



# Investing in Recovery: Funding Needs and Cost-Benefit Analysis for Sustainable Housing Solutions

## The Need for Recovery Housing Resources

This chart illustrates the projected funding requirements necessary to ensure adequate recovery housing capacity in Ohio, based on estimates from the Mapping the Gap study by JG Research and Evaluation, and the Financial Landscape Study results by the Fletcher Group. It highlights the current shortfall in housing availability and projects the financial investments needed to bridge this gap.

Level	Average Annual Cost per Resident <sup>1</sup>	Percent of Revenue from Rent <sup>1</sup>	Revenue from Other Grants, Donations, etc. <sup>1</sup>	Revenue Needed per Resident	Total Capacity Needed <sup>2</sup>	Current Capacity	Capacity Gap	Annual Funds Needed To Meet Capacity
<b>Level I</b>	\$8,000	70%	10%	\$1,600	5,769	456	5,313	\$8,500,800
<b>Level II</b>	\$11,000	50%	10%	\$4,400	11,672	3,785	7,887	\$34,702,800
<b>Level III</b>	\$13,900	10%	10%	\$11,120	2,148	1,789	359	\$3,992,080

**Estimated Total Investment Needed: \$47,195,680**

## Cost Savings of Investing Fully in Recovery Housing<sup>3</sup>

While the amount of resources needed to fill Ohio’s capacity gap for recovery housing may seem large, there are significant cost savings associated with investment in recovery housing. Researchers estimate that for every dollar invested, we save \$6.20 in avoided criminal justice, health care and lost productivity costs. If Ohio were to fully invest in recovery housing to meet the need, we would see a savings of over \$290 million.

Description	Dollar Amount
Average Cost Savings Per Dollar Invested	\$6.20
Estimated Funds Needed to Meet Existing Capacity Needs	\$47,195,680.00

**Estimated Cost Savings: \$292,613,216.00**

## Cost Benefits to Investing Fully in Recovery Housing<sup>3</sup>

In addition to cost savings, investing in recovery housing also leads to economic growth and benefits for Ohio. Healthy Ohioans work and engage in the local economy. A full investment in recovery housing allows more Ohioans to be healthy, gain employment and spend dollars in their local communities, generating economic activity and benefits in addition to cost savings. Researchers estimate that for every dollar invested in recovery housing, Ohio will see \$42.60 in benefits. If we fully invest in recovery housing, we could generate over \$2 trillion in economic benefit for Ohio.

Description	Dollar Amount
Amount of Benefit for Every \$1 Invested in Recovery Housing	\$42.60
Estimated Funds Needed to Meet Existing Capacity Needs	\$47,195,680.00

**Total Estimated Cost Savings and Benefits to Ohio:** \$2,010,535,968.00

## References

1 Fletcher Group (June 2024). Ohio Recovery Housing Financial Landscape. [ohiorecoveryhousing.org/files/ugd/58fa82\\_eaab548e46c43d694345ff8960a1f36.pdf](https://ohiorecoveryhousing.org/files/ugd/58fa82_eaab548e46c43d694345ff8960a1f36.pdf)

2 J.G. Research and Evaluation (2023). Mapping the Gap: An Assessment of Capacity, Cost-Benefits, and Disparities in Utilization in Ohio Recovery Housing. [ohiorecoveryhousing.org/files/ugd/3f600c\\_196fd325c6a648598c1288616d5b6ec9.pdf](https://ohiorecoveryhousing.org/files/ugd/3f600c_196fd325c6a648598c1288616d5b6ec9.pdf)

3 Fletcher Economic Calculator Results Report for Ohio Recovery Housing (June 2024). [ohiorecoveryhousing.org/files/ugd/58fa82\\_86e820e293c6426db8fc6596b7798e95.pdf](https://ohiorecoveryhousing.org/files/ugd/58fa82_86e820e293c6426db8fc6596b7798e95.pdf)