



Organizational Development Committee

Seung Oh, Licensee Member, President
 Maria Serpa, Licensee Member, Vice-President

a. Budget Update and Report

Fiscal Year 2021/2022 (Current Year)

The 2021/22 Fiscal Year (FY) began July 1, 2021. The Board's spending authorization for the year is \$29,694,000, which is an 1.3% increase from the prior year.

Fiscal Year 2020/2021 (Prior Year)

The prior year authorization spending was \$29,314,000. Based on current preliminary reports from May 2021, the Board received \$33,509,600 in revenue originating from the following:

Revenue Sources Table: FY 2020/2021

Source	Amount	Percentage
Licensing	\$31,367,500	94%
Cost Recovery	\$1,434,600	4%
Citation Fines	\$651,300	2%
Interest	\$56,200	0%

Further, the Board estimates it expended \$25,148,400 through May 2021. Final budget figures for prior year should be available for the October 2021 meeting. The largest expenditure categories are detailed in the table on the following page.

Expenditures Table: FY 2020/2021

Source	Amount	Percentage
Personnel	\$15,276,800	61%
Enforcement	\$4,843,900	19%
Prorata	\$3,646,300	15%
Facilities Operations	\$633,100	3%

Fund Condition

Below is a summary of the Analysis of Fund Condition prepared by the department with the available budget reports. The fund condition reflects a \$2.4M loan to the general fund in FY 2020/21.

Fund Condition Table: FY 2020/2021

Fiscal Year	Fund Balance	Months in Reserve*
2019/2020	\$8,889,000	3.5
2020/2021	\$10,941,000	3.9
2021/2022	\$11,168,000	3.9
2022/2023	\$10,520,000	3.6
2023/2024	\$8,931,000	3.0

*Business and Professions Code section 4400 (p) provides that it is the intend of the Legislature that, in setting fees, the Board shall seek to maintain a reserve in the Board's fund equal to approximately one year's operating expenditures.

Attachment 1 includes the Analysis of Fund Condition prepared by the department and detailed budget charts. Board staff will closely monitor the fund as it appears based on the fund condition projections, the fund will begin to slowly deplete in fiscal year 2023/24.

b. Board Member Attendance Information and Mail Vote Information

Attachment 2 includes a summary of Board member attendance at committee and Board meetings for FY 2020/21. Also, beginning the first quarter of this current fiscal year, quarterly reporting of member participation

in the mail vote process will resume.

c. Personnel Update

The Board currently has 13 vacant positions detailed below.

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

d. Meeting Calendar for 2021 & 2022

Attachment 3 includes the meeting calendar for the remainder of 2021 and 2022.

Attachment 1

0767 - Pharmacy Board Contingent Fund Analysis of Fund Condition

Prepared 7.16.2021

(Dollars in Thousands)

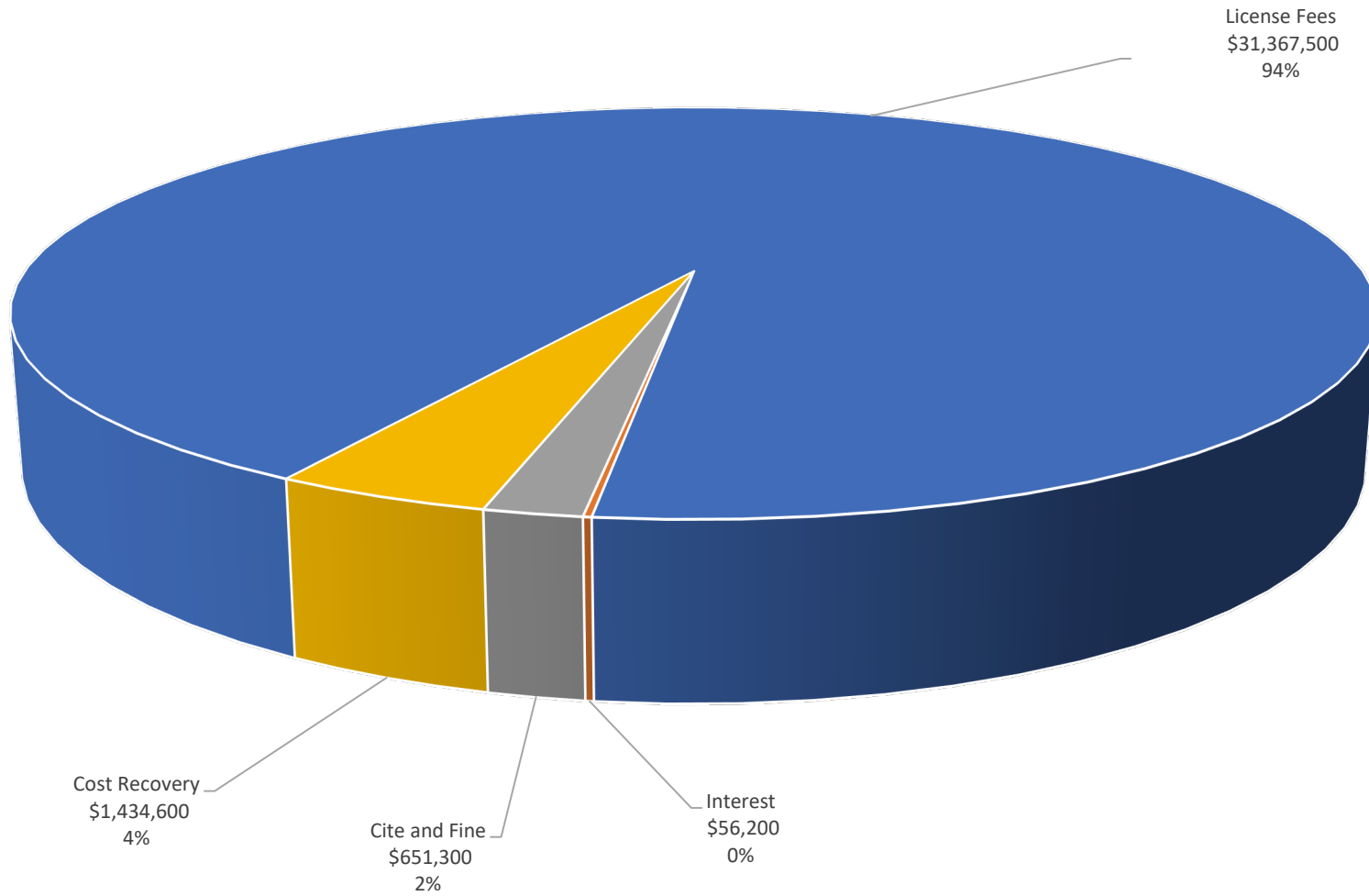
2021-22 Governor's Budget With FM 11 Projections

	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	\$ 10,941	\$ 11,168	\$ 10,520
Prior Year Adjustment	\$ -1,052	\$ -	\$ -	\$ -	\$ -
Adjusted Beginning Balance	\$ 9,545	\$ 8,889	\$ 10,941	\$ 11,168	\$ 10,520
REVENUES AND TRANSFERS					
Revenues:					
4121200 Delinquent Fees	\$ 215	\$ 232	\$ 229	\$ 229	\$ 229
4127400 Renewal Fees	\$ 20,964	\$ 29,412	\$ 28,129	\$ 28,129	\$ 28,129
4129200 Other Regulatory Fees	\$ 1,129	\$ 905	\$ 912	\$ 912	\$ 912
4129400 Other Regulatory Licenses and Permits	\$ 3,677	\$ 4,148	\$ 4,078	\$ 4,078	\$ 4,078
4135000 Local Agencies - Miscellaneous Revenue	\$ 3	\$ 1	\$ 1	\$ 1	\$ 1
4140000 Document Sales	\$ 3	\$ 1	\$ -	\$ -	\$ -
4163000 Investment Income - Surplus Money Investments	\$ 220	\$ 60	\$ 139	\$ 155	\$ 132
4171400 Escheat - Unclaimed Checks, Warrants, Bonds, and Coupons	\$ 42	\$ 74	\$ -	\$ -	\$ -
4172500 Miscellaneous Revenue	\$ 5	\$ 3	\$ -	\$ -	\$ -
4173500 Settlements and Judgements - Anti Trust Actions	\$ -	\$ 22	\$ -	\$ -	\$ -
Totals, Revenues	\$ 26,258	\$ 34,858	\$ 33,488	\$ 33,504	\$ 33,481
Transfers to Other Funds:					
Loan from the Pharmacy Board Contingent Fund (0767) to the General Fund (0001) per Item 1111-011-0767, Budget Act of 2020	\$ -	\$ -2,400	\$ -		
Totals, Revenues and Transfers	\$ 26,258	\$ 32,458	\$ 33,488	\$ 33,504	\$ 33,481
Totals, Resources	\$ 35,803	\$ 41,347	\$ 44,429	\$ 44,672	\$ 44,001
EXPENDITURES					
Disbursements:					
1111 Department of Consumer Affairs Program Expenditures (State Operations)	\$ 24,730	\$ 28,068	\$ 29,694	\$ 30,585	\$ 31,503
GSI 4.55 Percent Increase			\$ 1,029	\$ 1,029	\$ 1,029
8880 Financial Information System for California (State Operations)	\$ -2	\$ -	\$ -	\$ -	\$ -
9892 Supplemental Pension Payments (State Operations)	\$ 659	\$ 659	\$ 659	\$ 659	\$ 659
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	\$ 1,527	\$ 1,679	\$ 1,879	\$ 1,879	\$ 1,879
Total Disbursements	\$ 26,914	\$ 30,406	\$ 33,261	\$ 34,152	\$ 35,070
FUND BALANCE					
Reserve for economic uncertainties	\$ 8,889	\$ 10,941	\$ 11,168	\$ 10,520	\$ 8,931
Months in Reserve	3.5	3.9	3.9	3.6	3.0

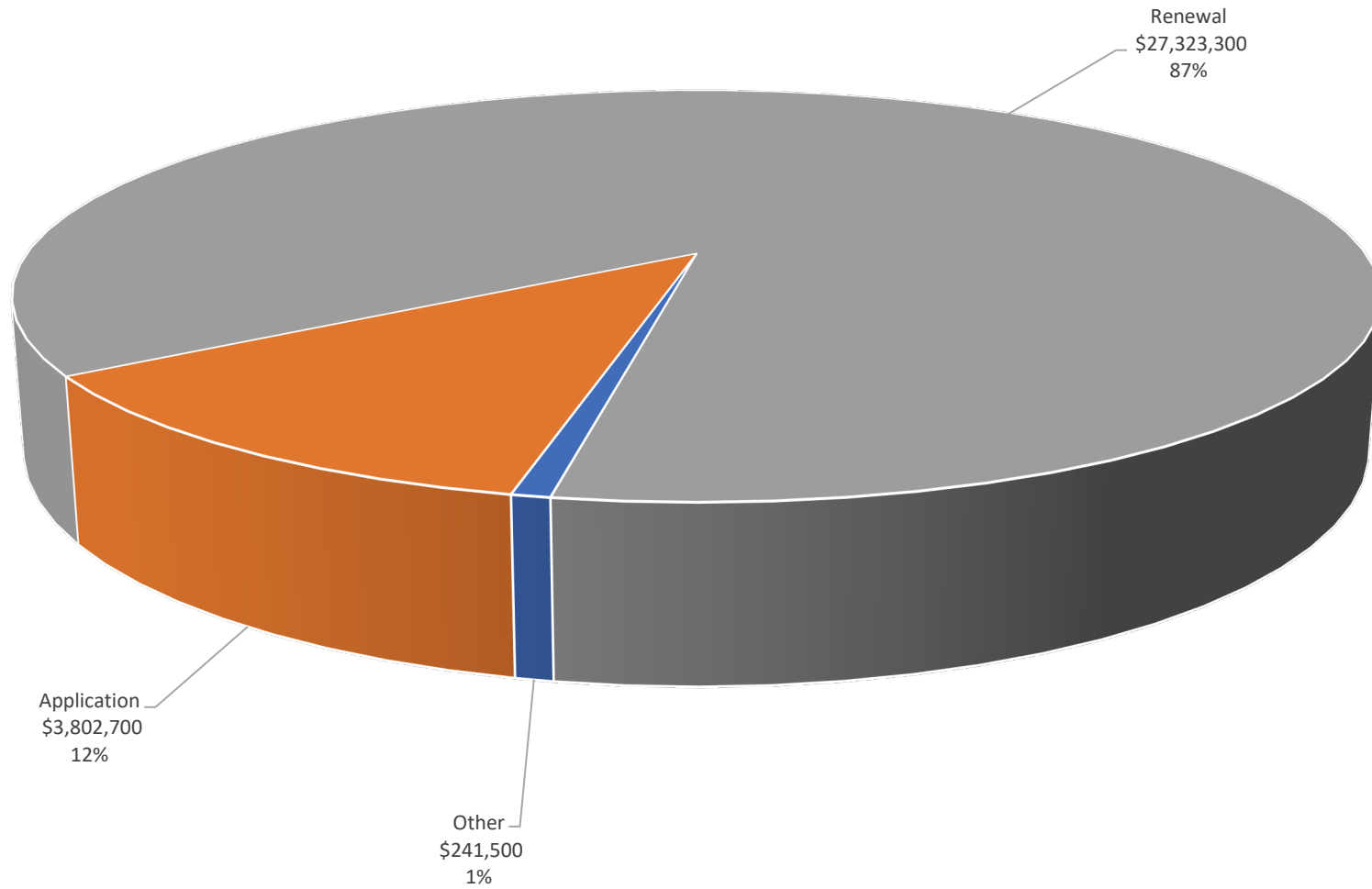
NOTES:

- ASSUMES WORKLOAD AND REVENUE PROJECTIONS ARE REALIZED FOR BY+1 AND ON-GOING.
- ASSUMES APPROPRIATION GROWTH OF 3% PER YEAR IN BY+1 AND ON-GOING..
- ASSUMES INTEREST RATE OF 1.5%

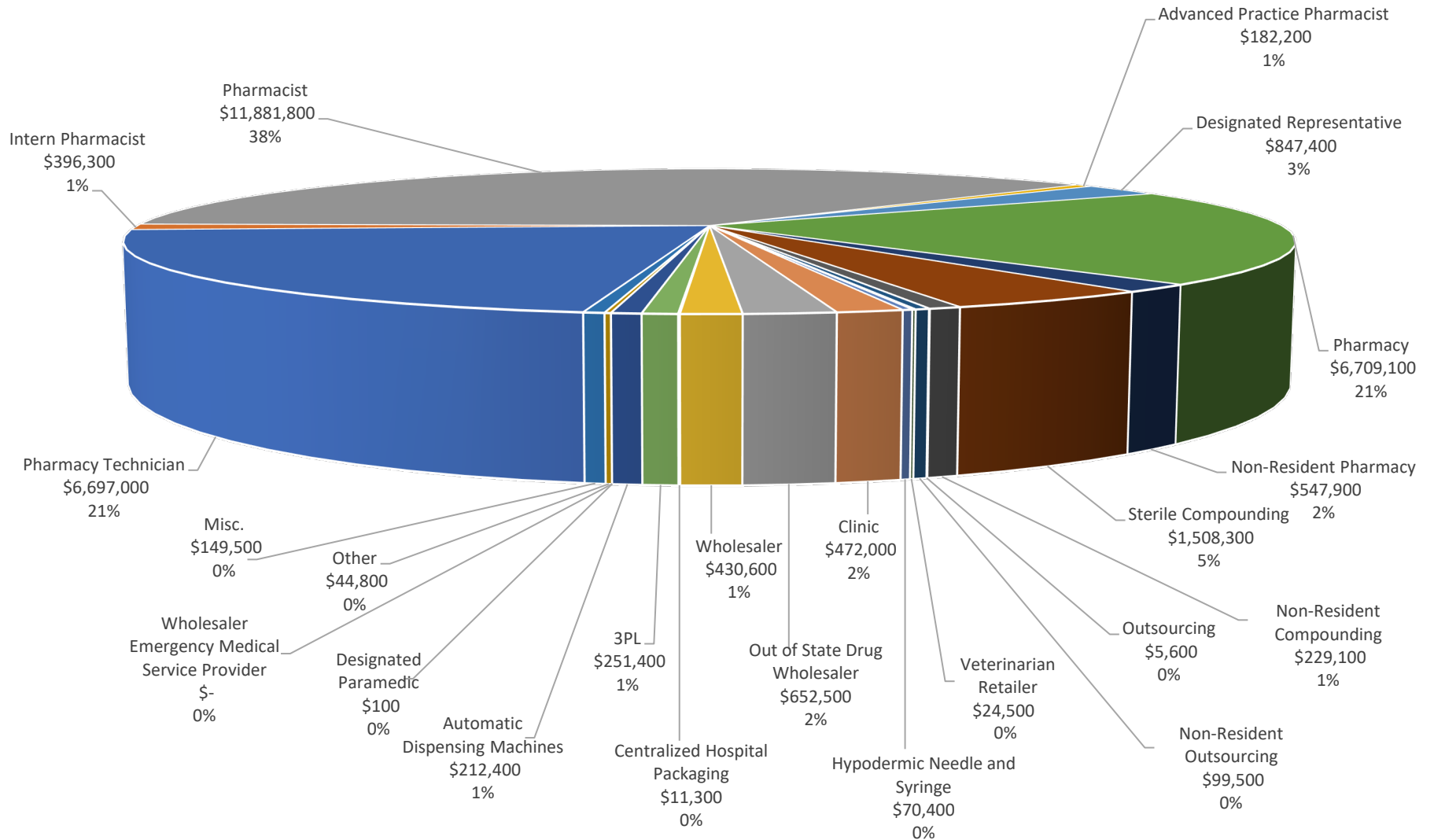
**Origin of Revenue
FY 2020-2021
FM 11
\$33,509,600**



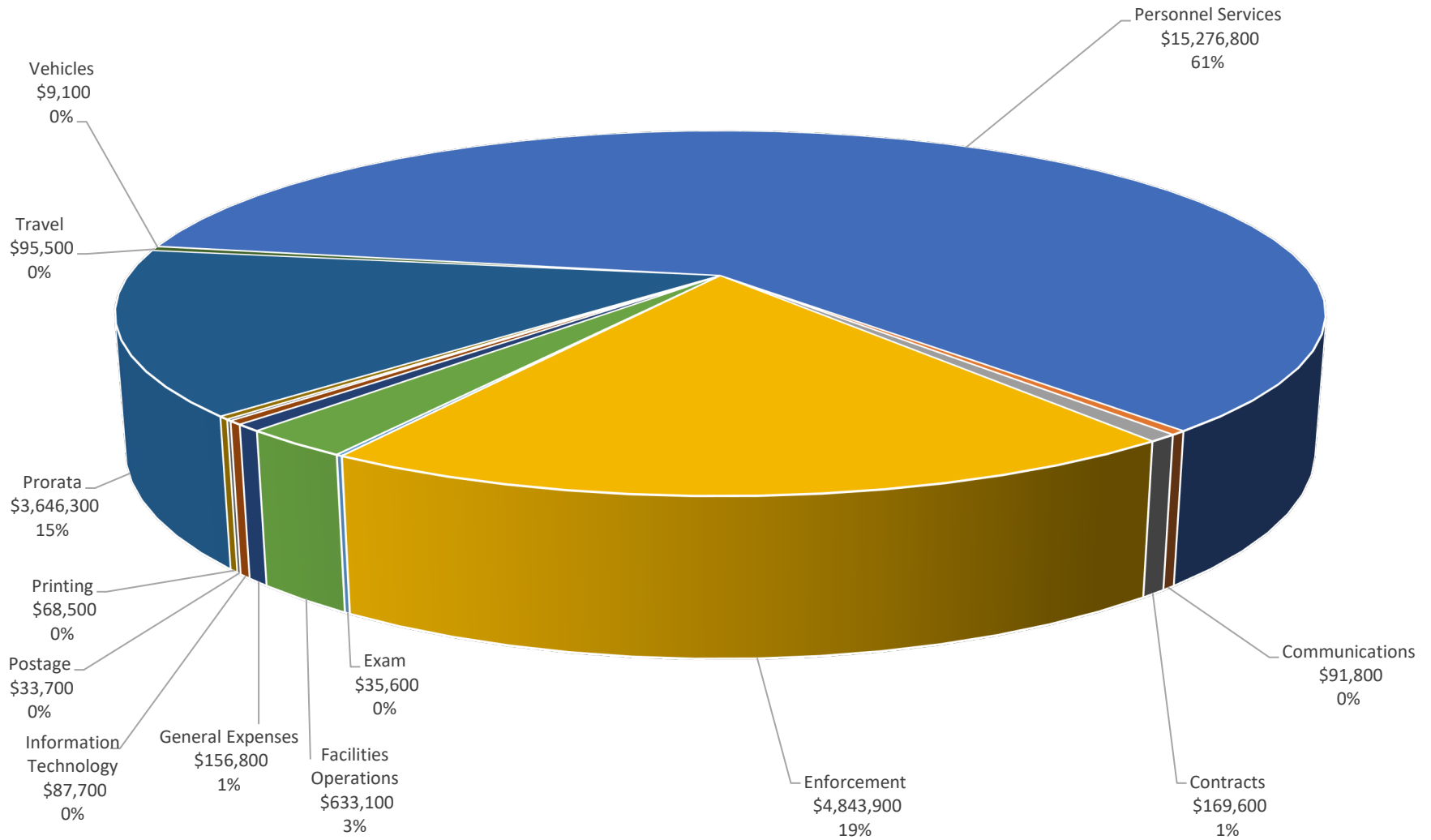
Applications vs. Renewal
FY 2020-2021
FM 11
\$31,367,500



Revenue by Program
FY 2020-2021
FM 11
\$31,423,700



**Expenditures
FY 2020-2021
FM 11
\$25,148,400**



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	1/27/21	1/28/21
Brooks ¹	X		X		X	X	X	X	X		X
Butler	X	X	X	X	X	X	X	X	X	X	X
Kim		X		X	X		X	X	X	X	X
Lippe	X	X	X	X	X	X	X	X	X	X	X
Oh	X	X	X	X	X	X	X	X	X	X	X
Patel	X	X	X	X	X	X	X	X	X		X
Sanchez	X	X	X	X	X	X	X	X		X	X
Serpa	X	X	X	X	X	X	X	X	X	X	X
Veale	X	X	X	X	X	X	X	X	X	X	X
Weisz ²	n/a	n/a	X	X	X	X	X	X	X	X	X
Wong	X	X	X	X	X	X	X	X	X	X	X

Board Member	3/18/21	4/29/21	4/30/21	5/27/21	6/17/21
Butler	X	X	X		X
Kim	X	X	X	X	X
Lippe ³	X	X	X	X	n/a
Oh	X	X	X	X	X
Patel	X	X	X	X	
Sanchez	X	X	X	X	X
Serpa	X	X	X	X	X
Veale	X	X	X	X	X
Weisz ²	X	X	X		X
Wong ³	X	X	X	X	n/a

1 Resigned 2/2/21

2 Appointed 8/19/2020

3 Term ended 6/1/2021

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

E – denotes emergency Board meeting.

Committee Meetings – FY 2020/2021

Enforcement Committee Meetings – FY 2020/2021

Board Member	7/9/20	10/27/20	1/20/21	2/18/21	4/22/21
Lippe ³	X	X	X	X	X
Patel	n/a	X	X	X	X
Sanchez	X	X	X	X	X
Serpa	X	X	X	X	X
Veale	X	X	X	X	X
Wong ³	X	X	X	X	X

Legislation and Regulation Committee Meetings – FY 2020/2021

Board Member	7/9/20	10/27/20	4/29/20
Brooks ¹	X	X	n/a
Butler	X	X	X
Kim	X	X	
Lippe ³	X	X	X
Oh	X	X	X
Serpa	X	X	X

1 Resigned 2/2/21

2 Appointed 8/19/2020

3 Term ended 6/1/2021

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

E – denotes emergency Board meeting.

Committee Meetings – FY 2020/2021

Licensing Committee Meetings – FY 2020/2021

Board Member	7/8/20	10/20/20	1/27/21	4/21/21
Butler	X		X	X
Oh	n/a	X	X	X
Patel		X	X	X
Veale	X	X	X	X
Weisz ²	n/a	X	X	X
Wong ³	X	X	X	X

Communication and Public Education Committee Meetings – FY 2020/2021

Board Member	7/8/20	1/27/21	4/29/21
Brooks ¹	X	X	n/a
Kim	X	X	X
Oh	X		
Sanchez	X	X	X
Weisz ²	n/a	X	X

1 Resigned 2/2/21

2 Appointed 8/19/2020

3 Term ended 6/1/2021

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

E – denotes emergency Board meeting.

Committee Meetings – FY 2021/2022

Communication and Public Education Committee Meetings – FY 2021/2022

Board Member	7/14/21
Kim	X
Sanchez	X
Weisz	X

Licensing Committee Meetings – FY 2021/2022

Board Member	7/14/21
Butler	X
Oh	X
Patel	
Veale	X
Weisz	X

Enforcement Committee Meetings – FY 2021/2022

Board Member	7/15/21
Oh	X
Patel	
Sanchez	
Serpa	X
Veale	X

Attachment 3

Committee and Board Meeting for the Remainder of Calendar Year 2021

September 23, 2021 – Petitioner Board Meeting

October 20, 2021 – Enforcement and Compounding Committee

October 27, 2021 – Licensing Committee Meeting

October 27, 2021 – Legislation and Regulation Committee

October 27, 2021 – Communication and Public Education Committee

October 27-28, 2021 – Board Meeting

December 2, 2021 – Petitioner Board Meeting

Proposed Committee and Board Meeting Schedule 2022

January 19, 2022 – Licensing Committee Meeting

January 18, 2022 – Enforcement and Compounding Committee

January 27, 2022 – Legislation and Regulation Committee

January 27, 2022 – Communication and Public Education Committee

February 1-2, 2022 – Board Meeting

March 16, 2022 – Petitioner Board Meeting

April 19, 2022 – Licensing Committee Meeting

April 20, 2022 – Enforcement and Compounding Committee

April 26, 2022 – Legislation and Regulation Committee

April 26, 2022 – Communication and Public Education Committee

April 26-27, 2022 – Board Meeting

June 16, 2022 – Petitioner Board Meeting

July 18, 2022 – Licensing Committee

July 18, 2022 – Legislation and Regulation Committee

July 19, 2022 – Enforcement and Compounding Committee

July 19, 2022 – Communication and Public Education Committee

July 27-28, 2022 – Board Meeting

September 21, 2022 – Petitioner Board Meeting

October 18, 2022 – Licensing Committee Meeting

October 19, 2022 – Enforcement and Compounding Committee Meeting

October 25, 2022 – Legislation and Regulation Committee

October 25, 2022 – Communication and Public Education Committee

October 25-26, 2022 – Board Meeting

December 14, 2022 – Petitioner Board Meeting