

Fiscal Estimate Narratives

DOC 3/17/2003

LRB Number 03-1573/4	Introduction Number SB-56	Estimate Type Original
Subject Relating to: dispensing of returned prescription drugs by state prison pharmacies		

Assumptions Used in Arriving at Fiscal Estimate

This bill will allow prescription drugs that have been returned to a pharmacy to be reused and dispensed to any patient confined in a state prison. It should be noted that the prescription drug must be returned in its original container, have never been in the possession of a patient and also determined by a pharmacist not to have been adulterated or misbranded.

The Department of Corrections(DOC) compiled a seven week study in May 2001 on the amount of prescription drugs that were returned to the pharmacy that could have been reused but were required to be destroyed. The Department calculated that \$43,000 of prescription drugs during the period of the study could have been reused. Annually this would equate to \$318,000.

It should be noted that the Department would require an additional 1.0 GPR FTE (at an annual cost of \$32,300) to recycle the prescription drugs, which results in a net decrease in costs of \$285,700/year.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Subject			
Relating to: dispensing of returned prescription drugs by state prison pharmacies			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
	State Operations - Salaries and Fringes	\$27,000	
	(FTE Position Changes)	(1.0 FTE)	
	State Operations - Other Costs	5,300	-318,000
	Local Assistance		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$32,300	\$-318,000
B. State Costs by Source of Funds			
	GPR	32,300	-303,000
	FED		
	PRO/PRS		-15,000
	SEG/SEG-S		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
		Increased Rev	Decreased Rev
	GPR Taxes	\$	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S		
	TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
	NET CHANGE IN COSTS	\$-285,700	\$
	NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By		Authorized Signature	Date
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