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**LB 759**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2008-09</b>		<b>FY 2009-10</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS	(See Below)		(See Below)	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	(See Below)		(See Below)	

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

This bill would change provisions relating to relabeling and redispensing prescription drugs.

The Department of Correctional Services (DCS) estimates a significant drug cost savings, but the actual amount is not determinable at this time. This is because it is unknown how often the circumstances allowing the relabeling will occur, for what drugs, and at what cost.

DCS spent over \$2,418,000 on drugs for inmates in FY05-06, over \$2,573,000 in FY06-07, and has spent approximately \$1,436,000 in FY07-08 (through January 25, 2008). The agency currently destroys approximately 250 pounds of medications every three months. The bill will allow relabeling of some portion of these drugs. DCS notes that relabeling/redispensing will help in controlling the steadily increasing cost of drugs.

The Department of Health and Human Services (HHS) estimates no fiscal impact.

**IMPACT ON POLITICAL SUBDIVISIONS:** Lancaster County estimates that this bill could reduce expenditures by \$30,313 in FY09 and \$32,132 in FY10. They note that this savings could be reduced by processing or re-stocking fees charged by a pharmacy, but these fees cannot be estimated at this time.