

**LOCAL GOVERNMENT  
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: March 29, 2015

Agency Submitting: Local Government

| <b>Items of Revenue or<br/>Expense, or Both</b> | <b>Fiscal Year<br/>2014-15</b> | <b>Fiscal Year<br/>2015-16</b> | <b>Fiscal Year<br/>2016-17</b> | <b>Effect on Future<br/>Biennia</b> |
|---|--------------------------------|--------------------------------|--------------------------------|-------------------------------------|
|   |                                |                                |                                |                                     |
| Total   | 0                              | 0                              | 0                              | 0                                   |

Explanation

(Use Additional Sheets of Attachments, if required)

See attached.

Name Michael Nakamoto

Title Deputy Fiscal Analyst

The following responses from local governments were compiled by the Fiscal Analysis Division. The Fiscal Analysis Division can neither verify nor comment on the figures provided by the individual local governments.

Local Government Responses  
**S.B. 328 / BDR 57 - 794**

| City/County: <b>Carson City</b><br>Approved by: Nickolas A. Providenti, Finance Director<br>Comment: We anticipate this bill would have an impact to Carson City, but we cannot determine the amount at this time. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Has Impact   | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>Churchill County</b><br>Approved by: Eleanor Lockwood, County Manager<br>Comment: BDR 57-794 primarily addresses health insurance and drug formularies and mental health information. It does not appear to require certain drugs to be put on the formulary nor does it appear to require certain coverages under mental health. Most of the BDR addresses making information available on the insurance company's website, including appeal processes. It appears that any fiscal impact would be negligible to Churchill County. |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact   | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>Clark County</b><br>Approved by: David Dobrzynski, Assistant Director of Finance<br>Comment: No anticipated fiscal impact. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact  | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>Esmeralda County</b><br>Approved by: Karen Scott, Auditor/Recorder<br>Comment: No Impact |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact  | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>Humboldt County</b><br>Approved by: Sondra Schmidt, Comptroller<br>Comment: Humboldt County cannot determine if this would increase our health insurance or not. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Cannot Be Determined   | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>Washoe County</b><br>Approved by: Liane Lee , Governor Affairs Manager<br>Comment: The bill requires insurance companies to post their formularies online. I believe the pharmacy benefit manager websites for our health plans comply with many of the requirements on this BDR.<br>This bill also requires the Insurance Commissioner to make the formularies available on the Insurance Commissioner's website; this will cost the Commissioner's Office funds to carry out this requirement. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact  | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>White Pine County</b><br>Approved by: Elizabeth Frances, Finance Director<br>Comment: Every time additional requirements are placed on health insurance providers, the additional costs they incur are passed on to the consumers of their products. Therefore, this proposal will result in adverse financial impact to the County in the form of higher health insurance costs for its employees. An exact amount cannot be determined. |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Has Impact  | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>City of Henderson</b><br>Approved by: Mike Cathcart, Business Operations Manager<br>Comment: The fiscal impact of the proposed legislation would not have a significant fiscal impact to the City of Henderson. |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact   | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>City of Las Vegas</b><br>Approved by: Michelle Thackston, Administrative Secretary<br>Comment: We don't have the necessary data to predict if there will be cost savings and if so, how much. |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Cannot Be Determined  | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>City of Reno</b><br>Approved by: Ryan High, Budget/Strat. Initiatives Mgr.<br>Comment: After initial review, there is no fiscal impact to the City of Reno. |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact   | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>City of Sparks</b><br>Approved by: Jeff Cronk, Financial Services Director<br>Comment: No Impact |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact  | \$0               | \$0               | \$0               | \$0                   |

| City/County: <b>Las Vegas Metropolitan Police Department</b><br>Approved by: Rich Hoggan, Chief Financial Officer<br>Comment: LVMPD does not offer employer provided insurance. Rather, insurance is provided by an independent health and welfare trust and by an employee association. Any costs associated with implementing these changes would fall to those entities. |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Cannot Be Determined  | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>Carson City School District</b><br>Approved by: Andrew J Feuling, Director of Fiscal Services<br>Comment: No Impact |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact   | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>Clark County School District</b><br>Approved by: Nikki Thorn, Deputy CFO<br>Comment: Additional compliance would not be required as our current health plan provides this information online. No financial impact is expected. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact  | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>Douglas County School District</b><br>Approved by: HOLLY LUNA, CFO, BUSINESS SERVICES<br>Comment: It is likely that the fiscal impact is minimal, if any. The mandatory language requires the following: <ul style="list-style-type: none"> <li>Requires the Commissioner of Insurance to create a template for online posting of prescription drug formularies and to post said drug formularies on its website.</li> <li>Requires health plans to post their prescription drug formularies online.</li> <li>Requires health plans to make certain information regarding mental health coverage and services available online.</li> <li>Requires the Silver State Health Insurance Exchange to provide links on its website to the drug formularies of qualified plans offered through the Exchange.</li> </ul> |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Cannot Be Determined   | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>Lincoln County School District</b><br>Approved by: Steve Hansen, Superintendent<br>Comment: If there is an increase to insurance company's cost, then it will be passed on to the consumer. Predicted this year a 12% increase to insurance cost in Lincoln County School District. That is \$10,000.<br>The 12% has been standard the last few years. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Has Impact   | \$0               | \$10,000          | \$10,000          | \$10,000              |

| School District: <b>Lyon County School District</b><br>Approved by: Philip Cowee, Director of Finance<br>Comment: The fiscal impacts of BDR 57-794 cannot be determined until the full impacts are realized with the new health insurance renewal. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Cannot Be Determined   | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>Nye County School District</b><br>Approved by: Kerry Paniagua, Executive Secretary<br>Comment: No Impact |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact  | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>Pershing County School District</b><br>Approved by: Dan Fox, Superintendent<br>Comment: The district does not maintain sufficient information to make an estimate. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Cannot Be Determined   | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>Storey County School District</b><br>Approved by: Robert Slaby, Superintendent<br>Comment: Possible effect on cost of insurance. |                   |                   |                   |                       |
|--|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>  | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Cannot Be Determined   | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>Washoe County School District</b><br>Approved by: Lindsay E. Anderson, Director of Government Affairs<br>Comment: No Impact |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| No Impact   | \$0               | \$0               | \$0               | \$0                   |

| School District: <b>White Pine County School District</b><br>Approved by: Paul Johnson, CFO<br>Comment: Unable to determine impact. |                   |                   |                   |                       |
|---|-------------------|-------------------|-------------------|-----------------------|
| <b>Impact</b>   | <b>FY 2014-15</b> | <b>FY 2015-16</b> | <b>FY 2016-17</b> | <b>Future Biennia</b> |
| Cannot Be Determined  | \$0               | \$0               | \$0               | \$0                   |

**The following cities, counties and school districts did not provide a response:** Douglas County, Elko County, Eureka County, Lander County, Lincoln County, Lyon County, Mineral County, Nye County, Pershing County, Storey County, Boulder City, City of Elko, City of Mesquite, City of North Las Vegas, Churchill County School District, Elko County School District, Esmeralda County School District, Humboldt County School District, Eureka County School District, Lander County School District, and Mineral County School District.