PC Replacements	\$ 11,748	\$ 4,207	15,955
Acquisition of Information Technology	\$ 75,364	\$ 53,628	128,992
Mobile Inspection		\$ 108,820	108,820
VOIP - Voice over Internet Protocol	\$ 34,000	\$ 24,000	58,000
Total	\$ 121,112	\$ 190,655	\$ 311,767

ITEM # 4

Reclassifications & Equity Adjustments

Licensing	\$ 9,885	\$ 9,885	\$ 19,770
Enforcement	\$ 41,163	\$ 41,163	\$ 82,326
Legal	\$ 32,822	\$ 32,822	\$ 65,644
Prof Svcs	\$ 19,960	\$ 19,960	\$ 39,920
Administration	\$ 48,881	\$ 48,881	\$ 97,762
	\$ 152,711	\$ 152,711	\$ 305,422
Benefits = 32.38%	\$ 49,448	\$ 49,448	\$ 98,895
Total	\$ 202,159	\$ 202,159	\$ 404,317

ITEM # 5

Merit Increase (75% of staff)	\$ 135,554	\$ 274,564	\$ 410,118
Benefits = 32.38%	\$ 43,892	\$ 88,904	\$ 121,969
Total	\$ 179,446	\$ 363,468	\$ 532,087

	Fiscal Year 2018	Fiscal Year 2019	TOTAL
ITEM # 6			
New Positions			
1 Deputy Director (Pharmacist III) (B31)	\$ 125,000	\$ 125,000	\$ 250,000
2 Program Specialist V (B21)	\$ 48,278	\$ 48,278	\$ 96,556
3 Administrative Assistant V (A17)	\$ 36,976	\$ 36,976	\$ 73,952
4 Administrative Assistant V (A17)	\$ 36,976	\$ 36,976	\$ 73,952
5 Compliance Officer - Pharmacist I (B27)	\$ 94,632	\$ 94,632	\$ 189,264
6 Field Investigator IV (B18)	\$ 53,200	\$ 53,200	\$ 106,400
7 Sr. Inspector VII (B21)	\$ 55,000	\$ 55,000	\$ 110,000
8 Sr. Inspector VII (B21)	\$ 55,000	\$ 55,000	\$ 110,000
9 Program Supervisor III (B19)	\$ 42,244	\$ 42,244	\$ 84,488
10 Pharmacist I (B27) (Asst Dir of Enf)	\$ 100,000	\$ 100,000	\$ 200,000
11 Investigator IV (Enf Officer) (B18)	\$ 39,521	\$ 39,521	\$ 79,042
12 Investigator IV (Enf Officer) (B18)	\$ 39,521	\$ 39,521	\$ 79,042
13 Information Technology Security Analyst III (B27)	\$ 76,356	\$ 76,356	\$ 152,712
14 Attorney IV (B25)	\$ 69,974	\$ 69,974	\$ 139,948
Total Salaries	\$ 872,678	\$ 872,678	\$ 1,745,356
Increase in FTEs	14	14	
Other Operating	\$ 104,463	\$ 76,924	\$ 181,387
Computer Equip - Inventoried	\$ 18,025	\$ -	\$ 18,025
Vehicles	\$ 88,000	\$ -	\$ 88,000
Addl Payroll Retirement Contribution	\$ 4,363	\$ 4,363	\$ 8,727
Payroll Health Ins Contribution	\$ 8,727	\$ 8,727	\$ 17,454
Total	\$ 1,096,256	\$ 962,692	\$ 2,058,948
Benefits = 32.38%	\$ 282,573	\$ 282,573	\$ 565,146
	\$ 1,378,829	\$ 1,245,265	\$ 2,624,095
ITEM # 7			
Vehicles - Replacements	\$ -	\$ 44,000	\$ 44,000
Total	\$ -	\$ 44,000	\$ 44,000
ITEM # 8			
Increase PRN	Total \$ 9,342	\$ 9,342	\$ 18,684
ITEM # 9			
Executive Director Salary Increase	\$ 29,538	\$ 29,538	\$ 59,076
Benefits = 32.38%	\$ 9,564	\$ 9,564	\$ 19,129
Total	\$ 39,102	\$ 39,102	\$ 78,205
ITEM # 10			
William P Hobby Building Maintenance	Total \$ 100,000	\$ 100,000	\$ 200,000
Items - Total	\$ 2,230,929.17	\$ 2,349,919.16	\$ 4,580,848.33
Total Benefits = 32.38% (unappropriated)	\$ 385,478	\$ 430,489	\$ 815,967
	\$ 2,616,407	\$ 2,780,408	\$ 5,396,815