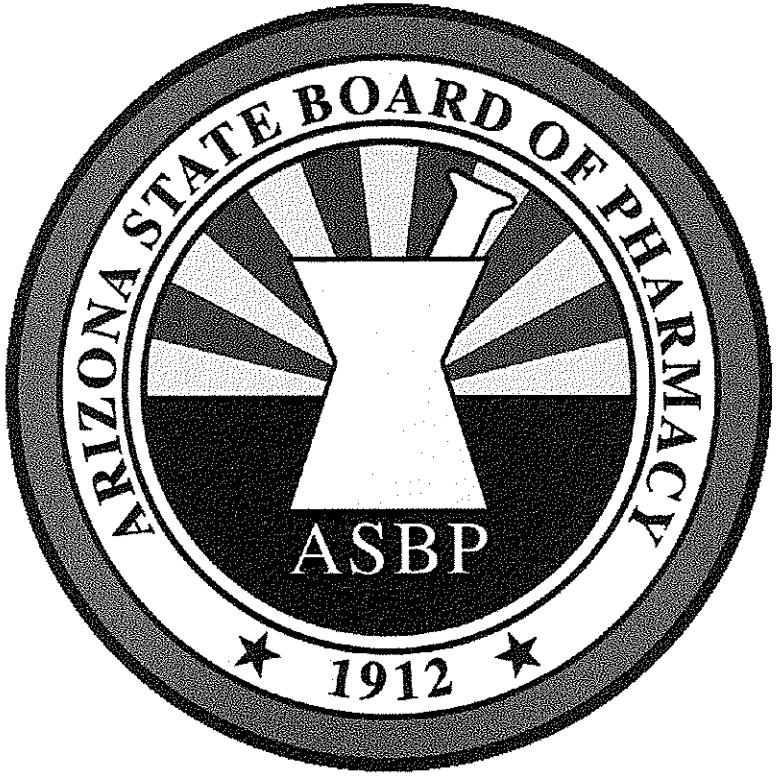
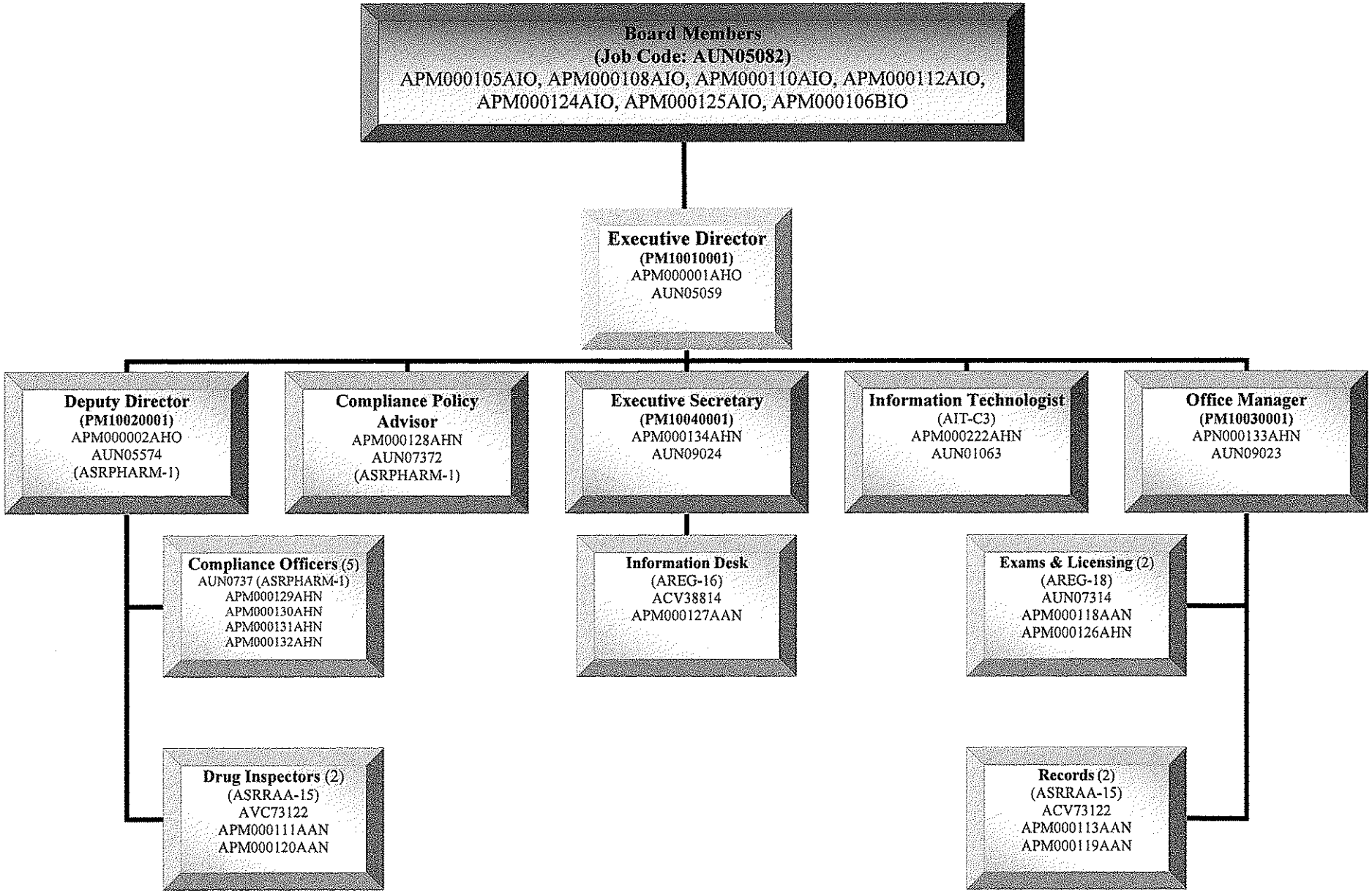


2008 – 2009

ANNUAL REPORT

ORGANIZATION CHART



August 21, 2009

The Honorable Jan Brewer
Governor of Arizona
State Capitol – 9th Floor
1700 West Washington Street
Phoenix, AZ 85007

Dear Governor Brewer,

It is my pleasure to provide you with the State Board of Pharmacy Annual Report for fiscal year 2009. The report summarizes the activities of the Board for the period from July 1, 2008 through June 30, 2009. The Board ended the fiscal year 15% below budget due to the statewide hiring freeze and other economies enacted but because of a five hundred and fifty thousand dollar fund sweep in December 2008, the pharmacy reserve fund was about two hundred thousand dollars short for the budget allotment for the first quarter of fiscal year 2010. Your office and the legislature remedied this situation by arranging a first quarter loan from the general fund for the amount of the shortage which must be repaid before the end of the current fiscal year. The Board implemented a fee increase in March of this year which should raise enough revenue to offset the majority of the immediate effects of the previous sweeps.

As a result of our reduced staff, hiring restrictions and economies two of our important performance indicators were also reduced, namely inspection miles driven (-15%) and total number of facility inspections (-22%). This was due to the fact that we did not replace a Compliance Officer who resigned and that we had several compliance employees on sick leave during the period. It is our intention to hire a person for the vacant position on or after January 1, 2010 in order to meet performance goals in the future.

Sincerely,

Hal Wand
Executive Director

STATISTICAL AND FINANCIAL INFORMATION

LICENSING / REGISTRATION STATISTICS AS OF JUNE 30, 2009

	Total Licenses / Permits as of Fiscal Year-End										New Licenses / Permits in 2009			
	In-State	Non-Resident	Total											Total
											Reciprocity	Exam	Score Transfer	
Pharmacists	5602	2977	8579								206	266	45	517
				Certified	Trainee						Certified	Trainee		
Technicians	12033	147	12180	7858	4322						1104	2150		3254
				Student	Graduate	Foreign					Student	Graduate	Foreign	
Interns	1159	815	1974	1554	87	333					496	65	37	598
				Chain	Government	Limited Service	Hospital	Independent	Other					
Pharmacies	1291	338	1629	925	14	83	105	164	338					152
				Category I	Category II									
Non-Rx Retailers	4279	6	4285	1258	3027									352
				Full Service	Non-Rx									
Wholesalers	135	583	718	624	94									123
Manufacturers	18	126	144											36
				Distributor	Supplier									
Medical Gases	221	28	249	111	138									28

** To verify or look up individual licensee or permitee record information, please visit our website at www.azpharmacy.gov*

FINANCIAL STATISTICS AS OF JUNE 30, 2009

Beginning Fund Balance (07/01/2008):	$611,000.00
FY 09 Revenue:	$2,207,138.00
Total Funds:	$2,818,138.00
FY 09 Expenses:	($1,949,400.00)
FY 09 Fund Sweep:	($550,000.00)
Ending Fund Balance (06/30/2009):	$318,738.00