

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$27,018		\$54,036	
CASH FUNDS	\$14,931		\$29,862	
FEDERAL FUNDS	\$2,844		\$5,688	
OTHER FUNDS	\$26,307		\$52,614	
TOTAL FUNDS	\$71,100		\$142,200	

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

LB 885 requires that no insurance policy shall impose a deductible, co-insurance or cost-sharing requirement for lung cancer screenings for members aged 50 to aged 80. The effective date is January 1, 2025.

The State of Nebraska employee medical plans cover lung cancer screenings per the Patient Protection and Affordable Care Act guidelines and the US Preventative Services Task Force. Screenings for in-network providers are covered at 100% for members. There is no fiscal impact to the Department of Administrative Services for state employees' health plans.

The University of Nebraska System does impose a deductible, co-insurance or cost-sharing requirement for preventative services. However, the University does provide plan participants an allowance for coverage of preventative and/or screening services.

Plan members may choose to utilize this allowance for other services and as a result may have to pay some out of pocket expenses for the screenings as outlined in the bill. As a result, there would be incurred costs by the University of Nebraska System for the proportionate amount to fully pay for the full costs for the screenings. See the following for breakdown by fund type:

Fund Type	Estimated Expenditures FY 2024-25	Estimated Expenditures FY 2025-26
General Fund	\$27,018	\$54,036
Cash Fund	\$14,931	\$29,862
Federal Fund	\$2,844	\$5,688
Revolving Fund	\$26,307	\$52,614
Total	\$71,100	\$142,200

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 885	AM:	AGENCY/POLT. SUB: Department of Administrative Services (DAS)
REVIEWED BY: Ryan Walton	DATE: 1/10/2024	PHONE: (402) 471-4174
COMMENTS: The DAS assessment of no fiscal impact from LB 885 appears reasonable.		

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

2024

LB⁽¹⁾ 885

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Department of Administrative Services (DAS)
- Employee Wellness & Benefits

Prepared by: ⁽³⁾ Jennifer Norris Date Prepared: ⁽⁴⁾ 1/5/2024 Phone: ⁽⁵⁾ 402/480-9728

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
REVOLVING FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB 885 as introduced would provide requirements for coverage of lung cancer screenings as prescribed, beginning January 1, 2025.

The current State of Nebraska employee medical plans cover lung cancer screenings per the Patient Protection and Affordable Care Act (PPACA) guidelines and the US Preventative Services Task Force. Screenings for in-network providers are covered at 100%.

LB 885, as introduced, has no fiscal impact to the State of Nebraska health plans.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

LB (1) 0885 Provide requirements for insurance coverage of lung cancer screening FISCAL NOTE

State Agency OR Political Subdivision Name:⁽²⁾ University of Nebraska System
 Prepared by:⁽³⁾ Chris Kabourek Date Prepared:⁽⁴⁾ 01/11/2024 Phone:⁽⁵⁾ (402) 472-7102

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2024 - 25		FY 2025 - 26	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>27,018.00</u>	<u>0.00</u>	<u>54,036.00</u>	<u>0.00</u>
CASH FUNDS	<u>14,931.00</u>	<u>0.00</u>	<u>29,862.00</u>	<u>0.00</u>
FEDERAL FUNDS	<u>2,844.00</u>	<u>0.00</u>	<u>5,688.00</u>	<u>0.00</u>
OTHER FUNDS	<u>26,307.00</u>	<u>0.00</u>	<u>52,614.00</u>	<u>0.00</u>
TOTAL FUNDS	<u>71,100.00</u>	<u>0.00</u>	<u>142,200.00</u>	<u>0.00</u>

Explanation of Estimate:

LB 885 requires starting January 1, 2025 that no insurance policy shall impose deductible, co-insurance, or cost-sharing requirements for lung cancer screenings for health plan members age 50 to age 80. The University health plan is a grandfathered plan for Affordable Care Act purposes and does impose deductibles, co-insurance, and cost-sharing for these types of services. The University health plan does provide plan participants with a preventative allowance, but some plan members use this allowance for other services and as a result do have to pay some out-of-pocket expenses for lung cancer screenings.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2024 - 25 <u>EXPENDITURES</u>	2025 - 26 <u>EXPENDITURES</u>
	<u>24 - 25</u>	<u>25 - 26</u>		
	<u>0</u>	<u>0</u>		
	<u>0</u>	<u>0</u>		
Benefits.....			<u>71,100.00</u>	<u>142,200.00</u>
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			<u>71,100.00</u>	<u>142,200.00</u>