



Organizational Development Committee

Victor Law, Licensee Member, Board President
Gregory Lippe, Public Member, Board Vice President

a. Budget Report/Update

Attachment 1

Fiscal Year 2018/2019

On June 28, 2018, the Governor signed the budget for FY 2018/19. The new budget year began July 1, 2018. The board's spending authorization for the year is \$26,007,000, which is an 11.3% increase from the prior year. This increase includes the following:

- \$1,101,000 one-time costs for the relocation of the board's office
- \$685,000 to fund two inspector and two AGPA positions to perform sterile compounding and other enforcement functions
- \$423,000 to fund three positions to implement new legislation including, Statutes of 2017 (AB 401), Chapter 623, Statutes of 2017 (SB 351), and Chapter 647, Statutes of 2017 (SB 443)
- \$816,000 in employer retirement contributions and employee compensation
- \$134,000 to fund equipment purchases
- \$264,000 in pro rata
- \$112,000 in employer retirement contributions
- \$507,000 in boards and bureaus workload BCPs
- \$131,000 in other post-employment benefits

There continues to be a delay in receiving budget information from the department due to the newly implemented FISCAL accounting system. Board staff have been advised that until the FISCAL system is able to close out the prior fiscal year (FY17/18), no interim budget figures can be produced by the system. We are hopeful that when the prior year closes out we will be able to resume providing the board with current year expenditures.

Based on the limited reporting available, the board believes it has received \$11,405,300 in revenue originating from the following:

Revenue Sources		
Source	Amount	Percentage
Licensing	\$10,885,500	95%
Citation Fines	\$238,800	2%
Cost Recovery	\$280,700	3%

Below is a summary of the fund condition report prepared by the department with the available budget reports. The fund condition assumes that the new fees will be in place no later than January 1, 2020.

Fund Condition		
Fiscal Year	Fund Balance	Months in Reserve
2017/2018	\$8,614,000	3.8
2018/2019	\$4,997,000	2.1
2019/2020	\$5,470,000	2.3
2020/2021	\$9,794,000	4.1
2021/2022	\$13,597,000	5.6

Attachment 1 includes detailed budget charts for board revenue as well as the fund condition prepared by the department.

b. Board Member Reimbursement and Attendance Information

Attachment 2

Board members may seek reimbursement for travel expenses and per diem payments. It is important to note that these figures only represent hours and travel expenses where reimbursement was sought. It is not uncommon for board members to waive their per diem payments or only request partial reimbursement of travel expenses.

The reimbursements and board member attendance information are provided in **Attachment 2**.

c. Discussion and Consideration of a Change to the Board’s Current Policy Related to Recognition of Pharmacists with 50 Years of Licensure

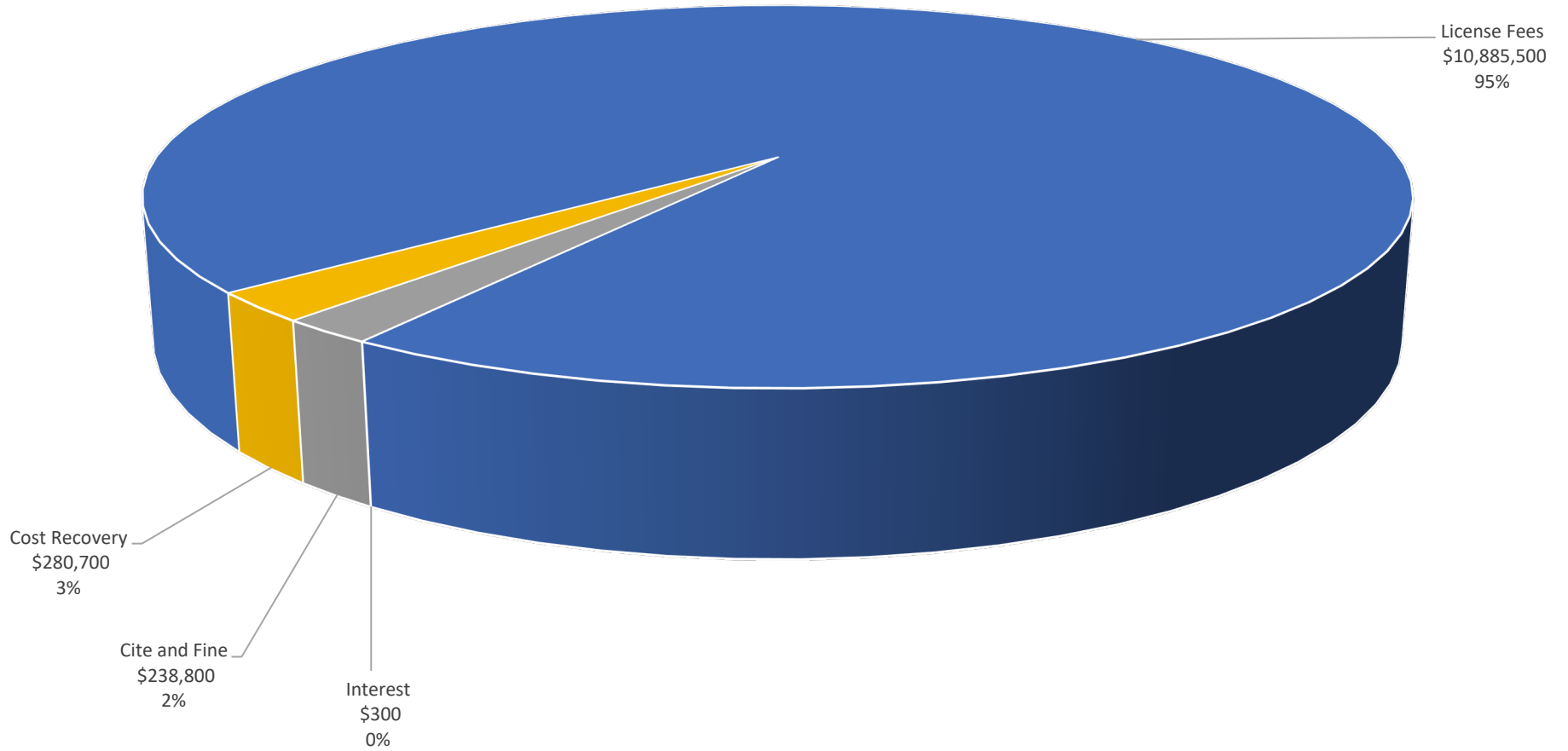
President Law requested that this item be placed on the agenda so that the board could discuss the current policy of acknowledging pharmacists who have been licensed in

California for 50 years. President Law is proposing that the board change its policy to acknowledge pharmacists who have been licensed in California for 40 years.

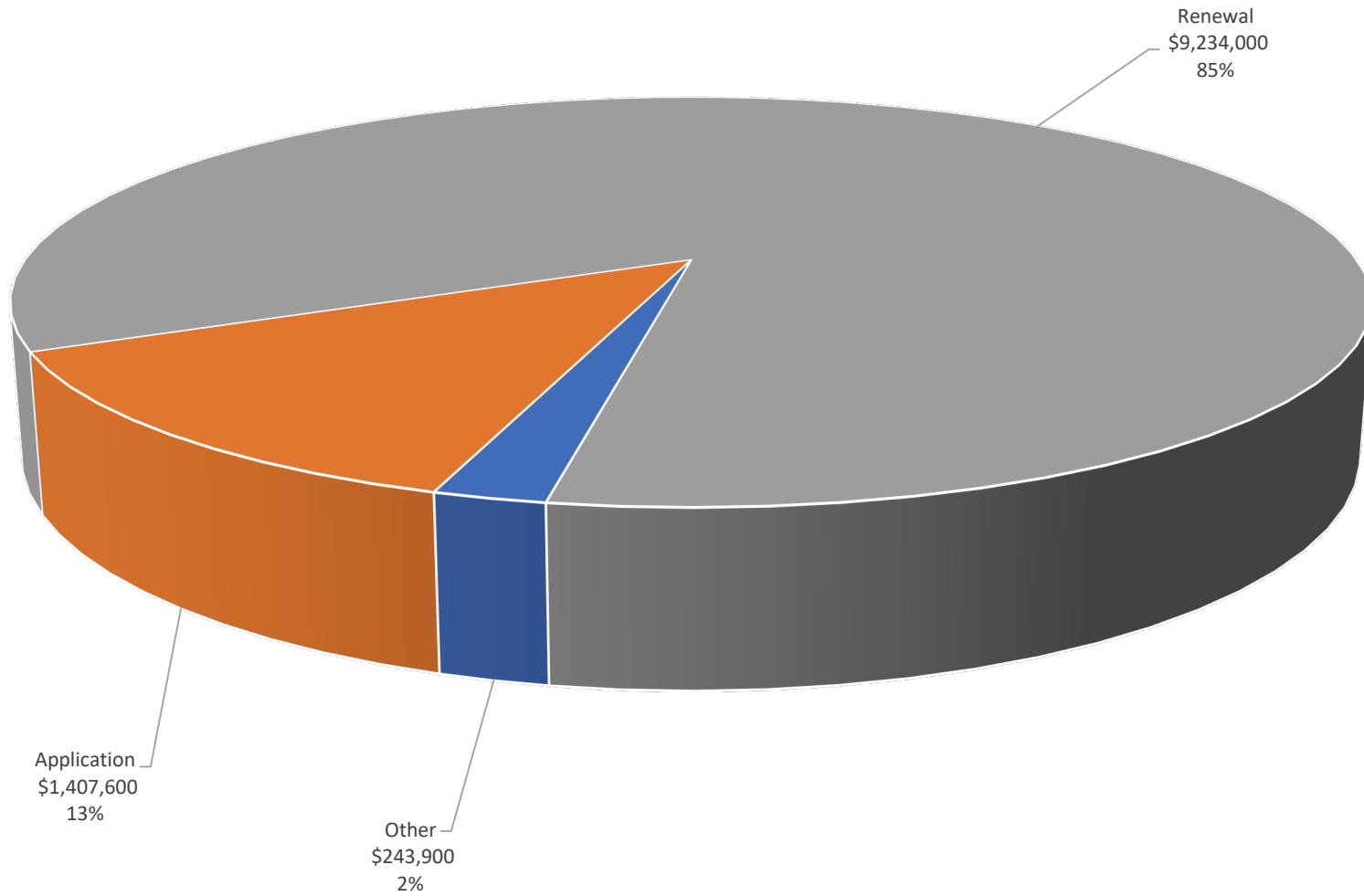
Staff will work on implementation should the board approve a change in policy.

Attachment 1

Origin of Revenue
FY 2018-2019
FM 04
\$11,405,300



Applications vs. Renewal
FY 2018-2019
FM 04
\$10,885,500



0767 - Pharmacy Board Contingent Fund Analysis of Fund Condition

Prepared 1/17/2019

(Dollars in Thousands)

Governor's Budget	PY 2017-18	Budget Act CY 2018-19	BY 2019-20	Projected BY +1 2020-21	Projected BY +2 2021-22
BEGINNING BALANCE	\$ 8,084	\$ 8,614	\$ 4,997	\$ 5,470	\$ 9,794
Prior Year Adjustment	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Beginning Balance	\$ 8,084	\$ 8,614	\$ 4,997	\$ 5,470	\$ 9,794
REVENUES AND TRANSFERS					
Revenues:					
4121200 Delinquent fees	\$ 180	\$ 195	\$ 195	\$ 195	\$ 195
4127400 Renewal fees	\$ 19,237	\$ 18,982	\$ 19,649	\$ 19,649	\$ 19,649
4129200 Other regulatory fees	\$ 2,127	\$ 929	\$ 929	\$ 929	\$ 929
4129400 Other regulatory licenses and permits	\$ 3,922	\$ 3,786	\$ 3,850	\$ 3,850	\$ 3,850
4135000 Misc. revenue from local agencies	\$ 1	\$ 1	\$ 1	\$ 1	\$ 1
4163000 Income from surplus money investments	\$ 97	\$ 49	\$ -	\$ 5	\$ 16
4172500 Miscellaneous revenues	\$ 10	\$ -	\$ -	\$ -	\$ -
Anticipated Revenue from Fee Increase Assume Eff. 1/1/20			\$ 4,088	\$ 8,176	\$ 8,176
Totals, Revenues	\$ 25,574	\$ 23,942	\$ 28,712	\$ 32,805	\$ 32,816
Totals, Revenues and Transfers	\$ 25,574	\$ 23,942	\$ 28,712	\$ 32,805	\$ 32,816
Totals, Resources	\$ 33,658	\$ 32,556	\$ 33,709	\$ 38,275	\$ 42,610
EXPENDITURES					
Disbursements:					
1111 Department of Consumer Affairs Program Expenditures (State Operations)	\$ 23,671	\$ 26,007	\$ 26,058	\$ 26,579	\$ 27,111
8880 Financial Information System for California (State Operations)	\$ 26	\$ 2	\$ -5	\$ 2	\$ 2
9892 Supplemental Pension Payments (State Operations)	\$ -	\$ 309	\$ 659	\$ 659	\$ 659
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	\$ 1,347	\$ 1,241	\$ 1,527	\$ 1,241	\$ 1,241
Total Disbursements	\$ 25,044	\$ 27,559	\$ 28,239	\$ 28,481	\$ 29,013
FUND BALANCE					
Reserve for economic uncertainties	\$ 8,614	\$ 4,997	\$ 5,470	\$ 9,794	\$ 13,597
Months in Reserve	3.8	2.1	2.3	4.1	5.6

Attachment 2

Summary Meeting Attendance FY 2018/2019

Background: The board is required by law to meet at least once every four months and may meet more often as it determines necessary. The board’s strategic plan directs four full board meetings annually.

The board’s strategic plan establishes five standing committees through which the board establishes its goals and organizes its activities in pursuit of ensuring the public health, safety and welfare, and to assure the provision of quality pharmacist’s care. These five committees develop policy related to a board mission-related goal. The five committees are: Licensing, Enforcement, Communication and Public Education, Legislation and Regulation, and Organizational Development. Each committee typically meets once before a quarterly board meeting. Committee assignment is at the discretion of the board president.

Note: Each board member is assigned to a different number of committees and committee assignments can change throughout the year. The chart below provides the number of meetings each member should have attended based on their individual committee assignments.

Board Member	Total Number of Board and Committee Meetings	Total Number of Board and Committee Meetings ATTENDED	Percentage
Brooks	11	5	45%
Butler	11	9	82%
Khan	11	1	1%
Kim	9	6	67%
Law	9	9	100%
Lippe	11	9	82%
Munoz	9	3	33%
Sanchez	11	11	100%
Schaad	11	8	73%
Serpa	9	9	100%
Veale	11	10	91%
Weisser	11	9	82%
Wong	11	11	100%

Full Board Meetings FY 2018/2019							
	July 24 2018	July 25 2018	September 7 2018	September 26 2018	October 23 2018	October 24 2018	December 14 2018
Brooks			x		x	x	
Butler	x	x		x	x	x	
Khan			x				
Kim	x	x			x	x	x
Law	x	x	x	x	x	x	x
Lippe	x	x	x		x	x	x
Munoz				x		x	
Sanchez	x	x	x	x	x	x	x
Schaad	x	x			x	x	x
Serpa	x	x	x	x	x	x	x
Veale	x	x		x	x	x	x
Weisser	x	x	x	x			x
Wong	x	x	x	x	x	x	x

Enforcement Committee Meetings FY 2018/2019		
	September 14, 2018	December 20, 2018
Law	x	x
Lippe	x	
Sanchez	x	x
Schaad	x	x
Weisser	x	x
Wong	x	x

Licensing Committee Meetings FY 2018/2019		
	September 26, 2018	December 19, 2018
Butler	x	x
Khan		
Schaad		x
Veale	x	x
Weisser	x	x
Wong	x	x

Communication and Public Education Committee Meetings FY 2018/2019		
	October 11, 2018	January 8, 2019
Brooks		x
Kim		x
Munoz	x	
Sanchez	x	x
Veale	x	x

Legislation and Regulation Committee Meeting FY 2018/2019		
	July 24, 2018	October 23, 2018
Brooks		x
Butler	x	x
Khan		
Lippe	x	x
Serpa	x	x