

PREPARED BY: Mikayla Findlay
 DATE PREPARED: January 13, 2023
 PHONE: 402-471-0062

LB 434

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	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 (DHHS) to enroll long-term acute care hospitals in Nebraska as eligible Medicaid providers and for DHHS to submit a state plan amendment or waiver to the federal Centers for Medicare and Medicaid Services to provide coverage under the medical assistance program for long-term acute care hospitals. DHHS indicates costs to update systems associated with the bill would be absorbed within current resources.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	434	AM:	AGENCY/POLT. SUB: Nebraska Department of Health & Human Services	
REVIEWED BY:	Ann Linneman	DATE:	2-7-2023	PHONE: (402) 471-4180
COMMENTS: The Nebraska Department of Health and Human Services' analysis and estimate of fiscal impact to the department appears reasonable.				

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

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

Prepared by: (3) John Meals

Date Prepared 2-7-2023

Phone: (5) 471-6719

	<u>FY 2023-2024</u>		<u>FY 2024-2025</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
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:

The bill requires the Department of Health and Human Services (DHHS) Division of Medicaid and Long-term Care (MLTC) to add Long-term Acute Care Hospitals as approved providers under the program. Medicaid would be required to file any necessary state plan amendments or waivers by July 1, 2023.

To implement the requirements of this bill DHHS would be required to initiate a change request to the Medicaid Management Information System (MMIS), the contracted provider screening and enrollment (PSE) vendor, and the Department's Health Inter Active (HIA) data warehouse and decision support system to allow for a new provider type of long-term acute care.

The MMIS change request would include adding the new provider type to the MMIS system and working with the PSE, and HIA system vendors and establishing the appropriate processing of the new provider type.

The cost to change the MMIS, PSE and HIA systems would be approximately \$10,000 each. The MMIS update is matched at 50% federal share and the PSE and HIA updates are matched at 75% federal share. This results in the total cost of \$30,000 split at \$20,000 federal funds and \$10,000 state funds. This cost will be absorbed by the Department.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	POSITION TITLE	NUMBER OF POSITIONS		2023-2024 EXPENDITURES	2024-2025 EXPENDITURES
		23-24	24-25		
Benefits.....					
Operating.....					
Travel.....					
Capital Outlay.....					
Aid.....					
Capital Improvements.....					
TOTAL.....				\$0	\$0