

PREPARED BY: Sandy Sostad
 DATE PREPARED: April 25, 2013
 PHONE: 471-0054

LB 384

Revision: 01

Revised on 4/25/13 based on amendments adopted through 4/24/13.

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$5,760		\$5,760	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$5,760		\$5,760	

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

LB 384 is the Nebraska Exchange Transparency Act. The bill establishes an eleven member Nebraska Exchange Stakeholder Commission to provide oversight, recommendations and transparency regarding implementation and operation of an insurance exchange. The commission is to hold at least four meetings annually. Members are reimbursed for actual and necessary expenses. The commission may create technical and advisory groups as needed and must provide a written annual report. The commission is housed in the Department of Insurance (DOI) for budgetary purposes.

There will be increased expenditures by DOI to pay reimbursable expenses for commission members. The DOI estimate of \$5,760 to pay expenses each fiscal year seems reasonable. It is assumed that any minimal operating expenses of the commission can be handled with the existing resources of DOI. It is also assumed the DOI Cash Fund will be used to fund the Commission because the bill deals with the supervision of the business of insurance.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 384	AM:	AGENCY/POLT. SUB: Dept. of Insurance	
REVIEWED BY: Gary Bush		DATE: February 7, 2013	PHONE: 471-4161
COMMENTS: The Dept. of Insurance estimate of impact appears to be reasonable.			

Please complete ALL (5) blanks in the first three lines.

2013

LB⁽¹⁾ 384 FISCAL NOTE

State Agency OR Political Subdivision Name: (2) Nebraska Department of Insurance

Prepared by: (3) Eric Dunning Date Prepared: (4) 2-6-12 Phone: (5) 402-471-4650

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$5760		\$5760	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$5760		\$5760	

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

Explanation of Estimate:

Members of the board are entitled to be reimbursed for their actual and necessary expenses as provided in Neb. Rev. Stat. § 81-1174 to 81-1177. The bill takes effect upon signature of the Governor. The bill requires nine appointed members, three ex officio members, and a minimum of four meetings a year. Assuming that one half of the members will be entitled to travel expense reimbursement of \$120 per meeting in addition to reimbursement at the current mileage rate of 56.5 cents per mile, with an average of \$200 per person, reimbursable board travel has been assumed at \$5760 per year.

As no funding source is provided, it is assumed that General Fund appropriations would necessary to pay the expenses.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14</u>	<u>2014-15</u>
	<u>13-14</u>	<u>14-15</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....			\$5760	\$5760
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			\$5760	\$5760