

Paul

PREPARED BY:
DATE PREPARED:
PHONE:

Liz Hruska
February 03, 2011
471-0053

LB 466

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	(936,027)		(936,027)	
CASH FUNDS				
FEDERAL FUNDS	(1,404,041)		(1,404,041)	
OTHER FUNDS				
TOTAL FUNDS	(2,340,068)		(2,340,068)	

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

This bill allows antidepressant, antipsychotic and anticonvulsant prescription drugs to be included in the Preferred Drug List (PDL) in the Medicaid Program.

The Department of Health and Human Services negotiates for higher rebates for drugs on the PDL. The savings to Medicaid that the higher rebates would offset is \$2,340,068 (\$936,027 GF and \$1,404,041 F) annually.

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LEGISLATIVE FISCAL 2011

LB(1) 0466

FISCAL NOTE

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

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

Prepared by: (3) Willard Bouwens

Date Prepared: (4) February 3, 2011

Phone: (5) 471-8072

	FY 2011-2012		FY 2012-2013	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	(936,027)		(936,027)	
CASH FUNDS				
FEDERAL FUNDS	(1,404,041)		(1,404,041)	
OTHER FUNDS				
TOTAL FUNDS	(2,340,068)	\$0	(2,340,068)	\$0

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

Explanation of Estimate:

LB466 removes the exclusion of the antidepressant, antipsychotic and anticonvulsant therapeutic classes of prescription drugs from Nebraska's preferred drug list that was established in Section 68-954. By removing the exclusion, the preferred drug list is estimated to increase savings to the Department of Health and Human Services an estimated \$2,340,068 (\$936,027 in General Funds) annually. This amount was included as an issue in the 2011-13 Biennial Budget request.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:

POSITION TITLE	NUMBER OF POSITIONS		2011-2012 EXPENDITURES	2012-2013 EXPENDITURES
	11-12	12-13		
Benefits.....				
Operating.....				
Travel.....				
Capital Outlay.....				
Aid.....				(2,340,068)
Capital Improvements.....				
TOTAL.....				(2,340,068)