

Legislative Fiscal Office

Oregon State Capitol
900 Court Street NE, H-178
Salem, Oregon 97301
503-986-1828



Joint Committee on Ways and Means

Senator Elizabeth Steiner, Senate Co-Chair
Representative Tawna Sanchez, House Co-Chair

Senator Fred Girod, Senate Co-Vice Chair
Representative David Gomberg, House Co-Vice Chair
Representative Greg Smith, House Co-Vice Chair

Amanda Beitel, Legislative Fiscal Officer
Tom MacDonald, Deputy Legislative Fiscal Officer (Budget)
Paul Siebert, Deputy Legislative Fiscal Officer (Audit/IT)

To: Education Subcommittee

From: Haylee Morse-Miller, Legislative Fiscal Office

Date: May 9, 2023

Subject: SB 5529 – Oregon Board of Pharmacy
Work Session Recommendations

Oregon Board of Pharmacy – Agency Totals

	2019-21 Actual	2021-23 Legislatively Approved	2023-25 Current Service Level	2023-25 LFO Recommended
Other Funds	8,064,178	9,691,342	10,396,783	10,783,382
Total Funds	8,064,178	9,691,342	10,396,783	10,783,382
Positions	22	22	22	23
FTE	22.00	22.00	22.00	23.00

The 2023-25 Legislative Fiscal Office (LFO) recommended budget for the Oregon Board of Pharmacy is 23 positions (23.00 FTE), and \$10,783,382 Other Funds. This is an 11.3% increase from the 2021-23 legislatively approved budget. The recommended budget is projected to leave the board with an ending balance of \$3,475,802, equivalent to 7.7 months of operating funds.

The 2023-25 LFO recommended budget contains the following:

- *Policy Option Package 101 - Expanding Workload Positions:* Increase Other Funds expenditure limitation by \$386,599 to fund a Health Care Investigator position to assist with ongoing increases in inspection and investigative workload.

No revenue adjustments were made for new fees that were administratively approved, including Pharmacy Prescription Kiosks, Pharmacy Prescription Lockers, and Remote Dispensing Site Pharmacies, as the revenue impact is anticipated to be minimal.

Adjustments to Current Service Level

See attached “Work Session Presentation Report.”

Note: Statewide adjustments and six-year capital construction expenditures are not included in these recommendations. Any needed adjustments will be made in end of session bills.

Accept LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5529. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5529, with modifications. (VOTE)

Performance Measures

See attached “Legislatively Proposed 2023-25 Key Performance Measures.”

Accept LFO Recommendation:

MOTION: I move the LFO recommendation on Key Performance Measures. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation on Key Performance Measures, with modifications. (VOTE)

Recommended Changes

LFO recommends a budget of \$10,783,382 Other Funds, and 23 positions (23.00 FTE), which is reflected in the –1 amendment.

MOTION: I move adoption of the –1 amendment to SB 5529. (VOTE)

Final Subcommittee Action

LFO recommends that SB 5529, as amended by the –1 amendment, be moved to the Ways and Means Full Committee.

MOTION: I move SB 5529, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor: _____

Senate Floor: _____

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2021-23 Agy. Leg. Adopted	-	-	9,463,698	-	-	-	9,463,698	22	22.00
2021-23 Ebds, SS & Admin Act	-	-	227,644	-	-	-	227,644	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	-	-	9,691,342	-	-	-	9,691,342	22	22.00
2021-23 Leg Approved Budget (Base)	-	-	9,691,342	-	-	-	9,691,342	22	22.00
Summary of Base Adjustments	-	-	261,947	-	-	-	261,947	-	-
2023-25 Base Budget	-	-	9,953,289	-	-	-	9,953,289	22	22.00
010: Non-PICS Pers Svc/Vacancy Factor	-	-	68,086	-	-	-	68,086	-	-
030: Inflation & Price List Adjustments	-	-	375,408	-	-	-	375,408	-	-
2023-25 Current Service Level	-	-	10,396,783	-	-	-	10,396,783	22	22.00
Adjusted 2023-25 Current Service Level	-	-	10,396,783	-	-	-	10,396,783	22	22.00
Total LFO Recommended Packages	-	-	386,599	-	-	-	386,599	1	1.00
2023-25 Legislative Actions	-	-	10,783,382	-	-	-	10,783,382	23	23.00
Net change from 2021-23 Leg Approved Budget	-	-	1,092,040	-	-	-	1,092,040	1	1.00
Percent change from 2021-23 Leg Approved Budget	0.0%	0.0%	11.3%	0.0%	0.0%	0.0%	11.3%	4.6%	4.6%
Net change from 2023-25 Adj Current Service Level	-	-	386,599	-	-	-	386,599	1	1.00
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	3.7%	0.0%	0.0%	0.0%	3.7%	4.6%	4.6%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2021-23 Agy. Leg. Adopted	-	-	9,463,698	-	-	-	9,463,698	22	22.00
2021-23 Ebds, SS & Admin Act	-	-	227,644	-	-	-	227,644	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	-	-	9,691,342	-	-	-	9,691,342	22	22.00
2021-23 Leg Approved Budget (Base)	-	-	9,691,342	-	-	-	9,691,342	22	22.00
Summary of Base Adjustments	-	-	261,947	-	-	-	261,947	-	-
2023-25 Base Budget	-	-	9,953,289	-	-	-	9,953,289	22	22.00
010: Non-PICS Pers Svc/Vacancy Factor	-	-	68,086	-	-	-	68,086	-	-
030: Inflation & Price List Adjustments	-	-	375,408	-	-	-	375,408	-	-
2023-25 Current Service Level	-	-	10,396,783	-	-	-	10,396,783	22	22.00
Adjusted 2023-25 Current Service Level	-	-	10,396,783	-	-	-	10,396,783	22	22.00
Total LFO Recommended Packages	-	-	386,599	-	-	-	386,599	1	1.00
2023-25 Legislative Actions	-	-	10,783,382	-	-	-	10,783,382	23	23.00
Net change from 2021-23 Leg Approved Budget	-	-	1,092,040	-	-	-	1,092,040	1	1.00
Percent change from 2021-23 Leg Approved Budget	0.0%	0.0%	11.3%	0.0%	0.0%	0.0%	11.3%	4.6%	4.6%
Net change from 2023-25 Adj Current Service Level	-	-	386,599	-	-	-	386,599	1	1.00
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	3.7%	0.0%	0.0%	0.0%	3.7%	4.6%	4.6%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 101 Expanding Workload Positions

Package Description This package includes the establishment of one Health Care Investigator/Advisor (1.00 FTE) position in the Compliance Department to assist with the increased inspection and investigative workload.

LFO Recommendation LFO recommends approval.

LFO Recommended	-	-	386,599	-	-	-	386,599	1	1.00
------------------------	---	---	----------------	---	---	---	----------------	----------	-------------

Legislatively Proposed 2023 - 2025 Key Performance Measures

Published: 3/23/2023 10:14:09 AM

Agency: Board of Pharmacy

Mission Statement:

The Oregon Board of Pharmacy serves to promote and protect public health, safety, and welfare by ensuring high standards in the practice of pharmacy and through effective regulation of the manufacture and distribution of drugs.

Legislatively Proposed KPMs	Metrics	Agency Request	Last Reported Result	Target 2024	Target 2025
1. Percent of inspected pharmacies that are in compliance annually.		Approved	82%	85%	85%
2. Percentage of individual and facility licenses that are issued within 30 days.		Approved	63%	75%	75%
3. Percent of pharmacies inspected every two years.		Approved	41%	50%	50%
4. Average number of days to complete an investigation from complaint to board presentation.		Approved	123	100	100
5. Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "Good" or "Excellent" : Overall Customer Service, Timeliness, Accuracy, Helpfulness, Expertise, and Availability of Information.	a) Timeliness	Approved	81%	90%	90%
	b) Expertise		95%	90%	90%
	c) Accuracy		91%	90%	90%
	d) Helpfulness		90%	90%	90%
	e) Overall		89%	90%	90%
	f) Availability of Information		84%	90%	90%
6. Board Best Practices - Percent of total best practices met by the Board.		Approved	98%	100%	100%

LFO Recommendation:

LFO recommends approval of the KPMs and targets as presented.

SubCommittee Action: