

Analysis of Budget Request

Appropriation: 860 - Pharmacy Board-Treasury

Funding Sources: NPB - Cash in Treasury

The State Board of Pharmacy is responsible for licensing pharmacists, interns, pharmacy technicians, pharmacies and businesses engaged in the practice of pharmacy in Arkansas. The Board is composed of six pharmacist members, one consumer member, and one senior citizen member, for a total of eight members. The State Board of Pharmacy is funded from penalties and fees charged by the Board.

Base Level positions were changed from unclassified to classified to reflect the recommendations of the Pay Plan Study and salaries were adjusted accordingly. A 2.3% Cost of Living Allowance is reflected in the second year of the biennium for all positions except the Director of Pharmacy. The person's salary in this position is at the maximum pay grade level of the Professional and Executive Pay Plan Grid. The Base Level request for Regular Salaries may include board member Stipend payments and Career Service payments for eligible employees. Personal Services Matching includes a \$75 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$425.

The Pharmacy Board currently has ten full-time positions and four extra help positions providing administrative support for daily operations. Base Level for staff and supporting operations is \$1,293,939 in FY10 and \$1,313,908 in FY11. Changes to Base Level include additional Extra Help and Personal Services Matching of \$8,616 each year to provide assistance during renewal season and board meetings. This amount has not been increased in over twenty years. A steady growth in the number of applicants and holders of various licenses processed each year by the Board has resulted in a need for additional Operating Expenses of \$12,000 each year for postage and office supplies. A reallocation of \$4,460 from Data Processing to Operating Expenses is included in the request to properly classify these expenses in the State's accounting system. The Board uses this appropriation to pay a monthly fee to the Department of Information Systems to provide support for their licensure database (GL Suites).

The Executive Recommendation provides for Agency Request. Expenditure of appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

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Commitment Item		2007-2008	2008-2009	2008-2009	2009-2010			2010-2011		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	723,825	783,672	654,729	804,395	804,395	804,395	820,310	820,310	820,310
#Positions		10	10	10	10	10	10	10	10	10
Extra Help	5010001	7,668	8,000	8,000	16,000	16,000	16,000	16,000	16,000	16,000
#Extra Help		1	4	4	4	4	4	4	4	4
Personal Services Matching	5010003	184,596	183,907	173,512	198,526	198,526	198,526	202,580	202,580	202,580
Operating Expenses	5020002	207,716	233,954	233,954	250,414	250,414	250,414	250,414	250,414	250,414
Conference & Travel Expenses	5050009	8,780	17,220	17,220	17,220	17,220	17,220	17,220	17,220	17,220
Professional Fees	5060010	4,995	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Data Processing	5090012	3,600	4,460	4,460	0	0	0	0	0	0
Refunds/Reimbursements	5110014	380	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		1,141,560	1,259,213	1,119,875	1,314,555	1,314,555	1,314,555	1,334,524	1,334,524	1,334,524
Funding Sources										
Fund Balance	4000005	2,140,261	2,308,232		2,272,353	2,272,353	2,272,353	2,282,714	2,282,714	2,282,714
Cash Fund	4000045	1,309,531	1,223,334		1,324,916	1,324,916	1,324,916	1,128,284	1,128,284	1,128,284
Total Funding		3,449,792	3,531,566		3,597,269	3,597,269	3,597,269	3,410,998	3,410,998	3,410,998
Excess Appropriation/(Funding)		(2,308,232)	(2,272,353)		(2,282,714)	(2,282,714)	(2,282,714)	(2,076,474)	(2,076,474)	(2,076,474)
Grand Total		1,141,560	1,259,213		1,314,555	1,314,555	1,314,555	1,334,524	1,334,524	1,334,524

Actual/Budgeted Regular Salaries and Personal Services Matching exceed the Authorized Amounts due to Legislative changes in salaries of unclassified positions without providing required appropriation.