

Revised to reflect additional agency response.

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	See Below		See Below	
CASH FUNDS				
FEDERAL FUNDS	See Below		See Below	
OTHER FUNDS				
TOTAL FUNDS	See Below		See Below	

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

LB 112 exempts motor carriers engaged in Department of Health and Human Services comprehensive services transport from sections 75-301 to 75-322 (motor carrier regulation by the Public Service Commission).

The Public Service Commission (PSC) estimates no fiscal impact. This appears to be reasonable.

The Department of Health and Human Services estimates that there will be significant fiscal impact if LB 112 is *not* enacted.

According to the DHHS, should LB 112 not be approved to clarify that the transportation services can continue to be exempted from the requirements of the PSC, DHHS will face cost increases. DHHS would have to pay transportation costs based on PSC rates to current Developmental Disabilities (DD) and Children and Family Services (CFS) providers who agree to become PSC certified or reimburse them for the additional commercial transportation costs that are not incorporated into the existing contracts.

DHHS estimates the cost increases to be as follows:

Developmental Disabilities: \$10.92 million Federal Funds
 \$7.28 General Funds

Children and Family Services: \$7.4 million General Funds (for child welfare)
 \$7.8 million General Funds (for child care services)

The total estimated costs, should LB 112 *not* be enacted is \$10,920,000 Federal Funds and \$23,120,000 General Funds. These estimates are based on the following data.

Developmental Disabilities has 3,500 clients. At an extra cost of \$100 per week times 52 weeks, the total cost is \$18.2 million. The Federal to State funds mix is applied to get the fund breakdown.

Children and Family Services – Child Welfare utilizes 5,575,375 miles per year times \$1.32 per mile results in a cost of \$7,359,495 per year. \$1.32 reflects the increase in the mileage rate that would be incurred under the PSC rates.

Children and Family Services – Child Care 16,242 miles per day times \$1.32 per mile times 365 days results in a cost of \$7,825,396 per year. \$1.32 reflects the increase in the mileage rate that would be incurred under the PSC rates.

There is no basis to disagree with these estimates.

It should be noted that there are no dollars reflected in the table above since the bill's provisions will not create any additional costs. Rather, the situation is one where DHHS estimates additional costs will be incurred *in absence* of the bill.

DEPARTMENT OF ADMINISTRATIVE SERVICES

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COMMENTS			
PUBLIC SERVICE COMMISSION – Concur with agency analysis.			
DHHS – DHHS is not currently paying transportation costs based on PSC rates and has been exempted from requirements of the Public Service Commission Act. While this bill specifically identifies this exemption, it is not a foregone conclusion that if LB 112 is not passed, DHHS would incur the costs identified in the fiscal note.			