

PREPARED BY: Suzanne Houlden  
 DATE PREPARED: February 15, 2023  
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# LB 443

Revision: 00

# FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2023-24</b>		<b>FY 2024-25</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below.	See below.	See below.	See below.

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

With some enumerated exceptions, LB 443 proposes to cease compensation for total disability at age 72. Those employees injured after age sixty-seven would cease to receive compensation after five years. While there could be a fiscal impact associated with this change, such impact is indeterminate at this time.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 443	AM:	AGENCY/POLT. SUB: <b>Dept. of Administrative Services – Risk Management</b>	
REVIEWED BY: Kimberly Burns	DATE: 02/03/2023	PHONE: (402) 471-4171	
COMMENTS: No basis to disagree with the Department of Administrative Services' assessment of indeterminate fiscal impact from LB 443.			

Please complete ALL (5) blanks in the first three lines.

**2023**

**LB<sup>(1)</sup> 443**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Dept of Administrative Services (DAS) – Risk Management Division

Prepared by: <sup>(3)</sup> Allen Simpson Date Prepared: <sup>(4)</sup> 1/18/2023 Phone: <sup>(5)</sup> 402-471-4436

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
REVOLVING FUNDS	<u>See Below</u>	<u>See below</u>	<u>See Below</u>	<u>See Below</u>
TOTAL FUNDS	=====	=====	=====	=====

**Explanation of Estimate:**

LB 443 proposed to cease compensation for total disability at age 72. Those employees injured after age sixty-seven would cease to receive compensation after five years. The following injuries do not apply; spinal cord injury involving severe paralysis of an arm, a leg, or the trunk; severe brain or closed-head injury and total or industrial blindness.

During 2018 through 2022 there were 53 claimants receiving total disability. Forty-two (42) of those claims (79.2 percent) would not have lost compensation based on the exempted injuries in section 1(c). Of the 11 remaining claims (20.8 percent) those claimants would lose benefits at 72 years of age.

There would likely be a fiscal impact by stopping total disability compensation payments for non-exempt injuries at 72 years of age, however such impact is indeterminate at this time.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____