

PREPARED BY: Mikayla Findlay  
 DATE PREPARED: February 21, 2025  
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**LB 365**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2025-26</b>		<b>FY 2026-27</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$34,138		\$70,006	
CASH FUNDS				
FEDERAL FUNDS	\$57,512		\$113,294	
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$91,650</b>		<b>\$183,300</b>	

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

This bill requires coverage for self-measure blood pressure monitors and associated services under the medical assistance program, Medicaid, no later than January 1, 2026. The Department of Health and Human Services (DHHS) estimates the costs of including this service is \$183,300 for a full year. This estimate is based on 705 clients taking up the service, \$80 for the device, and \$15 monthly service fee. The fiscal impact appears to be reasonable; Blood-pressure monitors would not necessarily need annual replacement however the devices would need to be purchased for each new client and the devices would degrade over time. DHHS utilizes a fund mix assumption of 62.75% for FY26 and 61.81% for FY27 based on a blended Federal Medical Assistance Percentage (FMAP) that combines higher federal participation for the Medicaid expansion population and a lower federal participation for regular Medicaid.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>				
LB:	365	AM:	AGENCY/POLT. SUB: Nebraska Department of Health & Human Services	
REVIEWED BY:	Ann Linneman	DATE:	2-21-2025	PHONE: (402) 471-4180
COMMENTS: Concur with the Nebraska Department of Health and Human Services' assessment of fiscal impact.				

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

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

Prepared by: (3) John Meals

Date Prepared 2-21-25

Phone: (5) 471-6719

	<u>FY 2025-2026</u>		<u>FY 2026-2027</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
<b>GENERAL FUNDS</b>	\$34,138		\$70,006	
<b>CASH FUNDS</b>				
<b>FEDERAL FUNDS</b>	\$57,512		\$113,294	
<b>OTHER FUNDS</b>				
<b>TOTAL FUNDS</b>	\$91,650	\$0	\$183,300	\$0

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

**Explanation of Estimate:**

LB365 requires the Department of Health and Human Services (DHHS) to provide coverage and reimbursement for self-measure blood pressure monitoring services for all persons eligible under Nebraska Medicaid by January 1, 2026. Covered services include a monitoring device, initial and replacement cuffs necessary to diagnose or treat hypertension, patient education and training on the set-up and usage of the device, collection of data, and reporting to a health care provider to create or modify treatment plans.

This fiscal note assumes that services will be added for 705 members per year. At an estimated cost of \$80 for the monitoring device and all needed cuffs, the increase in aid expenditures is \$56,400 annually. For the services involving data collection, interpretation of results, and reporting, this fiscal note assumes a monthly cost of \$15 per member. For these 705 members, the result is an annual increase in aid expenditures of \$126,900. With an implementation date of January 1, 2026, the increase in expenditures for SFY 2026 is \$91,650 Total Funds (\$57,512 Federal Funds and \$34,138 General Funds). For SFY 2027, the increase is \$183,300 Total Funds (\$113,294 Federal Funds and \$70,006 General Funds). Based on the proportion of regular Medicaid members and expansion newly members, a blended FMAP of 62.75% was used for SFY 2026 and 61.81% for SFY 2027.

Other increases in aid expenditures will be minimal as a result of LB365. Changes to fee schedules would need to be made. Approval from the Centers for Medicare and Medicaid (CMS) would be needed. The expenses related to the other increases in aid expenditures, and to the time and effort of changing fee schedules and receiving approval from CMS, would be absorbed by DHHS.

**MAJOR OBJECTS OF EXPENDITURE**

PERSONAL SERVICES:	NUMBER OF POSITIONS		2025-2026 EXPENDITURES	2026-2027 EXPENDITURES
	26-26	26-27		
Benefits.....				
Operating.....				
Travel.....				
Capital Outlay.....				
Aid.....			\$91,650	\$183,300
Capital Improvements.....				
<b>TOTAL.....</b>			\$91,650	\$183,300