

PREPARED BY: Liz Hruska
 DATE PREPARED: February 23, 2021
 PHONE: 402-471-0053

LB 462

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2021-22		FY 2022-23	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See Below		See Below	

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

This bill states legislative intent to increase behavioral health rates each year by three percent in FY 2022 and FY 2023 in Program 348 Medicaid and 349 Medicaid Expansion.

The costs to increase behavioral health rates in these two programs are \$17,636,880 (\$7,500,965 GF and \$10,135,915 FF) in FY 2022 and \$35,802,866 (\$15,108,809 GF and \$20,694,057) in FY 2023. Although the bill references Program 348 Medicaid and Program 349 Medicaid Expansion, Program 344, the Children’s Health Insurance Program (CHIP) provides the same coverage. The cost including CHIP is \$18,493,551 (\$7,756,017 GF and \$10,737,534 FF) in FY 2022 and \$37,541,909 (\$15,622,523 GF and \$21,919,386 FF) in FY 2023.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 462	AM:	AGENCY/POLT. SUB: Nebraska Department of Health and Human Services	
REVIEWED BY: Ann Linneman	DATE: 2-23-2021	PHONE: (402) 471-4180	
COMMENTS: The Nebraska Department of Health and Human Services’ analysis and estimate of fiscal impact to the department appears 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) Mike Michalski

Date Prepared 2-22-2021

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	<u>FY 2021-2022</u>		<u>FY 2022-2023</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See Below		See Below	

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

Explanation of Estimate:

LB 462 intends a 3 percent increase to Behavioral Health rates in each of the next two state fiscal years. However, the bill only specifies programs 348 and 349, leaving out program 344 (CHIP). This must be corrected as it would not be feasible to maintain separate rates for the same services, dependent only upon a child's eligibility category.

Without incorporating CHIP, as the bill is written, the fiscal impact estimate is \$17,636,880 for FY 2021-22 and \$35,802,866 for FY 2022-23. When CHIP is included the estimate is \$18,493,551 (General Fund: \$7,756,017; Federal Fund: \$10,737,534) for FY 2021-22 and \$37,541,909 (General Fund: \$15,622,523; Federal Fund: \$21,919,386) for FY 2022-23.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	NUMBER OF POSITIONS		2021-2022	2022-2023
	21-22	22-23	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital Outlay.....				
Aid.....				
Capital Improvements.....				
TOTAL.....				