

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 437** SLS 26RS 1293

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 14, 2026 9:59 AM	<b>Author:</b> ABRAHAM
<b>Dept./Agy.:</b> Corrections, Sheriffs, and LDH	<b>Analyst:</b> Daniel Druilhet
<b>Subject:</b> Treatment Services-Facilities Providing Temporary Residence	

HEALTH DEPARTMENT EG NO IMPACT See Note Page 1 of 1  
 Provides relative to treatment services provided at facilities providing housing or temporary residence for individuals referred by judicial agencies. (8/1/26)

Current law provides for the regulation of facilities that are not otherwise required to be licensed by the Department of Health (LDH) or the Department of Children and Family Services, that provide housing or temporary residence for individuals who have been arrested for the commission of a crime, and who are referred by a judicial agency; prohibits a facility from providing treatment to an individual and a judicial agency from referring an individual to a facility providing treatment until LDH has adopted rules and certified that the facility is in compliance with its rules. Proposed law prohibits a facility from providing residential substance use treatment to any individual (or a judicial agency from referring any individual to a facility providing residential substance use treatment), unless the facility is licensed by LDH as a behavioral health service provider with the residential substance use treatment module; provides that any complaint regarding a residential facility providing residential substance use treatment without a license may be filed with the licensing section of LDH for investigation; provides that nothing within the proposed law prohibits a licensed physician, mental health professional, or behavioral health service provider from providing services to persons in their place of residence.

EXPENDITURES	2026-27	2027-28	2028-29	2029-30	2030-31	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

REVENUES	2026-27	2027-28	2028-29	2029-30	2030-31	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The proposed law provides for licensing requirements for facilities providing residential substance use treatment operating as behavioral health service providers, and investigatory authority to the Department of Health relative to those residential substance use treatment centers.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate

Dual Referral Rules

- 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
- 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House

- 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
- 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

**Patrice Thomas**  
**Deputy Fiscal Officer**