

PREPARED BY: Liz Hruska
 DATE PREPARED: February 26, 2020
 PHONE: 402-471-0053

LB 815

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

This bill prohibits the Department of Health and Human Services from pursuing, applying for or implementing an experimental, pilot or demonstration project waiver to persons eligible under Medicaid Expansion.

The department has applied for a Section 1115 waiver to cover the Medicaid Expansion population and is waiting for a decision from the federal Centers on Medicare and Medicaid. The department indicates the prohibition could result in the delay of the anticipated start date of October 1, 2020. It is unclear if this projected start date would be delayed as most of the basic infrastructure for the program would be the same with or without the waiver. The department has indicated business process work, technical coding and other work has been done prior to receiving approval of the waiver. Those would be redone within existing agency resources.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB:	815	AM:	AGENCY/POLT. SUB: Nebraska Department of Health and Human Services
REVIEWED BY:	Ann Linneman	DATE:	2-24-20
		PHONE:	(402) 471-4180
COMMENTS: No basis to disagree with the Nebraska Department of Health and Human Services' analysis and estimate of no fiscal impact.			

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

State Agency or Political Subdivision Name:(2) Department of Health and Human Services

Prepared by: (3) Mike Michalski

Date Prepared 1-10-2020

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	<u>FY 2020-2021</u>		<u>FY 2021-2022</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		\$0		\$0

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

LB 815 prohibits the Department of Health and Human Services (DHHS) Division of Medicaid and Long-Term Care (MLTC) to not pursue, apply for, or implement any experimental, pilot, or demonstration project waiver under section 1115 of the Social Security Act, 42 U.S.C. 1315 regarding Nebraska Medicaid Expansion.

The Department would have additional work and costs to redo business process work, undo technical coding already performed, and redo other technical work, but the current appropriations would be sufficient to cover the costs.

Any change in direction from the current 1115 waiver submission will likely cause a delay to implementing Medicaid Expansion which could create a risk of litigation to DHHS.

There is a major rule change required to implement LB 815. These costs will be absorbed by existing staff.

Title	Hours	Hourly Cost	Absorbed Cost
Director	4	74.28	\$ 297
Deputy Director	4	53.48	\$ 214
Administrator I	4	30.82	\$ 123
Program Specialist	8	22.52	\$ 180
Program Analyst	16	21.91	\$ 351
Attorney III	30	33.82	\$ 1,015
Total Costs	66		\$ 2,180

There is no fiscal impact to the Department of Health and Human Services.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	POSITION TITLE	NUMBER OF POSITIONS		2020-2021 EXPENDITURES	2021-2022 EXPENDITURES
		20-21	21-22		
Benefits.....					
Operating.....					

