



**Department of Planning and Budget  
2026 General Assembly Session  
State Fiscal Impact Statement**

**General Fund Expenditure Impact:**

<u>Agency</u>	<u>FY2026</u>	<u>FY2027</u>	<u>FY2028</u>	<u>FY2029</u>	<u>FY2030</u>	<u>FY2031</u>
DBHDS (720)		\$455,000	\$450,000	\$450,000	\$450,000	\$450,000
<b>TOTAL</b>		<b>\$455,000</b>	<b>\$450,000</b>	<b>\$450,000</b>	<b>\$450,000</b>	<b>\$450,000</b>

**Position Impact:**

<u>Agency</u>	<u>FY2026</u>	<u>FY2027</u>	<u>FY2028</u>	<u>FY2029</u>	<u>FY2030</u>	<u>FY2031</u>
DBHDS (720)		2.0	2.0	2.0	2.0	2.0
<b>TOTAL</b>		<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>	<b>2.0</b>

**Fiscal Analysis:** Item 300, Paragraph J.2. of the 2025 Appropriation Act requires that DBHDS monitor recovery residences for regulatory compliance. DBHDS has one staff person dedicated to monitoring the 347 credentialed recovery residences currently in operation. While the proposed legislation addresses monitoring the credentialing agencies and not the recovery residences themselves, additional resources will be needed to coordinate and provide oversight to ensure that credentialing agencies and any independently credentialed residences are complying with and enforcing new regulations and reporting requirements resulting from this legislation, including the investigation of complaints. It is estimated that DBHDS will need one additional position to perform these tasks at a cost of \$120,000 per year, including travel costs.

Additionally, DBHDS does not currently have adequate staffing to meet the significant data reporting requirements included in this legislation. It is estimated the agency will need one data analyst at a cost of \$135,000 per year to be responsible for the increased data gathering and reporting requirements. It is possible this could be accomplished using a manual, decentralized process, however that is likely insufficient to meet the proposed data reporting requirements. The cost of an in-house tool to collect and report data outlined in the bill, including demographic data, as well as track inspections and incident reporting, is estimated at \$200,000 for development and implementation and \$195,000 in ongoing system maintenance costs.

	<b>FY 2027</b>	<b>FY 2028</b>
Recovery Specialist	\$ 120,000	\$ 120,000
Data Analyst	\$ 135,000	\$ 135,000
Data System	\$ 200,000	\$ 195,000
<b>Total</b>	<b>\$ 455,000</b>	<b>\$ 450,000</b>

**Other:** This bill is a companion to HB931.