

**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	See below		See below	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below		See below	

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

This bill states legislative intent to appropriate \$1,500,000 in General Funds each fiscal year beginning in FY24 to the Department of Health and Human Services (DHHS) to establish and administer the Nebraska Diaper Distribution Grant program. The bill defines diaper distribution center as a community-based diaper bank or nonprofit distribution center operating in Nebraska or a local health department. The program will provide grants in aid to assist in funding for diaper distribution centers with the goal of expanding reach of nonprofit diaper distribution. DHHS may adopt and promulgate rules and regulations to administer the program.

DHHS indicates the need for a 0.25 FTE at the Program Coordinator level starting in October 2023 to administer the program. Personnel costs total to \$15,052 in FY24 and \$21,073 in FY25. DHHS also indicates that the agency plans to absorb costs associated with procurement, communications, and IT to support the grants however if the number of total grants applying through a request for proposal are numerous then an additional FTE may be requested to support the processing.

With the singular 0.25 FTE Program coordinator being deducted from the \$1.5 million, \$1,484,948 would be available for grants in FY24 and \$1,478,927 in FY25. If the administrative costs were added on to the \$1.5 million grant amount, the total cost would be \$1,515,052 in FY24 and \$1,521,073 in FY25. The current language in the bill is insufficient on its own to appropriate the funding.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>				
LB:	676	AM:	AGENCY/POLT. SUB: Nebraska Department of Health & Human Services	
REVIEWED BY:	Ann Linneman	DATE:	3-1-2023	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 2-28-2023

Phone: (5) 471-6719

	<u>FY 2023-2024</u>		<u>FY 2024-2025</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
<b>GENERAL FUNDS</b>	\$1,500,000		\$1,500,000	
<b>CASH FUNDS</b>				
<b>FEDERAL FUNDS</b>				
<b>OTHER FUNDS</b>				
<b>TOTAL FUNDS</b>	\$1,500,000	\$0	\$1,500,000	\$0

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

**Explanation of Estimate:**

LB 676 states the intent to appropriate \$1,500,000 each fiscal year in State General funds to establish and administer the Nebraska Diaper Distribution Grant Program. The program shall provide grants to assist in funding for diaper distribution centers with the goal of expanding the reach of nonprofit diaper distribution.

Additional staff (**0.25 FTE Program Coordinator at \$23.868 per hour**) would be required to conduct the following activities necessary to implement LB676:

- Draft and promulgate rules and regulations
- Manage funds
- Develop and release a Request for Applications (RFA)
- Monitor agreements
- Conduct program evaluation
- Design and release educational materials
- Create new website housing information about the program

Diaper distribution grants would take the form of state aid. The number of these and their impact will be determined through the RFA process. Time and costs will be required of Procurement staff to assist with development and release of an RFA for grants, as well as to review and execute agreements. Information Technology (IT) and Communications staff will also need to assist with the creation of a website for information about the new program, as well as the need to post information about the funding opportunity. The department plans to absorb the Procurement, Communications, and IT costs. Should the number of grants resulting from the RFA prove significant, an FTE may be requested to support these areas.

**MAJOR OBJECTS OF EXPENDITURE**

PERSONAL SERVICES:	NUMBER OF POSITIONS		2023-2024 EXPENDITURES	2024-2025 EXPENDITURES
	23-24	24-25		
C73260 - DHHS Program Coordinator	.19	.25	\$9,309	\$13,032
Benefits.....			\$3,258	\$4,561
Operating.....			\$2,485	\$3,480
Travel.....				
Capital Outlay.....				
Aid.....			\$1,484,948	\$1,478,927

Capital Improvements.....

**TOTAL**.....

\$1,500,000	\$1,500,000
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