

PREPARED BY: Liz Hruska
 DATE PREPARED: February 12, 2020
 PHONE: 402-471-0053

LB 778

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$2,000,000		\$2,000,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$2,000,000		\$2,000,000	

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

This bill states Legislative intent to appropriate \$2 million in FY 2021 in General Funds to the Department of Health and Human Services for repayment of qualified educational debts owed by eligible professionals under the Rural Health Systems and Professional Incentive Act. It is unclear if this is a one-time appropriation or ongoing. In this fiscal note, it is assumed the amount becomes part of the base. The current level of funding for the program is \$680,723 GF.

Technical Note: An equal amount of cash fund authority is needed for the local match.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 778 AM:	AGENCY/POLT. SUB: Department of Health and Human Services (DHHS)	
REVIEWED BY: Elton Larson	DATE: 1/27/2020	PHONE: (402) 471-4173
COMMENTS: Intent of LB 778 cannot be operationalized as drafted. The bill provides that \$2,000,000 of the \$680,723 General Fund FY 2020-21 appropriation to Program 175 within DHHS be used for the qualified educational debts defined in the bill. This is not mathematically possible without an increase to the FY 2020-21 General Fund appropriation, but there is no stated intent to increase the appropriation to Program 175.		

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

State Agency or Political Subdivision Name:(2) Department of Health and Human Services

Prepared by: (3) Mike Michalski

Date Prepared 1-10-2020

Phone: (5) 471-6719

	<u>FY 2020-2021</u>		<u>FY 2021-2022</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$0	\$0	\$0	\$0
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$0	\$0	\$0	\$0

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

Explanation of Estimate:

LB 778 states the intent to designate \$2,000,000 of appropriated General Funds to Program 175 – Rural Health Provider Incentive Program specifically for repayment of qualified education debts owed by eligible health professionals. There would be no fiscal impact to the Department of Health and Human Services.

Current annual General Fund appropriation for Program 175 – Rural Health Provider Incentive Program is \$680,723.

Should an A-bill be added to appropriate \$2,000,000 of General Funds, then the Department of Health and Human Services would require an additional \$2,000,000 in cash spending authority in order to use the local match.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	NUMBER OF POSITIONS		2020-2021	2021-2022
	POSITION TITLE	20-21	21-22	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital Outlay.....				
Aid.....				
Capital Improvements.....				
TOTAL.....			\$0	\$0