

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Updated for amendments adopted through March 26, 2014.

| ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates) | | | | |
|---|--------------------|---------|-------------------|---------|
| | FY 2014-15 | | FY 2015-16 | |
| | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS | (2,897,000) | | 2,897,000 | |
| CASH FUNDS | | | | |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | | | |
| TOTAL FUNDS | (2,897,000) | | 2,897,000 | |

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

This bill, as amended, states that the Legislature finds that a need exists for additional behavioral health treatment beds for inmates in the state correctional system. The bill authorizes the Division of Behavioral Health of the Department of Health and Human Services to study the feasibility of establishing a Hastings Correctional Behavioral Health Treatment Center at the Hastings Regional Center.

The numbers in the boxes above were calculated as follows:

Last year's Capital Construction bill, LB198, appropriated \$3,097,000 to demolish buildings at the Hastings Regional Center determined to be vacant. Of this amount, \$2,897,000 can be deferred until 2015-16 with an equivalent reduction in the related 2014-15 General Fund appropriation. This would allow time for completion of a program statement to study the feasibility of establishing a Hastings Correctional Behavioral Health Treatment Center as required by LB999 prior to initiation of demolition of buildings at the Hastings Regional Center. The remaining \$200,000 of the original \$3,097,000 for 2014-15 could be repurposed to support the costs of completing the program statement.

The program statement shall plan for the long-term needs of the mentally ill inmates in the correctional system as well as inmates who have drug and alcohol addictions. The intent is to provide a facility for up to two hundred inmates in one or more buildings at the Hastings Regional Center renovated or constructed to meet the needs of the program.

The estimated cost for the program statement is \$200,000, which is appropriated to HHS. The funds remaining from the \$3,097,000 after this appropriation is \$2,897,000. This amount is moved into FY2015-16 to be used for demolishing buildings at the Hastings Regional Center, contingent on the findings of the program statement.

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

2014

LB⁽¹⁾ 999 AM2173

**FISCAL
NOTE**

State Agency OR Political Subdivision Name: ⁽²⁾ Administrative Services – Building Division

Prepared by: ⁽³⁾ Dennis Summers Date Prepared: ⁽⁴⁾ 3/18/2014 Phone: ⁽⁵⁾ 402-471-8351

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

| | <u>FY 2014-15</u> | | <u>FY 2015-16</u> | |
|--------------------|-----------------------------|------------------------------------|-----------------------------|------------------------------------|
| | <u>EXPENDITURES</u> | <u>REVENUE</u> | <u>EXPENDITURES</u> | <u>REVENUE</u> |
| GENERAL FUNDS | <u>0</u> | <u> </u> | <u>0</u> | <u> </u> |
| CASH FUNDS | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| FEDERAL FUNDS | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| OTHER FUNDS | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| TOTAL FUNDS | <u><u>0</u></u> | <u><u> </u></u> | <u><u>0</u></u> | <u><u> </u></u> |

Explanation of Estimate: Department of Administrative Services estimates a cost of \$200,000 would be incurred to provide a Feasibility Study/Program Statement for the proposed facility. The responsibility for development of the facility is placed with the Department of Health and Human Services. It is assumed that the funding for the proposed program would be appropriated to the Department of Health and Human Services.

There is no fiscal impact to Administrative Services.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

| <u>POSITION TITLE</u> | <u>NUMBER OF POSITIONS</u> | | <u>2014-15</u> | <u>2015-16</u> |
|---------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | <u>14-15</u> | <u>15-16</u> | <u>EXPENDITURES</u> | <u>EXPENDITURES</u> |
| None | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Benefits..... | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Operating..... | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Travel..... | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Capital outlay..... | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Aid..... | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Capital improvements..... | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| TOTAL..... | <u> </u> | <u> </u> | <u>0</u> | <u>0</u> |

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

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

Prepared by: (3) Steve Shively

Date Prepared:(4) 3-18-14

Phone: (5) 471-0676

| | <u>FY 2014-2015</u> | | <u>FY 2015-2016</u> | |
|----------------------|---------------------|---------|---------------------|---------|
| | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS | \$200,000 | | | |
| CASH FUNDS | | | | |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | | | |
| TOTAL FUNDS | \$200,000 | | | |

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

Explanation of Estimate:

LB999 AM2173 creates the Hastings Correctional Mental Health Facility at the Hastings Regional Center. The facility shall be administered by the Division of Behavioral Health and the division shall prepare documents for the rehabilitation of building seven to have approximately 200 beds.

Per state statute 81-1108.41(3) no contract for the planning, design, or construction of a new facility or major modification or repair of an existing facility provided for by any state appropriation may be initiated unless an acceptable program statement has been completed. Therefore a program statement is required to be prepared for consideration before any rehabilitation of buildings can occur and it is unlikely rehabilitation and operating this new facility would begin within FY 2015 or FY 2016.

The fiscal impact to the Department of Health and Human Services for the program statement to begin this project is \$200,000 for FY 2015.

MAJOR OBJECTS OF EXPENDITURE

| PERSONAL SERVICES: | NUMBER OF POSITIONS | | 2014-2015 | 2015-2016 |
|---------------------------|---------------------|-------|------------------|--------------|
| | POSITION TITLE | 14-15 | 15-16 | EXPENDITURES |
| Benefits..... | | | | |
| Operating..... | | | \$200,000 | |
| Travel..... | | | | |
| Capital Outlay..... | | | | |
| Aid..... | | | | |
| Capital Improvements..... | | | | |
| TOTAL..... | | | \$200,000 | |