

PREPARED BY: Liz Hruska
 DATE PREPARED: March 14, 2013
 PHONE: 471-0053

LB 535

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	573,421		279,421	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	573,421		279,421	

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

This bill establishes the Prescription Drug Monitoring Program Act. The Department of Health and Human Services would establish a program that collects, manages, analyzes and provides information regarding controlled substances that have the potential to be abused. The program may be established in collaboration with the Nebraska Health Information Initiative.

The estimated cost to for the electronic system is \$400,000 in FY 14 with ongoing costs of \$120,000 annually. A pharmacist and administrative assistant would be needed. The cost would be \$159,421. One-time reprogramming of the Behavioral Health AVATAR system is \$14,000 in FY 14.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 535	AM:	AGENCY/POLT. SUB: HHS	
REVIEWED BY: Elton Larson		DATE: 3/7/2013	PHONE: 471-4173
COMMENTS: HHS analysis and estimate of fiscal impact to the agency appear 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) Willard Bouwens

Date Prepared:(4) 3-6-13

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	<u>FY 2013-2014</u>		<u>FY 2014-2015</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$652,154		\$358,154	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$652,154		\$358,154	

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

Explanation of Estimate:

LB535 requires dispensers of prescriptions to report all prescriptions for controlled substances or medications defined as having potential for abuse to the Prescription Drug Monitoring Program (PDMP). The Department of Health and Human Services will administer this database using the Nebraska Health Information Initiative (NEHI) or other selected vendor. The PDMP is to be available 24/7 to authorized persons.

Behavioral Health:

Reprogramming the AVATAR system \$14,000 for Fiscal Year 2013-14.

Public Health:

A registered pharmacist and an administrative assistant. Cost of contracting for an electronic system \$400,000 for Fiscal Year 2103-14.. Annual contracting cost for data collection on validation, application maintance and support, \$120,000 for Fiscal Year 2014-15. Department of Health and Human Services operating and indirect operating cost \$77,239 for Fiscal Years 2013-14 and 2014-15.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	NUMBER OF POSITIONS		2013-2014	2014-2015
	13-14	14-15	EXPENDITURES	EXPENDITURES
Pharmacist	1.00	1.00	\$84,072	\$84,072
Administrative Assistant I	1.00	1.00	\$30,867	\$30,867

Benefits.....		\$45,976	\$45,976
Operating.....		\$491,239	\$197,238
Travel.....			
Capital Outlay.....			
Aid.....			
Capital Improvements.....			
TOTAL.....		\$652,154	\$358,154