Fiscal Estimate - 2005 Session

	Original		Updated		Corrected		Supple	emental
LRB	Number	05-2207/3		Introd	duction N	umber 1	AB-722	<u> </u>
Subje	ct							
Regula	ating out of s	tate pharmacies	;				٠	
Fiscal	Effect							
	No State Fisc ndeterminate Increase Appropria Decrease Appropria	e Existing ations Existing	Revo	ease Existing enues rease Existing enues	to	ncrease Cost o absorb with ☑Yes Decrease Cos	nin agency	
	Indeterminat 1. Increas Permiss 2. Decrea	e Costs sive Mandato	3. lncre ry Pern 4. Decr	ease Revenue nissive	Go Idatory [vpes of Local overnment U Towns Counties School Districts		e Cities
Fund S	Sources Affe PR		PRS 🔲	SEG 🔲 SE	Affecte GS 20.165 (d Ch. 20 Ap_l (1)(g)	propriatio	ons
Agenc	y/Prepared	Ву		Authorized S	Signature			Date
R&L/ Elizabeth Reinwald (608) 266-0746				Elizabeth Reinwald (608) 266-0746 11/15/200				

Fiscal Estimate Narratives R&L 11/16/2005

LRB Number 05-2207/3	Introduction Number	AB-722	Estimate Type	Original		
Subject						
Regulating out of state pharmacies						

Assumptions Used in Arriving at Fiscal Estimate

This bill requires a pharmacy that is located outside the state that delivers prescription drugs or devices to persons in this state to be licensed by the Pharmacy Examining Board.

The Department of Regulation and Licensing would incur the following costs under the provisions of this bill:

[all staff costs include fringe benefits at 40.64% of salary]

One-time costs: \$10,980

Changes to IT systems to license out of state pharmacies 85 hours IT programmer time @ \$35 hour 2,800

Develop forms and applications 20 hours program manger @ 36 hour 720 40 hours program assistant @ \$17 hour 680 20 hours legal counsel @ \$53 hour 1,060

Promulgate rules 80 hours paralegal @ \$27 hour 2,160 40 hours legal counsel @ \$53 2,120 40 hours program manager @ \$36 hour 1,440

Annual costs to screen, investigate and resolve complaints:

50 hours paralegal @ 17 hour 850 200 hours investigator @ 26 hour 5,200 100 hours prosecutor @ 53 hour 5,300 96 hours administrative law judge @ 53 hour 5,088

Revenue Assumptions:

The department calculates that approximately 200 out of state pharmacies will seek biennial licensure and pay the biennial fee of \$56. This will generate biennial revenues of \$11,200. Annualized revenues would be \$560 to the general fund and \$5,040 to DRL operations.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

	Original		Updated		Corrected		Supplemental		
LRB	Number	05-2207	/3	Intro	duction N	lumber	AB-722		
Subje Regula		tate pharmaci	es						
	lized fiscal		Impacts for	State and/o	r Local Gove	ernment (do	not include in		
II. Ann	ualized Cos	its:			Annualized	l Fiscal Imp	act on funds from:		
		5e .			Increased C	osts	Decreased Costs		
A. Sta	te Costs by	Category							
Stat	e Operations	- Salaries an	d Fringes		\$16	438			
(FTE	E Position Ch	nanges)		·					
Stat	e Operations	- Other Cost	S		.,				
Loca	al Assistance)							
Aids	to Individua	ls or Organiza	ations						
T	OTAL State	Costs by Ca	tegory		\$16	438	\$		
B. Sta	te Costs by	Source of Fu	ınds						
GPF	profession and selection	geria, i se agric		ejet e e	· ·		·		
FED)								
PRO	D/PRS (X)				16	438			
SEG	S/SEG-S			Y. _W					
III. Sta revent	te Revenue: ues (e.g., ta)	s - Complete c increase, de	this only w ecrease in l	hen propos icense fee, d	al will increa ets.)	se or decre	ase state		
		***			Increased	Rev	Decreased Rev		
GPF	GPR Taxes					\$	\$		
	R Earned					560			
FED)								
)/PRS				5,	040			
	S/SEG-S								
TOTAL State Revenues					600	\$			
			NET ANNUA	ALIZED FISC	AL IMPACT				
		*				tate	Local		
NET CHANGE IN COSTS					\$16,		\$		
NET C	HANGE IN F	REVENUE			\$5,	600	\$		
Agenc	y/Prepared	Ву		Authorized	Signature		Date		
R&L/E	Elizabeth Rei	nwald (608) 2	66-0746	Elizabeth R	einwald (608)	266-0746	11/15/2005		