

PREPARED BY: Liz Hruska
 DATE PREPARED: February 12, 2020
 PHONE: 402-471-0053

LB 329

Revision: 04

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	\$355,457		\$656,229	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$355,457		\$656,229	

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

The bill as amended increases transitional child care assistance from 185% of the Federal Poverty Level (FPL) to 200% of the FPL.

Families currently receiving child care assistance would continue to be eligible for the subsidy as long as their income remains below 200% of FPL. The Department of Health and Human Services projects that approximately six cases per month would remain on the program under the higher income limit. The cost would be \$355,457 in FY 2021 and \$656,229 in FY 2022. The changes to NFOCUS are minor and can be absorbed within existing agency resources.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 329 AM: AM1183, AM2186	AGENCY/POLT. SUB.: Department of Health and Human Services (DHHS)	
REVIEWED BY: Elton Larson	DATE: 2/20/2020	PHONE: (402) 471-4173
COMMENTS: No basis to disagree with DHHS analysis and estimate of fiscal impact.		

LB⁽¹⁾ 329 AM1183
AM2186

FISCAL NOTE

2020

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 2-11-2020

Phone: (5) 471-6719

	<u>FY 2020-2021</u>		<u>FY 2021-2022</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$355,987		\$656,229	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$355,987		\$656,229	

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

Explanation of Estimate:

LB 329 AM 2186/AM 1183 increases the Transitional Child Care (TCC) limit from 185% Federal Poverty Level (FPL) to 200% FPL. At redetermination, families under 200% FPL would continue to receive Transitional Child Care assistance through the remainder of the transitional eligibility period. There were 51 cases that were closed between September 1st and December 15th, 2019 for TCC due to income above 185% FPL. This equates to ~175 new TCC cases per year.

For the 51 cases that were closed, 22 were between 185% and 200% FPL. This equates to 6.29 cases added per month and assumes that these new cases will get 12 months of payments. The cost per month is based on the average TCC cost per month for SFY2019 which equates to \$725 per month. Below is a breakdown of costs based on July 1, 2020 start date:

Month	Member Months	Cost/month	Cost		Month	Member Months	Cost/month	Cost	
1	6.29	\$ 725	\$ 4,557		13	75.43	\$ 725	\$ 54,686	
2	12.57	\$ 725	\$ 9,114		14	75.43	\$ 725	\$ 54,686	
3	18.86	\$ 725	\$ 13,671		15	75.43	\$ 725	\$ 54,686	
4	25.14	\$ 725	\$ 18,229		16	75.43	\$ 725	\$ 54,686	
5	31.43	\$ 725	\$ 22,786		17	75.43	\$ 725	\$ 54,686	
6	37.71	\$ 725	\$ 27,343		18	75.43	\$ 725	\$ 54,686	
7	44.00	\$ 725	\$ 31,900		19	75.43	\$ 725	\$ 54,686	
8	50.29	\$ 725	\$ 36,457		20	75.43	\$ 725	\$ 54,686	
9	56.57	\$ 725	\$ 41,014		21	75.43	\$ 725	\$ 54,686	
10	62.86	\$ 725	\$ 45,571		22	75.43	\$ 725	\$ 54,686	
11	69.14	\$ 725	\$ 50,129		23	75.43	\$ 725	\$ 54,686	
12	75.43	\$ 725	\$ 54,686		24	75.43	\$ 725	\$ 54,686	
			SFY 21	\$ 355,457				SFY 22	\$ 656,229

It is assumed that the costs of TCC will continue beyond SFY2022.

There is a one-time NFOCUS cost with updating the tables. It is estimated to take 6 hours of BA Time at total cost of \$210 and 4 hours of TA Time at total cost of \$320.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:

POSITION TITLE	NUMBER OF POSITIONS		2020-2021	2021-2022
	20-21	21-22	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....			\$530	
Travel.....				
Capital Outlay.....				
Aid.....			\$355,457	\$656,229
Capital Improvements.....				
TOTAL.....			\$355,987	\$656,229