

Agency Expenditure Summary

	<u>FY 2018</u>		<u>FY 2019</u>		<u>FY 2020</u>	
	<u>Approp</u>	<u>Actual</u>	<u>Approp</u>	<u>Estimate</u>	<u>Request</u>	<u>Gov Rec</u>
By Function						
Pharmaceutical Regulation	2,336,500	2,175,200	2,028,700	2,028,700	2,114,600	2,140,900
Total	2,336,500	2,175,200	2,028,700	2,028,700	2,114,600	2,140,900
By Fund Source						
Dedicated	2,336,500	2,175,200	2,028,700	2,028,700	2,114,600	2,140,900
Total	2,336,500	2,175,200	2,028,700	2,028,700	2,114,600	2,140,900
By Object						
Personnel Costs	1,149,300	1,136,200	1,157,300	1,157,300	1,171,200	1,180,000
Operating Expenditures	928,800	755,700	871,400	871,400	908,000	925,500
Capital Outlay	258,400	283,300	0	0	35,400	35,400
Trustee/Benefit Payments	0	0	0	0	0	0
Lump Sum	0	0	0	0	0	0
Total	2,336,500	2,175,200	2,028,700	2,028,700	2,114,600	2,140,900
FTP Positions	15.00	15.00	15.00	15.00	15.00	15.00

Pharmacy, State Board of
Pharmaceutical Regulation

Executive Budget Detail

	<u>FTP</u>	<u>Personnel Cost</u>	<u>Operating Expense</u>	<u>Capital Outlay</u>	<u>Trustee/Benefit</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
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Description: The Board of Pharmacy's responsibilities include promoting, preserving, and protecting the health, safety, and welfare of the public by effective control and regulation of the practice of pharmacy and of the registration of drug outlets engaged in the manufacture, production, sales, and distribution of drugs, medications, devices, and other materials that may be used in the diagnosis and treatment of injury, illness, and disease.

FY 2019 Original Appropriation

3.00 FY 2019 Original Appropriation: HB 710

Dedicated	15.00	1,157,300	871,400	0	0	0	2,028,700
Total	15.00	1,157,300	871,400	0	0	0	2,028,700

FY 2019 Total Appropriation

Dedicated	15.00	1,157,300	871,400	0	0	0	2,028,700
Total	15.00	1,157,300	871,400	0	0	0	2,028,700

FY 2019 Estimated Expenditures

Dedicated	15.00	1,157,300	871,400	0	0	0	2,028,700
Total	15.00	1,157,300	871,400	0	0	0	2,028,700

FY 2020 Base

Dedicated	15.00	1,157,300	871,400	0	0	0	2,028,700
Total	15.00	1,157,300	871,400	0	0	0	2,028,700

Program Maintenance

10.11 Change in Health Benefit Costs: This decision unit reflects a one-time reduction in the employer health benefit cost based on the November Milliman projection. This reduction results from a significant buildup in medical reserve funding due to the state experiencing fewer claims than expected and also the 2019 moratorium on the Health Insurer Fee. To address this overfunding of reserves, the Governor proposes using reserve funds for a portion of the employer share of health costs.

Dedicated	0.00	(9,500)	0	0	0	0	(9,500)
Total	0.00	(9,500)	0	0	0	0	(9,500)

10.12 Change in Variable Benefit Costs: This decision unit reflects a six-month holiday for the fee agencies pay to the Division of Human Resources. Due to past vacancies within the division, a cash balance has accrued. To avoid paying a penalty to the federal government, the Governor proposes a six-month fee holiday to decrease the cash balance.

Dedicated	0.00	2,800	0	0	0	0	2,800
Total	0.00	2,800	0	0	0	0	2,800

Executive Budget Detail

Pharmacy, State Board of
Pharmaceutical Regulation

	<u>FTP</u>	<u>Personnel Cost</u>	<u>Operating Expense</u>	<u>Capital Outlay</u>	<u>Trustee/Benefit</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
10.21 General Inflation Adjustments: The Governor recommends dedicated fund spending authority for credit card fees.							
Dedicated	0.00	0	5,200	0	0	0	5,200
Total	0.00	0	5,200	0	0	0	5,200
10.23 Contract Inflation: The Governor recommends dedicated fund spending authority for an increase in office lease costs.							
Dedicated	0.00	0	2,500	0	0	0	2,500
Total	0.00	0	2,500	0	0	0	2,500
10.31 Repair, Replacement Items/Alterations: The Governor recommends \$18,800 in one-time dedicated fund spending authority for repair and replacement items.							
Dedicated	0.00	0	0	18,800	0	0	18,800
Total	0.00	0	0	18,800	0	0	18,800
10.32 Repair, Replacement Items/Alterations: The Governor recommends \$12,000 in one-time dedicated fund spending authority for repair and replacement items.							
Dedicated	0.00	0	12,000	0	0	0	12,000
Total	0.00	0	12,000	0	0	0	12,000
10.33 Repair, Replacement Items/Alterations: The Governor recommends \$16,600 in one-time dedicated fund spending authority for repair and replacement items.							
Dedicated	0.00	0	0	16,600	0	0	16,600
Total	0.00	0	0	16,600	0	0	16,600
10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here.							
Dedicated	0.00	0	(10,200)	0	0	0	(10,200)
Total	0.00	0	(10,200)	0	0	0	(10,200)
10.45 Risk Management Cost Increases: Adjustments to costs of insurance coverage as projected by a third-party actuary and billed by the Office of Insurance Management are reflected here. The state is experiencing an increase in claims, which has resulted in the need for a substantial increase in reserves to cover potential costs.							
Dedicated	0.00	0	400	0	0	0	400
Total	0.00	0	400	0	0	0	400
10.46 Controller's Fee Charge: Adjustments to the costs of statewide accounting and statewide payroll processing provided by the Office of the State Controller are reflected here.							
Dedicated	0.00	0	300	0	0	0	300
Total	0.00	0	300	0	0	0	300
10.48 Office of Information Technology Services Billings: The Governor recommends adjustments to the cost of Office of Information Technology Services support in DU 12.63.							
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
10.61 Salary Multiplier - Regular Employees: The Governor recommends a 3% Change in Employee Compensation to be distributed by merit.							
Dedicated	0.00	29,400	0	0	0	0	29,400
Total	0.00	29,400	0	0	0	0	29,400

Pharmacy, State Board of
Pharmaceutical Regulation

Executive Budget Detail

	<u>FTP</u>	<u>Personnel Cost</u>	<u>Operating Expense</u>	<u>Capital Outlay</u>	<u>Trustee/ Benefit</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
FY 2020 Total Maintenance							
Dedicated	15.00	1,180,000	881,600	35,400	0	0	2,097,000
Total	15.00	1,180,000	881,600	35,400	0	0	2,097,000

Line Items

12.01 Maintenance Costs for Licensing Management System: The Governor recommends dedicated fund spending authority for increased maintenance costs for the Board of Pharmacy's new licensing management system, which provides increased functionality and efficiencies for registrants and agency staff. Maintenance costs for FY 2019 were contracted in the implementation costs of the system. This funding reflects the difference between the current maintenance costs and the ongoing increase.

Dedicated	0.00	0	19,600	0	0	0	19,600
Total	0.00	0	19,600	0	0	0	19,600

12.02 Microsoft Office 365: The Governor recommends dedicated fund spending authority for upgrades to Microsoft Office 365 as recommended by the Office of Information Technology Services.

Dedicated	0.00	0	4,800	0	0	0	4,800
Total	0.00	0	4,800	0	0	0	4,800

12.61 State Network Core Equipment Replacement: The Governor recommends replacement of the state's core network equipment. The Idaho State Network supports all state agencies, and the current core network equipment is reaching the end of its production lifecycle. In order to ensure reliable network operations and avoid significant service interruptions, replacement is necessary. This decision unit represents the agency share of the one-time replacement costs.

Dedicated	0.00	0	1,300	0	0	0	1,300
Total	0.00	0	1,300	0	0	0	1,300

12.62 Mobile Device Management and Security: The Governor recommends software to provide end-point security capability including mobile technology. The state workforce has become more mobile and works outside the state network more frequently. The software will provide security of state information on all devices. This recommendation includes \$26,500 for a third party vendor to assist in one-time implementation and training. This decision unit represents the agency share of these one-time costs.

Dedicated	0.00	0	7,000	0	0	0	7,000
Total	0.00	0	7,000	0	0	0	7,000

12.63 Information Technology Modernization Initiative: The Governor recommends funding for information technology support from the Office of Information Technology Services. In separating the office from the Department of Administration, it was discovered that the department had been heavily subsidizing small agency support. To fairly bill the Department of Administration, its annual billing will be reduced by \$353,300 and those costs will be correctly paid by other supported agencies.

Dedicated	0.00	0	11,200	0	0	0	11,200
Total	0.00	0	11,200	0	0	0	11,200

FY 2020 Gov's Recommendation

Dedicated	15.00	1,180,000	925,500	35,400	0	0	2,140,900
Total	15.00	1,180,000	925,500	35,400	0	0	2,140,900