

**LOCAL GOVERNMENT
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: April 1, 2017

Agency Submitting: Local Government

Items of Revenue or Expense, or Both	Fiscal Year 2016-17	Fiscal Year 2017-18	Fiscal Year 2018-19	Effect on Future Biennia
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
A.B. 352 / BDR 57 - 592

City/County: Carson City Approved by: Nancy Paulson, CFO Comment: This may have a negative impact on our insurance premiums, but it's impossible to estimate the amount.				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: Churchill County Approved by: Eleanor Lockwood, County Manager Comment: This Bill requires insurance companies to cover medical treatment for chronic conditions without requiring prior authorization (if the employee had already received prior authorization before the condition was chronic). Additionally, a new insurance company is required to cover the treatment for a chronic condition if the patient's previous insurance covered it. Any time a new required coverage is placed on an insurer, it restricts that insurer's ability to control costs. I would estimate this might raise insurance premiums 1/2 to 1 %, which would equate to \$8,500 to \$17,000 per year for Churchill County				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Has Impact	\$0	\$0	\$0	\$0

City/County: Clark County Approved by: David Dobrzynski, Asst Director of Finance Comment: ? According to this bill, if an insurer approves coverage for a procedure, device, medication or any other treatment for a condition for an insured, and a provider of health care determines the condition of the insured is chronic, the insurer will be prohibited from denying continued coverage for the treatment or requiring prior authorization for continued coverage. The insurer must deem the treatment approved if the policy of health insurance covers the treatment or if the insured provides evidence that his or her immediately preceding former insurer approved the treatment. Continued coverage may be denied if the insurer obtains credible evidence that the chronic condition does not exist, no longer exists or is in remission. There is no fiscal impact to Clark County.				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

City/County: Esmeralda County Approved by: Robert E. Glennen III, Esmeralda District Attorney Comment: Could possibly lead to the increase of County insurance premiums.				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Has Impact	\$0	\$0	\$0	\$0

City/County: Humboldt County Approved by: Gina Rackley, Comptroller Comment: No Impact				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

City/County: Washoe County Approved by: Jamie Rodriguez , Management Analyst Comment: It is not possible to estimate fiscal impact at this time. However, this Bill would impact the plans ability to manage its members medical conditions or to manage costs.				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Has Impact	\$0	\$0	\$0	\$0

City/County: City of Henderson Approved by: Mike Cathcart , Business Operations Manager Comment: No impact.				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

City/County: City of Las Vegas Approved by: Michelle Thackston, Administrative Assistant Comment: The exact fiscal impact can't be determined at this time. Insurance brokers and actuarials take months to study the claim experiences and costs. We are unable to provide an estimate as to the fiscal impact of this legislation.				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: **City of Reno**

Approved by: Tillery Williams , Management Analyst

Comment: Fiscal impact cannot be determined at this time.

Although it would be difficult to quantify an exact number at this time, this bill as written will have a significant fiscal impact on the City of Reno. The requirement for one health plan to accept and cover an authorization from the employee's prior plan is problematic. "Chronic condition" covers a very broad category and clinical decisions are not always black and white. This bill would force coverage on treatments when a lower level or less invasive treatment could be a better clinical decision. Chronic conditions and the side effects are a huge portion of health care claims. Eliminating step therapies, clinical decisions and case management approval by individual case could increase claims costs for the City's Self-Insurance Group Health Insurance Plan significantly.

Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: **City of Sparks**

Approved by: Jeff Cronk, Financial Services Director

Comment: No Impact

Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

School District: **Carson City School District**

Approved by: Andrew J Feuling, Director of Fiscal Services

Comment: No Impact

Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

School District: **Douglas County School District**

Approved by: KLewis, Director of Human Resources

Comment: No Impact

Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

School District: Clark County School District Approved by: Rodney Foutz, Budget Coordinator III Comment: Does not appear to have a material impact on CCSD.				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

School District: Lincoln County School District Approved by: Pam Teel, Superintendent Comment: Unclear on impact				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

School District Nye County School District Approved by: Kelly Wood, Executive Secretary Comment: This bill could have a huge fiscal impact on Nye County School District. This bill would require the district to continue coverage or care approved by a prior insurer as long as the condition continues. An insured could seek to have a condition covered indefinitely.				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Has Impact	\$0	\$0	\$0	\$0

School District Pershing County School District Approved by: Russell D. Fecht, Superintendent Comment: No Impact				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

School District: Washoe County School District Approved by: Lindsay E. Anderson, Director of Government Affairs Comment: No Impact				
Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
No Impact	\$0	\$0	\$0	\$0

School District: **White Pine School District**

Approved by: Paul Johnson, CFO

Comment: Changes to health care coverage could increase health care costs and premiums. This could increase an employer's health insurance costs and adversely impact budgets. Unfortunately, it is not possible to provide a reasonable estimate of the fiscal consequences of this bill at this time.

Impact	FY 2016-17	FY 2017-18	FY 2018-19	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

The following cities/counties/school districts did not provide a response: Douglas County, Elko County, Eureka County, Lincoln County, Lander County, Lyon County, Mineral County, Pershing County, Nye County, Storey County, White Pine 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, Lyon County School District, Mineral County School District, and Storey County School District.