

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2016-17		FY 2017-18	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	83,034		103,111	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	83,034		103,111	

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

This bill provides for the establishment of a memory care endorsement for licensed health care facilities or services. The Department of Health and Human Services is required to examine rates for the care of persons with cognitive impairment or dementia and make recommendations regarding higher or supplemental rates at a savings to the Medicaid Program.

The Department of Health and Human Services would need a facility surveyor and office clerk to issue the endorsements. The cost would be \$83,034 in FY 17 and \$103,111 in FY 18. The costs would be paid from fees. The requirement that the department is to make recommendations for higher rates at a savings to the Medicaid Program could have an impact, but it cannot be determined at this time, as the recommendation is unknown.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 708	AM:	AGENCY/POLT. SUB: HHS	
REVIEWED BY: Elton Larson		DATE: 1/25/16	PHONE: 471-4173
COMMENTS: HHS analysis and estimate of fiscal impact 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) Pat Weber

Date Prepared:(4) 1-7-16

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	<u>FY 2016-2017</u>		<u>FY 2017-2018</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$102,098		\$136,129	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$102,098		\$136,129	

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

Explanation of Estimate:

LB 708 requires that the Department of Health and Human Services adopt and establish regulations establishing qualifications for a memory care endorsement in a health care facility or health care service providing care for persons with cognitive impairments or dementia. This would include making memory care endorsement regulations for staff requirements, staff training, memory care programming, cultural competencies, facility structure requirements and facility security issues. The bill also requires that DHHS would examine rates paid for persons with cognitive impairment or dementia, including the state spending for such care and the reimbursement. The bill also allows the Department to set fees to cover the costs of administering the endorsement.

The Department can generate fees to cover the costs of administering the endorsement so it will be necessary to request additional cash spending authority in Program 033. It is estimated that 1.0 FTE Facility Surveyor/Consultant and 1.0 FTE Office Clerk III will be necessary to implement the requirements of LB 708.

Because LB 708 does not have an emergency clause, the Department assumes an implantation date of October 1, 2016.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	POSITION TITLE	NUMBER OF POSITIONS		2016-2017	2017-2018
		16-17	17-18	EXPENDITURES	EXPENDITURES
	Facility Surveyor/Consultant	0.75	1.00	\$33,624	\$44,832
	Office Clerk III	0.75	1.00	\$19,071	\$25,428
	Benefits.....			\$17,139	\$22,851
	Operating.....			\$32,263	\$43,017
	Travel.....				
	Capital Outlay.....				
	Aid.....				
	Capital Improvements.....				
	TOTAL.....			\$102,098	\$136,129