

PREPARED BY: Liz Hruska
 DATE PREPARED: February 10, 2020
 PHONE: 402-471-0053

LB 1053

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 requires the Department of Health and Human Services to promulgate rules and regulations regarding the rate methodology for reimbursement of hospital and nursing facility services. Any change to the rate methodology would be considered substantive and require a new rulemaking proceeding under the Administrative Procedure Act.

The department would absorb the minor costs to comply with the provisions of this bill. There is no fiscal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1053	AM:	AGENCY/POLT. SUB: Nebraska Department of Health and Human Services	
REVIEWED BY: Ann Linneman	DATE: 2-3-20	PHONE: (402) 471-4180	
COMMENTS: Concur with the Nebraska Department of Health and Human Services' 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 1-22-2020

Phone: (5) 471-6719

	<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	\$0	\$0

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

Explanation of Estimate:

This bill requires the Department of Health and Human Services division of Medicaid Long Term Care to keep payment rate methodology in the Rules and Regulations for Title 471 Chapter 10 (Hospital Services) and Chapter 12 (Nursing Facility Services), and clarifies that any change to the methodology is considered substantive and requires rulemaking and regulation making proceedings under the Administrative Procedure Act.

This bill would require the Department of Health and Human Services division of Medicaid Long Term Care to update regulations to revise the Department's methodology for any change to that methodology. This would result in absorbed costs to the Department of Health and Human Services shown in the table below for each update:

Title	Hour(s)	Hourly Cost	Absorbed Cost
Director	1	74.28	\$ 74
Deputy Director	1	53.48	\$ 53
Administrator I	1	30.82	\$ 31
Program Specialist	2	22.52	\$ 45
Program Analyst	4	21.91	\$ 88
Attorney 3	10	33.82	\$ 338
Total Costs	19		\$ 629

MAJOR OBJECTS OF EXPENDITURE

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

