

# Fiscal Note

State of Alaska  
2025 Legislative Session

Bill Version:	SB 76
Fiscal Note Number:	1
(S) Publish Date:	1/27/2025

Identifier: 0493-DOH-BHA-01-24-25  
 Title: COMPLEX CARE RESIDENTIAL HOMES  
 Sponsor: RLS BY REQUEST OF THE GOVERNOR  
 Requester: Governor

Department: Department of Health  
 Appropriation: Behavioral Health  
 Allocation: Behavioral Health Administration  
 OMB Component Number: 2665

**Expenditures/Revenues**

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2026	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2026 Request	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
<b>OPERATING EXPENDITURES</b>	<b>FY 2026</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>	<b>FY 2031</b>
Personal Services	128.2		128.2	128.2	128.2	128.2	128.2
Travel							
Services	20.0		20.0	20.0	20.0	20.0	20.0
Commodities	5.0		2.0	2.0	2.0	2.0	2.0
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>153.2</b>	<b>0.0</b>	<b>150.2</b>	<b>150.2</b>	<b>150.2</b>	<b>150.2</b>	<b>150.2</b>

**Fund Source (Operating Only)**

1002 Fed Rcpts (Fed)	76.6		75.1	75.1	75.1	75.1	75.1
1003 GF/Match (UGF)	76.6		75.1	75.1	75.1	75.1	75.1
<b>Total</b>	<b>153.2</b>	<b>0.0</b>	<b>150.2</b>	<b>150.2</b>	<b>150.2</b>	<b>150.2</b>	<b>150.2</b>

**Positions**

Full-time	1.0		1.0	1.0	1.0	1.0	1.0
Part-time							
Temporary							

**Change in Revenues**

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2025) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2026) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** No  
*(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)*

**ASSOCIATED REGULATIONS**

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? **Yes**  
 If yes, by what date are the regulations to be adopted, amended or repealed? **07/01/31**

**Why this fiscal note differs from previous version/comments:**

Not applicable, initial version.

Prepared By:	Tracy Dompeling, Director	Phone:	(907)465-2817
Division:	Behavioral Health	Date:	01/21/2025 12:00 PM
Approved By:	Pam Halloran, Assistant Commissioner	Date:	01/24/25
Agency:	Department of Health		

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2025 LEGISLATIVE SESSION**Analysis**

This bill establishes a new health facility licensing category for Complex Care Residential Homes (CCRHs), addressing a critical gap in Alaska's care continuum for individuals with complex needs. The CCRHs will provide long-term, multidisciplinary care in a structured and supportive residential environment for individuals with severe emotional, behavioral, cognitive disorders, but who do not qualify for traditional intermediate care facilities (ICFs). The CCRHs will accommodate fewer than 15 residents.

Currently, Alaska lacks a statutory mechanism to support facilities tailored to meet these needs. Many individuals with complex needs such as severe and persistent mental illness or other co-occurring disorders are placed in assisted living homes, Psychiatric Residential Treatment Facilities (PRTFs), or acute psychiatric hospitals like the Alaska Psychiatric Institute (API). This bill introduces a solution for both adults and children by bridging the gap between higher-acuity inpatient settings like PRTFs and home-based care, providing a safe and supportive intermediary option that promotes long-term stabilization and community reintegration.

The CCRHs will serve several subpopulations, including children who have cycled through PRTFs and who struggle to transition directly to home settings, adults with severe behavioral health needs exceeding the scope of existing community programs, and individuals with dementia exhibiting behaviors unsuitable for traditional long-term care options. These homes will provide services equivalent to those of ICFs but for individuals who do not have a qualifying disability, ensuring a comprehensive system of care.

Implementation will require collaboration across the Department of Health to establish eligibility criteria, define services, develop an assessment tool to determine the appropriate level of care, and establish licensing and regulatory standards.

New regulations will need to be developed for this facility type. Regulations must be effective by July 1, 2031, but it is expected the department will receive Centers for Medicare and Medicaid Services (CMS) approval prior to that date, allowing establishment of CCRH's to occur at that time.

**Financial Breakdown**

The Division of Behavioral Health will need one Health Program Manager 2 beginning in year one to assist in program development, create licensing fees and regulations, forms, training, and other necessary framework to support this new facility type. The department anticipates up to 15 facilities will be created as a result of this legislation.

One full-time Health Program Manager 2 (including benefits): range 19, Anchorage, will be needed at a cost of \$128.2 annually.

Services: Office space, phone, reimbursable service agreements for position support: \$20.0 annually.

Commodities: Office supplies \$2.0 annually.

One-Time Commodities Cost: Computer, software, and office equipment: \$3.0 in the first year.

Personnel costs will be reimbursed by the federal government at 50 percent.