

PREPARED BY: Mikayla Findlay  
 DATE PREPARED: January 12, 2024  
 PHONE: 402-471-0062

**LB 1181**

Revision: 00

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2024-25</b>		<b>FY 2025-26</b>	
	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 requires updates to Professional and Occupational Licensing procedures related to controlled substance inventory requirements. The Department of Health and Human Services would be able to recover the minimal increased administrative costs via fees. No additional funding or spending authority would be needed to implement the changes.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB:	1181	AM:	AGENCY/POLT. SUB: Nebraska Department of Health & Human Services
REVIEWED BY:	Ann Linneman	DATE:	1-23-2024
		PHONE:	(402) 471-4180
COMMENTS: Concur with the Nebraska Department of Health & 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 1-22-2024

Phone: (5) 471-6719

	<u>FY 2024-2025</u>		<u>FY 2025-2026</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
<b>GENERAL FUNDS</b>				
<b>CASH FUNDS</b>				
<b>FEDERAL FUNDS</b>				
<b>OTHER FUNDS</b>				
<b>TOTAL FUNDS</b>	\$0	\$0	\$0	\$0

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

**Explanation of Estimate:**

LB 1181 revises several statutes regarding prescription drugs, controlled substance inventories, licensing of Pharmacy Interns and Pharmacy Technicians, and labeling of legend drugs.

LB 1181 would require the Department of Health and Human Services (DHHS) to revise internal procedures regarding controlled substance inventory requirements and submission of forms. Labor costs saved by moving to a biennial submission of controlled substance inventories would most likely be offset by the additional amount of time needed by Pharmacy Inspectors to confirm that information submitted meets 21 C.F.R. 1304.11. DHHS staff would establish a process for the annual review and approval of the Pharmacy Self-Inspection form by the Board of Pharmacy.

DHHS staff would make the necessary updates to the Pharmacist Intern application form and Pharmacy Technician application forms to reflect changes stated in LB 1181. This would include updates to the DHHS public website and the License Information System.

The Prescription Drug Monitoring Program (PDMP) staff would update their respective public website regarding labeling changes stated in LB 1181. Personnel costs associated with the update would be absorbed by existing PDMP staff.

The estimated costs incurred by (DHHS) Professional and Occupational Licensing staff to implement and execute LB 1181 are minimal and would be considered part of variable credentialing costs per the Uniform Credentialing Act, Nebraska § 38-151 through 38-156 administrative costs and fees.

**MAJOR OBJECTS OF EXPENDITURE**

PERSONAL SERVICES:	NUMBER OF POSITIONS		2024-2025 EXPENDITURES	2025-2026 EXPENDITURES
	POSITION TITLE	24-25		
Benefits.....				
Operating.....				
Travel.....				
Capital Outlay.....				
Aid.....				
Capital Improvements.....				
<b>TOTAL.....</b>			\$0	\$0