

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington St., Suite 301
Indianapolis, IN 46204
(317) 233-0696
iga.in.gov

FISCAL IMPACT STATEMENT

LS 6698

BILL NUMBER: HB 1204

NOTE PREPARED: Dec 18, 2020

BILL AMENDED:

SUBJECT: Rehabilitation Center Funding.

FIRST AUTHOR: Rep. McNamara

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL
 DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: The bill establishes the Long Term Recovery Group for Southwest Indiana Program (Program) and the Long Term Recovery Group for Southwest Indiana Fund.

It makes an appropriation for the development of the program for the state fiscal year beginning July 1, 2021, and ending June 20, 2022. It also makes annual appropriations for the operation of the program beginning with the state fiscal year beginning July 1, 2022, and ending June 30, 2023.

Effective Date: July 1, 2021.

Explanation of State Expenditures: The bill make a one-time appropriation of \$12 M in FY 2022 for the development of the Program and an annual appropriation of \$2 M for the operating cost of the Program starting in FY 2023. The Rehabilitation Services Bureau will administer the Program and the Fund, with any administrative costs paid with the money in the Fund.

[Next Level Recovery reports as of November 2020, there are 130 certified recovery residences with a total of 818 beds and 43 Oxford houses with 322 beds. In 2020, there were 1,100 individuals served.]

Additional Information - A similar residential recovery program established in Kentucky has 18 residential sites. The financial plan was developed among three state agencies using low income housing tax credits to leverage facility construction funds, and ongoing operational costs funded in two agencies' budgets totaling about \$8 M.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: FSSA, Rehabilitation Services Bureau.

Local Agencies Affected:

Information Sources: <https://www.kyhousing.org/Programs/Documents/RecoveryKentuckyInfoSheet.pdf>;
<https://www.kyhousing.org/Programs/Documents/2019%20Recovery%20Center%20Outcome%20Study%20Annual%20Report.pdf>; <https://www.in.gov/recovery/files/Progress%20Report%20-%2011.12.2020.pdf>.

Fiscal Analyst: Karen Rossen, 317-234-2106.