Revision: 00

| ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | FY 2015-16 |  | FY 2016-17 |  |
| 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 would provide time limits and penalties for late medical payments under the Nebraska Workers' Compensation Act.

The Workers' Compensation Court estimates no fiscal impact from this bill.
AS Risk Management is unable to determine a fiscal impact.
The city of Omaha states that the costs of this bill could be significant, but they are unable to determine a cost at this time.
The city of Lincoln estimates increased costs of \$58,210 per year.

## LB ${ }^{(1)}$

 363 FISCAL NOTE| State Agency OR Political Subdivision Name: ${ }^{(2)}$ | Nebraska Workers' Compensation Court |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
| Prepared by: ${ }^{(3)}$ Glenn Morton | Date Prepared: ${ }^{(4)}$ | 01/20/15 | Phone: ${ }^{(5)}$ | 402-471-3602 |

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

|  | FY 2015-16 |  | FY 2016-17 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS |  |  |  |  |
| CASH FUNDS |  |  |  |  |
| FEDERAL FUNDS |  |  |  |  |
| OTHER FUNDS |  |  |  |  |
| TOTAL FUNDS |  |  |  |  |
| Explanation of Estimate: |  |  |  |  |

No fiscal impact


| State Agency OR Political Subdivision Name: (2) <br> Prepared by: ${ }^{(3)}$ Shannon M. Anderson |  | Administrative Services - Risk Management |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  |  | Date Prepared: ${ }^{(4)}$ | January 20, 2015 Phone: ${ }^{(5)}$ | 402-471-4436 |
| ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION |  |  |  |  |
|  | FY 2 | 5-16 | FY 2016-1 |  |
|  | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS |  |  |  |  |
| CASH FUNDS |  |  |  |  |
| FEDERAL FUNDS |  |  |  |  |
| OTHER FUNDS |  |  |  |  |
| TOTAL FUNDS | 0 | 0 | 0 | 0 |

Explanation of Estimate:
LB363 requires that all medical payments under the Nebraska Workers' Compensation Act shall be payable within thirty days after notice has been given or within thirty days after the entry of a final order, award, or judgment of the compensation court. The bill provides further that if a medical payment is delinquent by thirty days or more, fifty percent shall be added to the amount payable and shall be paid to the employee.

The State is not able to predict which bills will be ready for payment within 30 days or would be outside the 30 day limit and thus incur a penalty. Therefore, we are not able to determine a fiscal impact.

| BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE |  |  |  |
| :---: | :---: | :---: | :---: |
| Personal Services: BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE |  |  |  |
|  | NUMBER OF POSITIONS | 2015-16 | 2016-17 |
| POSITION TITLE | $\underline{\text { 15-16 }}$ | EXPENDITURES | EXPENDITURES |
|  |  |  |  |
|  |  |  |  |
| Benefits.. |  |  |  |
| Operating. |  |  |  |
| Travel... |  |  |  |
| Capital outlay......... |  |  |  |
| Aid.... |  |  |  |
| Capital improvements. |  |  |  |
| TOTAL........... |  |  |  |

## LB ${ }^{(1)} 363$

| State Agency OR | itical Subdivision Name: ${ }^{(2)}$ | City of Omaha |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
| Prepared by: ${ }^{(3)}$ | Sheri Larsen | Date Prepared: ${ }^{(4)}$ | 01/23/2015 | Phone: ${ }^{(5)}$ | 402-444-5477 |

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

|  | FY 2015-16 |  | FY 2016-17 |  |
| :---: | :---: | :---: | :---: | :---: |
|  | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS |  |  |  |  |
| CASH FUNDS |  |  |  |  |
| FEDERAL FUNDS |  |  |  |  |
| OTHER FUNDS |  |  |  |  |
| TOTAL FUNDS |  |  |  |  |

FY 2016-17

The fiscal impact of LB 363 on the City of Omaha would be significant. At this time it is difficult to assess a dollar amount due to the uncertain number of judgments that may be affected which is an unknown.

| BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE |  |  |  |
| :---: | :---: | :---: | :---: |
| Personal Services: |  |  |  |
|  | NUMBER OF POSITIONS | 2015-16 | 2016-17 |
| POSITION TITLE | $\underline{\text { 15-16 }}$ | EXPENDITURES | EXPENDITURES |
|  |  |  |  |
|  |  |  |  |
| Benefits... |  |  |  |
| Operating. |  |  |  |
| Travel.... |  |  |  |
| Capital outlay.. |  |  |  |
| Aid. |  |  |  |
| Capital improvements.......... |  |  |  |
| TOTAL. |  |  |  |

## LB(1) 363



ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION


| CREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE |  |  |  |
| :---: | :---: | :---: | :---: |
| Personal Services: |  |  |  |
| POSITION TITLE | $\begin{array}{cc}\text { NUMBER OF POSITIONS } \\ \text { 15-16 } & 16-17\end{array}$ | $2015-16$ <br> EXPENDITURES | 2016-17 <br> EXPENDITURES |
|  |  |  |  |
|  |  |  |  |
| Benefits. |  | +\$58,210 | +\$58,210 |
| Operating. |  |  |  |
| Travel. |  |  |  |
| Capital outlay. |  |  |  |
| Aid..... |  |  |  |
| Capital improvements... |  |  |  |
| TOTAL. |  | +\$58,210 | +\$58,210 |

The City's Risk Management Division anticipates that this bill will increase costs. The above figures are based on an estimated 5\% annual increase in costs on $\$ 1,164,212$ of claims for 2014 . The increase would be due to the fact that bills are not always received in a timely way or cannot be paid within 30 days of final award for reasons beyond the Risk Management Division's control.

