

BILL SUMMARY
1st Session of the 54th Legislature

Bill No.:	HB 1655
Version:	Introduced
Request Number:	6522
Author:	Rep. Hulbert
Date:	2/5/2013
Impact:	OSDH Net Cost:
	Year 1: approx. \$429,369 partially offset by civil penalty revenue;
	Years 2 and beyond: approx. \$579,369 partially offset by civil penalty revenue

Research Analysis

HB1655, as introduced, directs the State Board of Health to promulgate rules and standards for licensure of private facilities and organizations that provide treatment, counseling, and recovery and rehabilitation services for alcohol and drug abuse.

Prepared By: Scott C. Tohlen

Fiscal Analysis

The measure does not contain a fee schedule for such facilities, therefore, OSDH believes the fees would be governed by Title 63 O.S. §1-106.1, which establishes a maximum initial license fee of \$2,000 and a maximum renewal fee of \$500. OSDH anticipates approximately 100 facilities would be subject to licensing under this measure. Licensing 100 facilities would generate licensing revenue of approximately \$200,000 in year 1; with renewal revenue of approximately \$50,000, each year thereafter.

For the purpose of estimating costs, OSDH anticipates experience comparable to the current licensure of residential care homes. OSDH anticipates 4 inspections or investigations per facility year. To perform these functions OSDH estimates a need for 5.4 FTE at an annual program cost of \$629,369. Under current OSDH estimations, program costs will exceed revenues by \$429,369 in year 1, (\$629,369 program costs less \$200,000 license revenue); and \$579,369 each year thereafter, (\$629,369 program costs less \$50,000 renewal revenue). Annual costs may be at least partially offset by revenue generated from civil penalties associated with violations of the act. The level of civil penalty revenue related to the act is unknown.

Prepared By: John McPhetridge

Other Considerations

None at this time