

PREPARED BY: Liz Hruska
 DATE PREPARED: July 28, 2020
 PHONE: 402-471-0053

LB 1052

Revision: 01

Revised based on amendments adopted through 7-22-20

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

This bill as amended removes the requirement for prior authorization for an antidepressant, antipsychotic or anticonvulsant prescribed drug if deemed medically necessary by the patient’s health care provider for a new or existing Medicaid recipient if the recipient has a prior prescription history for any of those drugs within the immediate preceding 90 days. A prospective drug utilization review is required ensure the prescription is appropriate and not likely to result in adverse medical results.

The bill as amended complies with federal Medicaid requirements. There is no fiscal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1052	AM: 2645	AGENCY/POLT. SUB: Nebraska Department of Health and Human Services	
REVIEWED BY: Ann Linneman	DATE: 7-28-20	PHONE: (402) 471-4180	
COMMENTS: No basis to disagree with the Nebraska Department of Health and Human Services’ analysis and estimate 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) Mike Michalski

Date Prepared 7-14-2020

Phone: (5) 471-6719

FY 2020-2021

FY 2021-2022

	<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:

Amendment 2645 for LB 1052 changes the authority of a pharmacist to modify the quantity and dosage formulation of a drug prescription. The fiscal impact is indeterminable.

LB 1052 limited the ability of the Medicaid program, Managed Care Organizations (MCOs), and Pharmacy Benefit Managers (BPMs) to perform drug utilization reviews as required by federal law. Amendment 2645 allows for drug utilization review.

The amendment would eliminate fiscal concerns of the original bill that would require the use of general funds to displace the loss of federal funding related to drug utilization reviews.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:	NUMBER OF POSITIONS		2020-2021	2021-2022
	20-21	21-22	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital Outlay.....				
Aid.....				
Capital Improvements.....				
TOTAL.....				