



Organizational Development Committee

Gregory Lippe, Public Member, President
 Debbie Veale, Licensee Member, Vice-President

a. Budget Update and Report

Fiscal Year 2020/2021

The new Fiscal Year (FY) began July 1, 2020. The Board’s spending authorization for the year is \$29,314,000, which is an 2% increase from the prior year.

As previously noted, there continues to be a delay in receiving budget information due to some challenges with the transition to the FISCAL accounting system. Based on current preliminary reports from November 2020, the Board has received \$14,284,300 in revenue originating from the following:

Revenue Sources Table: FY 2020/2021

Source	Amount	Percentage
Licensing	\$13,303,800	93%
Cost Recovery	\$659,700	5%
Citation Fines	\$295,700	2%
Interest	\$25,100	0%

Further, the Board estimates it has expended \$11,202,900 through November 2020. The largest expenditure categories are detailed below.

Expenditures Table: FY 2020/2021

Source	Amount	Percentage
Personnel	\$6,879,200	61%
Prorata	\$1,969,800	18%
Enforcement	\$1,789,500	16%
Facilities Operations	\$264,100	2%

Fund Condition

Below is a summary of the Analysis of Fund Condition prepared by the department with the available budget reports. The fund condition assumed an effective date of new fees as April 1, 2020, and reflects a \$2.4M loan to the general fund.

Fund Condition Table: FY 2020/2021

Fiscal Year	Fund Balance	Months in Reserve
2019/2020	\$8,889,000	3.6
2020/2021	\$9,389,000	3.5
2021/2022	\$10,645,000	3.9

Attachment 1 includes the Analysis of Fund Condition prepared by the department and detailed budget charts.

b. Board Member Attendance Information

Attachment 2 includes a summary of Board member attendance at committee and board meetings this fiscal year.

c. Personnel Update

The Board currently has 14 vacant positions detailed below.

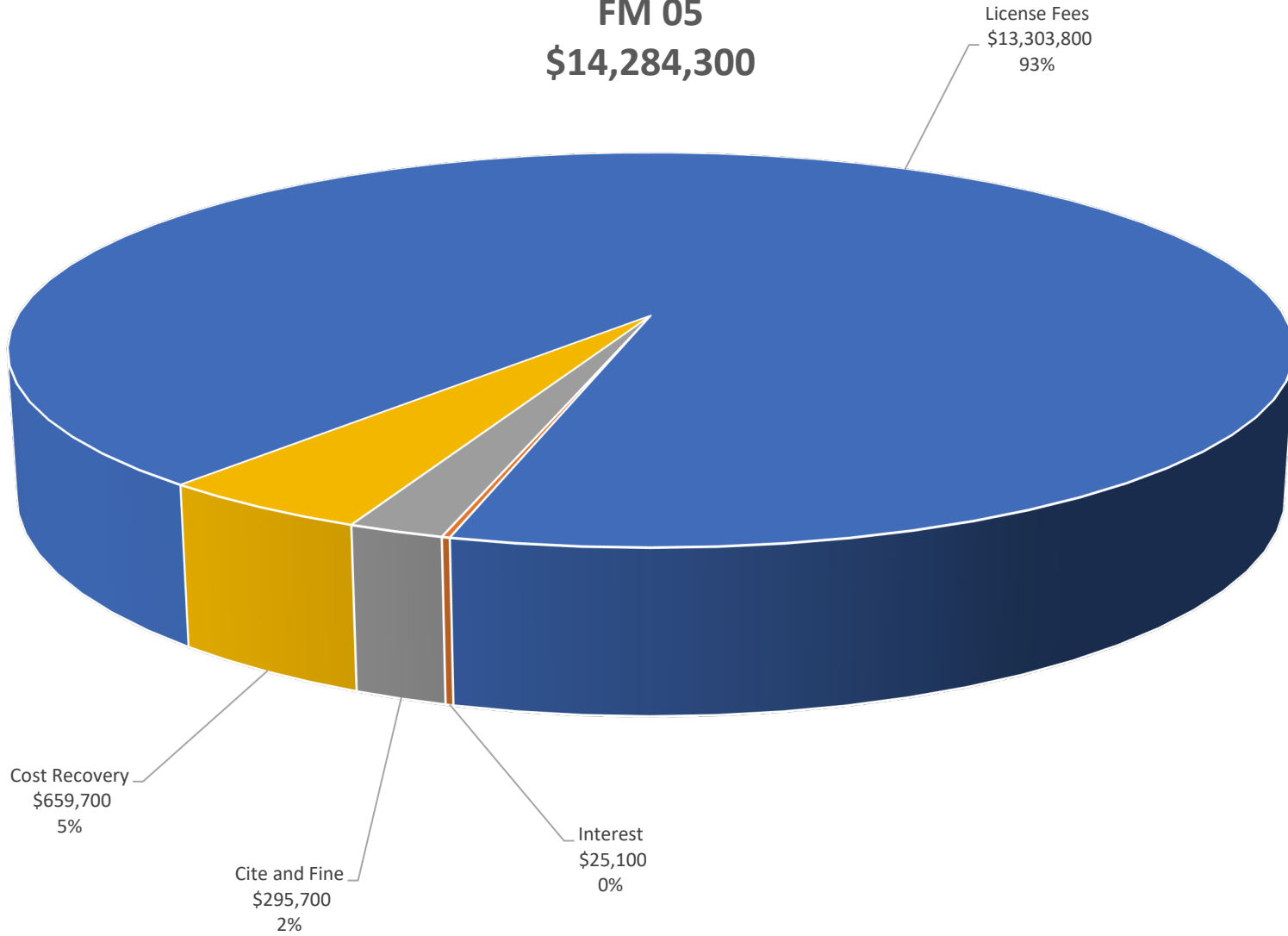
- 4 Inspector positions
- 3 Licensing positions
- 5 Enforcement positions, including one Chief of Enforcement Position
- 2 Administration positions

d. Meeting Calendar for 2021

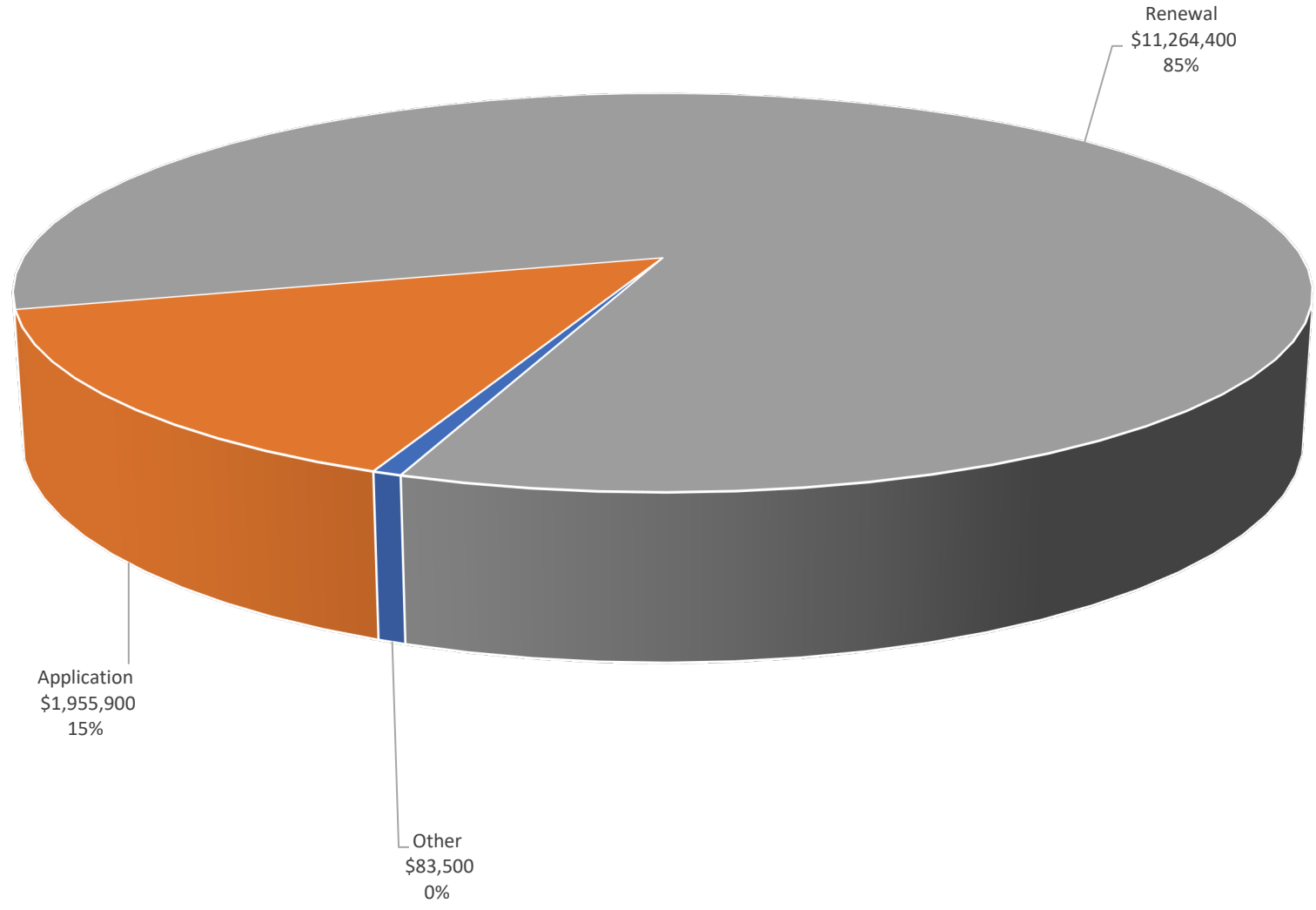
Attached 3 includes the meeting calendar for the remainder of 2021.

Attachment 1

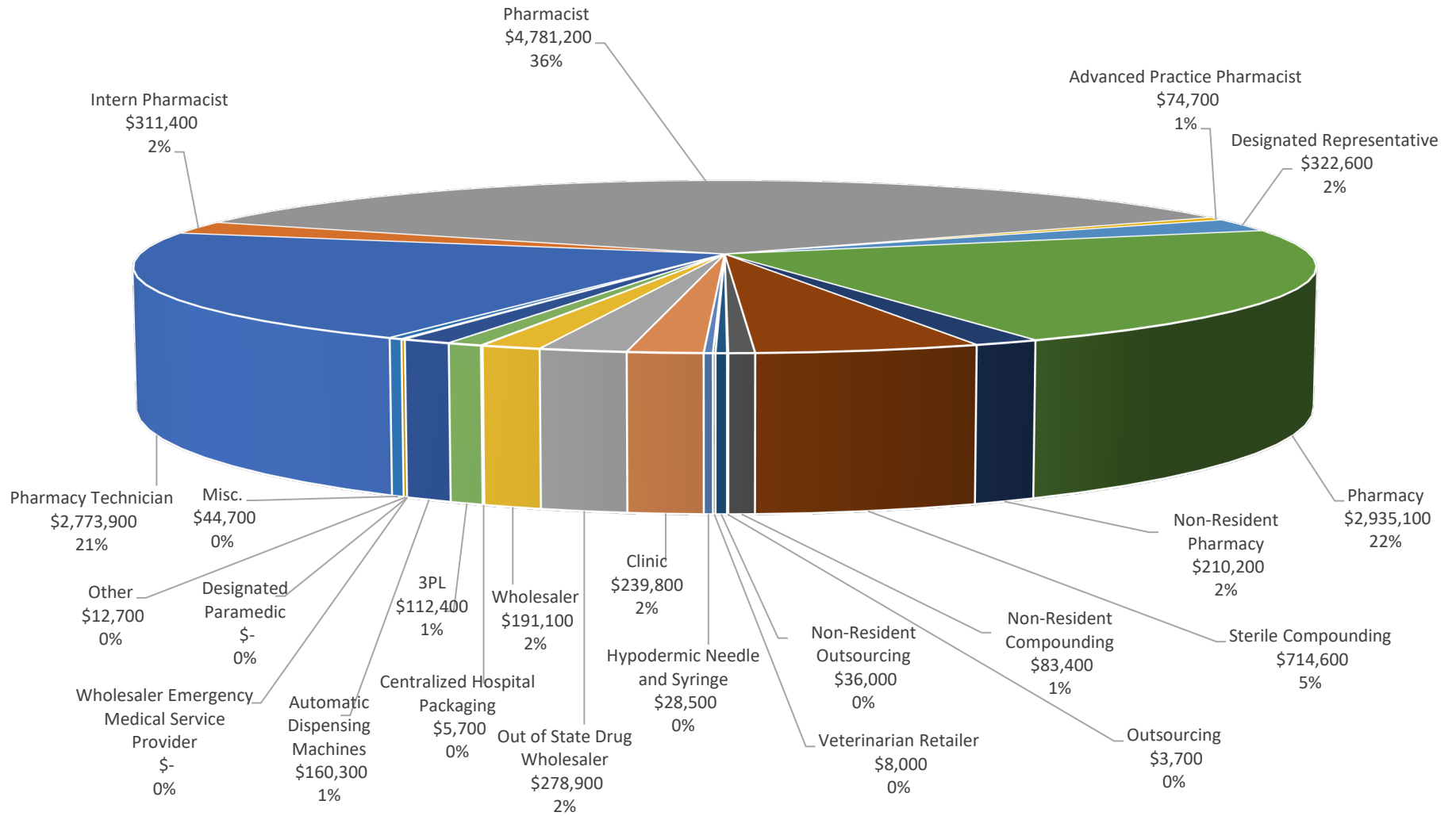
**Origin of Revenue
FY 2020-2021
FM 05
\$14,284,300**



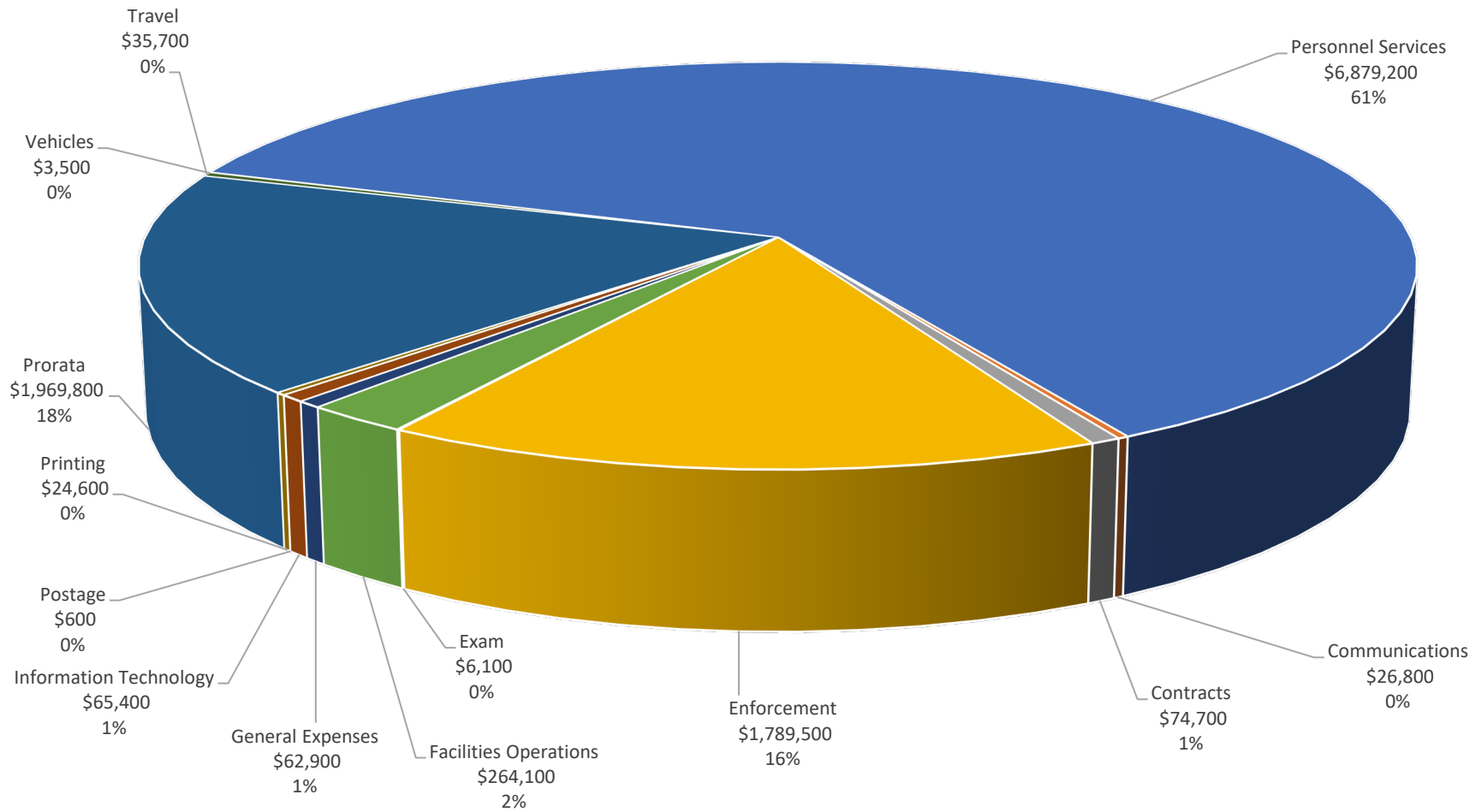
Applications vs. Renewal
FY 2020-2021
FM 05
\$13,303,800



Revenue by Program
 FY 2020-2021
 FM 05
 \$13,328,900



**Expenditures
FY 20-21
FM 05
\$11,202,900**



0767 - Pharmacy Board Contingent Fund**Analysis of Fund Condition (Dollars in Thousands) 2021-22****Governor's Budget**

	PY 2019-20	CY 2020-21	BY 2021-22	BY +1 2022-23	BY +2 2023-24
BEGINNING BALANCE	\$10,597	\$8,889	\$9,389	\$10,645	\$11,034
Prior Year Adjustment	-\$1,052	\$0	\$0	\$0	\$0
Adjusted Beginning Balance	\$9,545	\$8,889	\$9,389	\$10,645	\$11,034
REVENUES, TRANSFERS AND OTHER ADJUSTMENTS					
Revenues					
4121200 - Delinquent fees	\$215	\$232	\$229	\$229	\$229
4127400 - Renewal fees	\$20,964	\$27,490	\$28,129	\$28,129	\$28,129
4129200 - Other regulatory fees	\$1,129	\$912	\$912	\$912	\$912
4129400 - Other regulatory licenses and permits	\$3,677	\$4,068	\$4,078	\$4,078	\$4,078
4135000 - Local Agencies - Miscellaneous Revenue	\$3	\$1	\$1	\$1	\$1
4140000 - Document Sales	\$3	\$0	\$0	\$0	\$0
4163000 - Investment Income - Surplus Money Investments	\$220	\$149	\$139	\$163	\$155
4171400 - Escheat of unclaimed checks and warrants	\$42	\$0	\$0	\$0	\$0
4172500 - Miscellaneous revenues	\$5	\$0	\$0	\$0	\$0
4173500 - Settlements and Judgements - Anti Trust Actions	\$0	\$22	\$0	\$0	\$0
Totals, Revenues	\$26,258	\$32,874	\$33,488	\$33,512	\$33,504
Transfers and Other Adjustments	\$0	-\$2,400	\$0	\$0	\$0
TOTALS, REVENUES, TRANSFERS AND OTHER ADJUSTMENTS	\$26,258	\$30,474	\$33,488	\$33,512	\$33,504
TOTAL RESOURCES	\$35,803	\$39,363	\$42,877	\$44,157	\$44,538

	PY	CY	BY	BY +1	BY +2
	2019-20	2020-21	2021-22	2022-23	2023-24
EXPENDITURES AND EXPENDITURE ADJUSTMENTS					
Expenditures:					
1111 Program Expenditures (State Operations)	\$ 24,730	\$ 27,636	\$ 29,694	\$ 30,585	\$ 31,503
8880 Financial Information System for California (State Operatio	\$ -2	\$ 0	\$ 0	\$ 0	\$ 0
9892 Supplemental Pension Payments (State Operations)	\$ 659	\$ 659	\$ 659	\$ 659	\$ 659
9900 Statewide Pro Rata	\$ 1,527	\$ 1,679	\$ 1,879	\$ 1,879	\$ 1,879
TOTALS, EXPENDITURES AND EXPENDITURE ADJUSTMENTS	\$26,914	\$29,974	\$32,232	\$33,123	\$34,041
FUND BALANCE					
Reserve for economic uncertainties	\$8,889	\$9,389	\$10,645	\$11,034	\$10,497
Months in Reserve	3.6	3.5	3.9	3.9	3.6

NOTES:

Assumes workload and revenue projections are realized in BY +1 and ongoing.
Expenditure growth projected at 3% beginning BY +1 and ongoing.
Assumes interest rate of 1.5%.

Attachment 2

Board Meetings – FY 2020/2021

Board Member	7/29/20	7/30/20	9/17/20	10/27/20	10/28/20	10/28/20 (E)	11/19/20	12/3/20	12/10/20
Brooks	X		X		X	X	X	X	X
Butler	X	X	X	X	X	X	X	X	X
Kim		X		X	X		X	X	X
Lippe	X	X	X	X	X	X	X	X	X
Oh	X	X	X	X	X	X	X	X	X
Patel	X	X	X	X	X	X	X	X	X
Sanchez	X	X	X	X	X	X	X	X	
Serpa	X	X	X	X	X	X	X	X	X
Veale	X	X	X	X	X	X	X	X	X
Weisz ¹	n/a	n/a	X	X	X	X	X	X	X
Wong	X	X	X	X	X	X	X	X	X

Committee Meetings – FY 2020/2021

Enforcement Committee Meetings – FY 2020/2021

Board Member	7/9/20	10/27/20
Lippe	X	X
Patel	n/a	X
Sanchez	X	X
Serpa	X	X
Veale	X	X
Wong	X	X

¹ Appointed 8/19/2020

n/a – denotes not appointed to the committee at the time of meeting.

E – denotes emergency Board meeting.

Legislation and Regulation Committee Meetings – FY 2020/2021

Board Member	7/9/20	10/27/20
Brooks	X	X
Butler	X	X
Kim	X	X
Lippe	X	X
Oh	X	X
Serpa	X	X

Licensing Committee Meetings – FY 2020/2021

Board Member	7/8/20	10/20/20
Butler	X	
Oh	n/a	X
Patel		X
Veale	X	X
Weisz	n/a	X
Wong	X	X

Communication and Public Education Committee Meetings – FY 2020/2021

Board Member	7/8/20
Brooks	X
Kim	X
Oh	X
Sanchez	X
Weisz	n/a

Attachment 3

Committee and Board Meeting Calendar Year 2021

Date	Type of Meeting	Location
Mar. 18, 2021	Petitioner Meeting	<i>TBD</i>
April 21, 2021	Licensing Committee	<i>TBD</i>
April 29, 2021	Enforcement and Compounding Committee Communication and Public Education Committee Legislation and Regulation Committee	<i>TBD</i>
April 30, 2021	Board Meeting	<i>TBD</i>
June 17, 2021	Petitioner Meeting	<i>TBD</i>
Jul. 14, 2021	Licensing Committee Communication and Public Education Committee	<i>TBD</i>
Jul. 15, 2021	Enforcement and Compounding Committee Legislation and Regulation Committee Meeting	<i>TBD</i>
Jul. 28-29, 2021	Board Meeting	<i>TBD</i>
Sept. 23, 2021	Petitioner Meeting	<i>TBD</i>
Oct. 20, 2021	Enforcement and Compounding Committee	<i>TBD</i>
Oct. 27, 2021	Licensing Committee Communication and Public Education Committee Legislation and Regulation Committee	<i>TBD</i>
Oct. 28, 2021	Board Meeting	<i>TBD</i>
Dec. 2, 2021	Petition Meeting	<i>TBD</i>