

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Fish and Game**

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
---------------	----------------------	----------------------	--------	----------	-------------	-------------------	--------	------	-----	-----	-----

**FAILED**

**Commercial Fisheries**

**Southeast Region Fisheries Management**

**H DFG 5 - 3011: Other Services**

Offered by Representative Wilson

FY16 Actuals \$524.9 and FY19 Governor \$826.0. A decrease of \$100.0 leaves \$726.0 in environmental conservation, economic development fees and other services not yet determined.

1004 Gen Fund (UGF) -100.0

**\* Allocation Total \***

Dec	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0

**FAILED**

**Central Region Fisheries Management**

**H DFG 6 - 3010: Equipment/Machinery**

Offered by Representative Wilson

FY17 Actuals \$114.1 and FY19 Governor \$355.7. A decrease of \$100.0 leaves \$255.7 for equipment rental and maintenance services and equipment operator charges.

1004 Gen Fund (UGF) -100.0

**H DFG 7 - 3011: Other Services**

Offered by Representative Wilson

FY17 Actuals \$277.5 and FY19 Governor \$1,041.3. A decrease of \$200.0 leaves \$841.3 for printing, copy, transportation and consulting services, other services not yet determined.

1004 Gen Fund (UGF) -200.0

**\* Allocation Total \***

Dec	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
Dec	-200.0	0.0	0.0	-200.0	0.0	0.0	0.0	0.0	0	0	0
	-300.0	0.0	0.0	-300.0	0.0	0.0	0.0	0.0	0	0	0

**FAILED**

**AYK Region Fisheries Management**

**H DFG 8 - 3011: Other Services**

Offered by Representative Wilson

FY17 Actuals \$417.7 and FY19 Governor \$801.9. A decrease of \$200.0 leaves \$601.9 for printing, copy, transportation and consulting services.

1004 Gen Fund (UGF) -200.0

**H DFG 9 - 4005: Building Materials**

Offered by Representative Wilson

FY17 Actuals \$26.0 and FY19 Governor \$227.2. A decrease of \$100.0 leaves \$127.2 for building materials.

**FAILED**

Dec	-200.0	0.0	0.0	-200.0	0.0	0.0	0.0	0.0	0	0	0
Dec	-100.0	0.0	0.0	0.0	-100.0	0.0	0.0	0.0	0	0	0

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Fish and Game**

**Commercial Fisheries (continued)**

**AYK Region Fisheries Management (continued)**

**H DFG 9 - 4005: Building Materials**

(continued)

1004 Gen Fund (UGF) -100.0

**\* Allocation Total \***

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
	-300.0	0.0	0.0	-200.0	-100.0	0.0	0.0	0.0	0	0	0

**Westward Region Fisheries Management**

**FAILED H DFG 10 - 3010: Equipment/Machinery**  
Offered by Representative Wilson

FY17 Actuals \$114.0 and FY19 Governor \$389.3. A decrease of \$100.0 leaves \$289.3 for equipment rental and maintenance services and equipment operator charges.

1004 Gen Fund (UGF) -100.0

**FAILED H DFG 11 - 3011: Other Service**  
Offered by Representative Wilson

FY 17 Actuals \$943.6 and FY 19 Governor \$1,578.7. A decrement of \$400.0 leaves \$1,178.7 for printing, copy, transportation and consulting services.

1004 Gen Fund (UGF) -400.0

**\* Allocation Total \***

Dec	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
Dec	-400.0	0.0	0.0	-400.0	0.0	0.0	0.0	0.0	0	0	0
	-500.0	0.0	0.0	-500.0	0.0	0.0	0.0	0.0	0	0	0

**Statewide Fisheries Management**

**H DFG 12 - 3003: Information Technology**

Offered by Representative Wilson

FY17 Actuals \$108.1 and FY19 Governor \$413.2. A decrease of \$200.0 leaves \$213.2 for information technology training and consulting, software licensing and maintenance.

1004 Gen Fund (UGF) -200.0

**H DFG 13 - 3011: Other Services**

Offered by Representative Wilson

FY17 Actuals \$619.3 and FY19 Governor \$2,227.0. A decrease of \$1,000.0 leaves \$1,227.0 for printing, copy, Transportation and Consulting Services. Environmental conservation and economic development fees.

1004 Gen Fund (UGF) -1,000.0

Dec	-200.0	0.0	0.0	-200.0	0.0	0.0	0.0	0.0	0	0	0
Dec	-1,000.0	0.0	0.0	-1,000.0	0.0	0.0	0.0	0.0	0	0	0

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Fish and Game**

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Commercial Fisheries (continued)</b>												
<b>Statewide Fisheries Management (continued)</b>												
* Allocation Total *		-1,200.0	0.0	0.0	-1,200.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Total **		-2,400.0	0.0	0.0	-2,300.0	-100.0	0.0	0.0	0.0	0	0	0
<b>Sport Fisheries</b>												
<b>Sport Fisheries</b>												
H DFG 14 - 3011: Other Services	Dec	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
Offered by Representative Wilson												
FY17 Actuals \$2,093.2 and FY19 Governor \$3,750.0. A decrease of \$100.0												
leaves \$3,650.0 for contracts and cooperative agreement.												
1004 Gen Fund (UGF)		-100.0										
H DFG 15 - 4015: Parts and Supplies	Dec	-50.0	0.0	0.0	0.0	-50.0	0.0	0.0	0.0	0	0	0
Offered by Representative Wilson												
FY17 Actuals \$142.6 and FY19 Governor \$368.6. A decrease of \$50.0 leaves												
\$318.6 for parts and supplies for repair and maintenance.												
1004 Gen Fund (UGF)		-50.0										
* Allocation Total *		-150.0	0.0	0.0	-100.0	-50.0	0.0	0.0	0.0	0	0	0
** Appropriation Total **		-150.0	0.0	0.0	-100.0	-50.0	0.0	0.0	0.0	0	0	0
<b>Wildlife Conservation</b>												
<b>Wildlife Conservation</b>												
H DFG 16 - 2000: In-State Employee Travel	Dec	-50.0	0.0	-50.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Offered by Representative Wilson												
FY17 Actuals were \$522.7 and the FY19 Governor's budget request is \$980.1.												
A decrement of \$50.0 will result in a FY19 budget request of \$930.1 for In-State												
Employee Travel, \$407.4 more than FY 17 actual expenditures.												
1004 Gen Fund (UGF)		-50.0										
H DFG 17 - Add Positions for the Creation of	Inc	164.9	164.9	0.0	0.0	0.0	0.0	0.0	0.0	1	0	1
a New Wildlife Access Program and to												
Review Wildlife Access Projects												
Offered by Representative Ortiz												
Federal Pittman-Robertson (P/R) Funds are derived from an 11 percent federal												
excise tax on sporting arms, ammunition, and archery equipment, and a 10												

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Fish and Game**

<u>Trans</u>	<u>Total</u>	<u>Personal</u>					<u>Capital</u>					
<u>Type</u>	<u>Expenditure</u>	<u>Services</u>	<u>Travel</u>	<u>Services</u>	<u>Commodities</u>	<u>Outlay</u>	<u>Grants</u>	<u>Misc</u>	<u>PFT</u>	<u>PPT</u>	<u>TMP</u>	

**Wildlife Conservation (continued)**

**Wildlife Conservation (continued)**

**H DFG 17** - Add Positions for the Creation of  
a New Wildlife Access Program and to  
Review Wildlife Access Projects (continued)

percent tax on handguns. These funds are apportioned each year to the states.  
The funding was to be used for restoration of wild birds and mammals and to  
acquire, develop and manage wildlife habitats, hunter training programs and the  
development, operation and maintenance of public shooting ranges and for  
wildlife access.

An increase in the sale of firearms and ammunition has significantly increased  
the amount of Pittman-Robertson funding allocated to the Division of Wildlife in  
Alaska's Department of Fish and Game. Although there is a 3:1 match, given  
the state's fiscal situation, meeting this match has been challenging. In fact, the  
state match shortfall has resulted in Alaska reverting a total of \$3.3 million of  
P/R funding (\$1.9 in FY17 and \$1.4 in FY18). If other sources of match are not  
identified or appropriated, another \$3.9 million is expected to revert on  
September 30, 2018 and \$6 million in FY19.

The requested positions and funding will allow for the establishment of a  
statewide wildlife access program in the Division of Wildlife Conservation.  
These positions will work with the Department of Natural Resources,  
municipalities and other entities to identify wildlife access projects that qualify  
for federal P/R funding. Up until now, the focus of the department has been on  
Hunter Access programs. Expanding the scope of projects to "wildlife access"  
projects allows for the following:

--Flexibility in the types of projects that can be funded by federal P/R funds; and

--Additional opportunities for obtaining match. Communities and non-profits may  
be willing to leverage their funding to obtain federal funds for eligible projects  
(such as trails or cabins).

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Fish and Game**

**Wildlife Conservation (continued)**

**Wildlife Conservation (continued)**

**H DFG 17** - Add Positions for the Creation of  
a New Wildlife Access Program and to  
Review Wildlife Access Projects (continued)

UGF is requested because the funding source provides the maximum flexibility  
for the types of projects the employees will be able to pursue. Use of Fish and  
Game funding is limited to projects that benefit hunters and trappers.

1002 Fed Rcpts (Fed) 123.7  
1003 G/F Match (UGF) 41.2

**H DFG 18** - Add one-time increment to  
reduce the chance of lapsing federal  
Pittman-Robertson funding in FY19

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
IncOTI	1,000.0	0.0	0.0	1,000.0	0.0	0.0	0.0	0.0	0	0	0

Offered by Representative Seaton

*WITHDRAWN*  
*see replacement*  
Federal Pittman-Robertson (P/R) Funds are derived from an 11 percent federal  
excise tax on sporting arms, ammunition, and archery equipment, and a 10  
percent tax on handguns. These funds are apportioned each year to the states.  
The funding is to be used for restoration of wild birds and mammals and to  
acquire, develop and manage wildlife habitats, hunter training programs and the  
development, operation and maintenance of public shooting ranges.

A surge in the sale of firearms and ammunition has significantly increased the  
amount of Pittman-Robertson funding allocated to the Division of Wildlife in  
Alaska's Department of Fish and Game. Although there is a 3:1 match, given  
the state's fiscal situation, meeting this match has been challenging. In fact, the  
state match shortfall has resulted in Alaska reverting a total of \$3.3 million of  
P/R funding (\$1.9 in FY17 and \$1.4 in FY18). If other sources of match are not  
identified or appropriated, another \$3.9 million is expected to revert on  
September 30, 2018, and another \$6 million in FY19.

The fund source is the rural development initiative fund. The fund has \$3.3  
million in cash, 45 outstanding loans, projected loan demand of \$780.0 in FY19,  
and a current loan to asset ratio of 65%. Appropriating \$1 million from the fund

## 2018 Session Operating Budget Amendment

**Offered In:** The House Finance Committee  
**To:** HB 285/HB 286  
**Offered By:** Representative Seaton

**Agency:** Fish and Game  
**Appropriation:** Wildlife Conservation  
**Allocation:** Wildlife Conservation

### Transaction Details

**Title:** Add one-time increment to reduce the chance of lapsing federal Pittman-Robertson funding in FY19  
**Section:** Section 1  
**Type:** IncOTI

### Line Items

Personal Services:	0.0
Travel:	0.0
Services:	1,000.0
Commodities:	0.0
Capital Outlay:	0.0
Grants:	0.0
Miscellaneous:	0.0
	<hr/> 1,000.0

### Positions

Permanent Full-Time:	0
Permanent Part-Time:	0
Temporary:	0

### Funding

1223 CharterRLF	1,000.0
-----------------	---------

### Explanation

Federal Pittman-Robertson (P/R) Funds are derived from an 11 percent federal excise tax on sporting arms, ammunition, and archery equipment, and a 10 percent tax on handguns. These funds are apportioned each year to the states. The funding is to be used for restoration of wild birds and mammals and to acquire, develop and manage wildlife

## 2018 Session Operating Budget Amendment

habitats, hunter training programs and the development, operation and maintenance of public shooting ranges.

A surge in the sale of firearms and ammunition has significantly increased the amount of Pittman-Robertson funding allocated to the Division of Wildlife in Alaska's Department of Fish and Game. Although there is a 3:1 match, given the state's fiscal situation, meeting this match has been challenging. In fact, the state match shortfall has resulted in Alaska reverting a total of \$3.3 million of P/R funding (\$1.9 in FY17 and \$1.4 in FY18). If other sources of match are not identified or appropriated, another \$3.9 million is expected to revert on September 30, 2018, and another \$6 million in FY19.

The fund source is the Commercial Charter Fisheries Revolving Loan Fund. The fund has nearly \$5 million in cash, only one \$28.1 outstanding loan, projected loan demand of just \$45.0 per year, and a current loan to asset ratio of 1%.

This funding will be used to match available Pittman-Robertson Funding in FY19.

*Department of Commerce, Community, and Economic Development*  
**Investments Revolving Loan Fund Analysis**

**Commercial Charter Fisheries Revolving Loan Fund (CCFRLF) Fund-1223**

---

**Program Summary:** The CCFRLF was passed by the Legislature in 2012 and regulations for the fund were effective October 2012, under AS 16.10.801-890. This legislation established the public policy goal of increasing ownership of Charter Halibut Permits by Alaskans that may not be able to get financing elsewhere, and facilitating growth of Alaskan ownership of Charter Halibut Permits under the new limited entry permit system instituted by the National Marine Fisheries Service (NMFS). This new program may take some time to develop as the NMFS permit program matures.

At the end of FY2017 there was 1 outstanding loan totaling \$28.1, 1 new loan application received, \$0 new loans made, and the average loan amount was \$28.1.

	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>
Loans Outstanding	\$28,050	\$62,100	\$105,151	\$142,014	\$172,690
Cash with Treasury	\$5,046,861	\$4,994,750	\$4,933,639	\$4,878,715	\$4,829,978
Projected Principal Repayment	\$1,950	\$1,950	\$8,137	\$14,324	\$20,511
Projected Interest & Fees Repayment	\$1,139	\$1,139	\$1,139	\$1,139	\$1,139
Projected Loan Demand	\$36,000	\$45,000	\$45,000	\$45,000	\$45,000
Operating Appropriation	\$19,200	\$19,200	\$19,200	\$19,200	\$19,200
Foreclosure Reserve	\$0	\$0	\$0	\$0	\$0
Net Cash Available to Lend	\$4,994,750	\$4,933,639	\$4,878,715	\$4,829,978	\$4,787,428
Total Assets	\$5,074,911	\$5,056,850	\$5,038,789	\$5,020,729	\$5,002,668
Liquidity Ratio	1%	1%	2%	3%	3%

**Cash with Treasury:** The cash with treasury represented in FY2018 is the amount of cash at the end of FY2017. Cash Available to Lend plus Foreclosure Reserve constitutes Cash with Treasury the following year.

**Repayments:** FY2018 is based on FY2017 payments. FY2019 through FY2022 is based on average over life of the fund and includes projected loans. Repayments are separated into the Principal and Interest and Fees components of loan repayments.

**Loan Demand:** FY2018 is based on demand from FY2017. FY2019 through FY2022 is based on average over life of the fund.

**Foreclosure Reserve:** The CCFRLF reserve rate is a static \$100,000. This reserve adjustment is currently based on the age of the fund and the high amount of liquidity. However, this reserve will be adjusted as more loans are granted.

**Total Assets:** Loans Outstanding plus Cash with Treasury.

**Liquidity Ratio:** The ratio is the percentage of cash to outstanding loans, and is a measure of how loaned out the fund is. Once a fund reaches 80% loaned out, DED monitors incoming loan demand to ensure the fund is not over extended and remains solvent.



**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Fish and Game**

**Wildlife Conservation (continued)**

**Wildlife Conservation (continued)**

**H DFG 18** - Add one-time increment to reduce the chance of lapsing federal Pittman-Robertson funding in FY19 (continued) will result in a loan to asset ratio of 69%.

This funding will be used to match available Pittman-Robertson Funding in FY19.

1164 Rural Dev (DGF) 1,000.0

**H DFG 19 - 3011: Other Services**

Offered by Representative Wilson  
FY17 Actuals were \$449.0 and the FY19 Governor's budget request is \$1,500.0. A decrement of \$100.0 will result in a FY19 budget request of \$1,400.0 for wildlife contracts with various organizations to conduct wildlife management activities.

1004 Gen Fund (UGF) -100.0

**H DFG 20 - 3011: Other Services**

Offered by Representative Wilson  
FY17 Actuals were \$1,238.4 and the FY19 Governor's budget request is \$2500.0. A decrement of \$150.0 will result in a FY19 budget request of \$2,350.0 for charters, \$1,111.6 over FY 17 actual expenditures.

1004 Gen Fund (UGF) -150.0

**\* Allocation Total \***

**\*\* Appropriation Total \*\***

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Dec	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
Dec	-150.0	0.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0
	864.9	164.9	-50.0	750.0	0.0	0.0	0.0	0.0	1	0	1
	864.9	164.9	-50.0	750.0	0.0	0.0	0.0	0.0	1	0	1

**Statewide Support Services**

**Commissioner's Office**

**H DFG 21** - Intent language to establish research priorities.

Offered by Representative Tilton  
Wordage:

It is the intent of the Legislature that the Commissioner of the Department of Fish and Game work with Boards of Fish and Game to establish research

Wordage	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
---------	-----	-----	-----	-----	-----	-----	-----	-----	---	---	---

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Fish and Game**

**Statewide Support Services (continued)  
Commissioner's Office (continued)**

**H DFG 21** - Intent language to establish research priorities. (continued)  
priorities for future projects, and that those priorities be transmitted to the legislature annually to be considered during the budget process.

Explanation:

Establishing a list of projects with a priority will assist the legislature in allocating the appropriate level of funding.

**\* Allocation Total \***

0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	---	---	---

**Administrative Services**

**H DFG 22 - 3003: Information Technology**  
Offered by Representative Wilson  
FY17 Actuals were \$683.5 and the FY19 Governor's budget request is \$986.1.  
A decrement of \$100.0 will result in a FY 19 budget request of \$886.1 for Information Technology, \$202.6 over FY 17 actual expenditures.

1004 Gen Fund (UGF) -100.0

**H DFG 23 - 3001: Financial Services**  
Offered by Representative Wilson  
FY17 Actuals were \$234.6 and the FY19 Governor's budget request is \$346.8.  
A decrement of \$50.0 will result in a FY 19 budget request of \$296.8 for Financial Services, \$62.2 over FY 17 actual expenditures.

1004 Gen Fund (UGF) -50.0

**H DFG 24 - 3011: Other Services**  
Offered by Representative Wilson  
FY17 Actuals were \$580.3 and the FY19 Governor's request is \$682.1. A decrement of \$50.0 will result in a FY 19 budget request of \$632.1 for Other Services, which is \$51.8 over FY 17 actual expenditures

1004 Gen Fund (UGF) -50.0

**\* Allocation Total \***

-200.0	0.0	0.0	-200.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
--------	-----	-----	--------	-----	-----	-----	-----	-----	-----	---	---	---

**Boards of Fisheries and Game**

FAILED  
Combined

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Fish and Game**

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Statewide Support Services (continued)</b>												
<b>Boards of Fisheries and Game (continued)</b>												
H DFG 25 - 3011: Other Services	Dec	-50.0	0.0	0.0	-50.0	0.0	0.0	0.0	0.0	0	0	0
Offered by Representative Wilson												
FY17 Actuals were \$12.3 and the FY19 Governor's budget request is \$153.2. A												
decrement of \$50.0 will result in a FY 19 budget request of \$103.2 in Other												
Services which is \$90.9 over FY 17 actual expenditures.												
1004 Gen Fund (UGF)		-50.0										
<b>* Allocation Total *</b>		-50.0	0.0	0.0	-50.0	0.0	0.0	0.0	0.0	0	0	0
<b>Habitat</b>												
H DFG 26 - 4000 Business	Dec	-50.0	0.0	0.0	0.0	-50.0	0.0	0.0	0.0	0	0	0
Offered by Representative Wilson												
FY17 Actuals were \$39.9 and the FY19 Governor's budget request is \$106.2. A												
decrement of \$50.0 will result in a FY 19 budget request of \$56.2 in Business												
Commodities, \$16.3 over FY 17 actual expenditures.												
1004 Gen Fund (UGF)		-50.0										
<b>* Allocation Total *</b>		-50.0	0.0	0.0	0.0	-50.0	0.0	0.0	0.0	0	0	0
<b>State Subsistence Research</b>												
H DFG 27 - 3011: Other Services	Dec	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
Offered by Representative Wilson												
FY17 Actuals were \$288.1 and the FY19 Governor's budget request is \$464.2.												
A decrement of \$100.0 will result in a FY 19 budget request of \$364.2 for Other												
Services, \$76.1 over FY 17 actual expenditures.												
1004 Gen Fund (UGF)		-100.0										
<b>* Allocation Total *</b>		-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Total **</b>		-400.0	0.0	0.0	-350.0	-50.0	0.0	0.0	0.0	0	0	0
<b>*** Agency Total ***</b>		-2,085.1	164.9	-50.0	-2,000.0	-200.0	0.0	0.0	0.0	1	0	1

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Office of the Governor**

*FAILED*

**Executive Operations  
Executive Office**

**H GOV 1 - Personal Services Reduction**

Offered by Representative Wilson

The FY 18 Personal Services vacancy factor was 4.61% and totaled \$433.8 resulting in post- vacancy Personal Services line item authorized budget of \$8,980.6. The FY 19 Governor's budget request has a vacancy factor of 0.74% and totals \$68.1 with a FY 19 Personal Services line item request of \$9,130.6. This amendment increases the FY 19 vacancy factor request from 0.74% to 2.37% which results in a decrement of \$150.0 in this allocation. A vacancy factor of 2.37% is less than half of the FY 18 vacancy factor and will reduce the Governor's FY 19 Personal Services line item request from \$9,130.6 to \$8,980.6. This amount matches the FY 18 authorized budget of \$8,980.6

1004 Gen Fund (UGF) -150.0

**\* Allocation Total \***

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Dec	-150.0	-150.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<hr/>											
	-150.0	-150.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<hr/>											
<b>Contingency Fund</b>											
<b>H GOV 2 - 3001: Financial Services</b>											
Dec	-150.0	0.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0
<hr/>											
	-150.0	0.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0
<hr/>											
	-300.0	-150.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0
<hr/>											
	-300.0	-150.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0

Offered by Representative Wilson

FY17 Actuals were \$0 and the FY19 Governor's request is \$550.0. A decrement of \$100.0 will result in a FY 19 budget request of \$400.0 for what is described as "agency support as needed to meet high priority needs in the contingency fund".

1004 Gen Fund (UGF) -150.0

**\* Allocation Total \***

**\*\* Appropriation Total \*\***

**\*\*\* Agency Total \*\*\***

*ADOPTED*

## Numbers and Language

ADOPTED

## Behavioral Health Treatment and Recovery Grants

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Grants</b>											
FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Currently, and in the past few fiscal years, appropriations from the Alcohol and Other Drug Treatment and Prevention Fund have exceeded revenue to the fund. The excess appropriations have been covered by a carry forward balance. At current appropriation levels, the carry forward balance will be exhausted in FY20.

1180 A/D T&P Fd (DGF)	-1,500.0
1246 RcdvsmFund (DGF)	1,500.0

**\* Allocation Total \***

Page: 26

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Health and Social Services**

**Behavioral Health (continued)**

**Behavioral Health Administration**

**H HSS 12 - Travel and Commodities**

Reduction Based on FY17 Actual Levels Plus  
Adjustment for CPI

Offered by Representative Tilton  
Decrement to Travel and Commodities from 2017 Actual Levels plus adjustment  
for CPI

1004 Gen Fund (UGF) -100.2

**H HSS 13 - One-time Funding for Study on  
Improving Alaska's Capacity to Treat  
Defendants with Acute Mental Health Needs**

Offered by Representative Gara  
Funding will be used to examine Alaska's capacity to provide forensic mental  
health services, including an assessment of population needs, and options for  
improving and expanding those services.

Unlike most states, Alaska does not have a "forensic" hospital, although it does  
have a 10-bed "medium security" forensic unit located within the Alaska  
Psychiatric Institute (API).

The study being requested is part of an effort to see if patients served by API  
can be served better. Studies culminating in 2005 recommended a 140-bed  
facility at API, including 40 forensic beds; however, API was built with a capacity  
for 80 patients, and only 10 forensic beds.

Moving API's current 10 forensic beds to another location would free-up beds  
inside API that are desperately needed to address the waiting lists at API for  
court-ordered adult acute civil, involuntary admissions. Due to the lack of beds,  
almost all patients are being held in emergency departments around the state  
awaiting transfer.

Forensic services are mental health services specifically provided to  
justice-involved individuals (defendants). One of the more common forensic

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Dec	-100.2	0.0	-64.3	0.0	-35.9	0.0	0.0	0.0	0	0	0
IncOTI	318.0	0.0	0.0	318.0	0.0	0.0	0.0	0.0	0	0	0

FAILED

Combined  
with  
H HSS 24  
Adopted

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Health and Social Services**

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
---------------	----------------------	----------------------	--------	----------	-------------	-------------------	--------	------	-----	-----	-----

**Behavioral Health (continued)**

**Behavioral Health Administration (continued)**

**H HSS 13** - One-time Funding for Study on  
Improving Alaska's Capacity to Treat  
Defendants with Acute Mental Health Needs  
(continued)

issues facing courts is whether a criminal defendant has the mental capacity to participate in his/her legal proceedings and whether the individual has the capacity to exercise his liberty to pursue his or her interests during the trial.

Populations who could be served by mental health services provided in a forensic hospital include:

- Pre-trial detainees held in correctional facilities who need competency (to stand trial) evaluations by API psychologists;
- Defendants found incompetent to stand trial and referred to API's forensic unit for "restoration to competency" in order to stand trial;
- Persons found incompetent to proceed to trial (known as "non-restorable" to competency) and civilly committed to API for treatment, as well as seriously mentally ill persons who are violent or convicted of sex offenses whose difficult behaviors create significant community discharge placement options.
- Inmates sentenced to correctional facilities in need of inpatient psychiatric care, including those who are found Guilty but Mentally Ill

This proposed feasibility study will estimate the potential number of forensic beds needed to adequately address these various, complex populations.

The study would be multifaceted in that it would involve the following considerations: populations and potential numbers of persons to be served in a forensic hospital; possible locations in Anchorage; accreditation concerns arising from the relocation; staffing issues; transportation needs; the cost of any identified facilities; and the retrofitting and operating cost comparisons between identified potential locations and facilities.

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Health and Social Services**

	<u>Trans</u>	<u>Total</u>	<u>Personal</u>	<u>Travel</u>	<u>Services</u>	<u>Commodities</u>	<u>Capital</u>	<u>Grants</u>	<u>Misc</u>	<u>PFT</u>	<u>PPT</u>	<u>TMP</u>
	<u>Type</u>	<u>Expenditure</u>	<u>Services</u>				<u>Outlay</u>					
<b>Behavioral Health (continued)</b>												
<b>Behavioral Health Administration (continued)</b>												
H HSS 13 - One-time Funding for Study on												
Improving Alaska's Capacity to Treat												
Defendants with Acute Mental Health Needs												
(continued)												
If this proposal is not funded the demands on API will continue and the												
"boarding" of psychiatric patients in hospital emergency departments across the												
State will continue.												
1037 GF/MH (UGF)		159.0										
1092 MHTAAR (Other)		159.0										
Adopted H HSS 14 - Annual Reports to Legislature	Wordage	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
on Use of Federal Disproportionate Share												
Hospital Funds												
Offered by Representatives: Gara, Tilton												
Wordage:												
It is the intent of the legislature that the Department of Health and Social												
Services submit a report to the co-chairs of the Finance Committees and												
Legislative Finance Division by November 15 of 2019, 2020 and 2021 on 1)												
disbursement and use of federal Disproportionate Share Hospital (DSH) dollars												
by community and regional hospitals, 2) the annual amount of federal DSH												
funds which the state is not claiming, and 3) future strategies for claiming those												
funds, including the possibility of hospitals matching those funds, to improve												
outcomes for patients, providers and the public.												
Explanation:												
Disproportionate Share Hospital (DSH) funds are provided to state and												
community hospitals that serve a significantly disproportionate number of												
low-income patients and receive payments from the Centers for Medicaid and												
Medicare Services to cover the costs of providing care to uninsured patients. In												
recent years, Alaska has not claimed roughly \$10 million annually in DSH funds												
it is eligible for, yet many hospitals in Alaska critically need funds to deal with												
overflow from the Alaska Psychiatric Institute and meet other needs. This												



**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Health and Social Services**

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Behavioral Health (continued)</b>												
<b>Behavioral Health Administration (continued)</b>												
H HSS 14 - Annual Reports to Legislature on Use of Federal Disproportionate Share Hospital Funds (continued)												
language states legislative intent that the Department report annually on its use of those funds, on the amount of funds not claimed, and steps it is exploring to ensure Alaskan hospitals benefit to the maximum extent possible.												
<b>* Allocation Total *</b>		217.8	0.0	-64.3	318.0	-35.9	0.0	0.0	0.0	0	0	0

*ADOPTED*

**Designated Evaluation and Treatment**

L H HSS 15 - 3-Year State Matching Funds	MultiYr	10,500.0	0.0	0.0	0.0	0.0	0.0	10,500.0	0.0	0	0	0
--	---------	----------	-----	-----	-----	-----	-----	----------	-----	---	---	---

Totaling \$10.5 Million to Support

Hospital-Based Mental Health Care (FY19-21)

Offered by Representatives: Gara, Seaton  
30-GH2564/O.24

*Combined  
with*

In recent years, Alaska has not claimed all of the federal Disproportionate Share Hospital (DSH) funding to which it is entitled due to a lack of matching funds and federal receipt authority. With a commitment of \$10.5 million in Alaska Comprehensive Health Insurance (ACHI) funds in SFY2019, the State would be able to leverage an additional \$10.5 million of federal DSH funds between FY19 and FY21.

Currently, there is a major gap in the Alaska Psychiatric Institute's (API) ability to admit patients, due to its limited capacity of 80 beds. Although API is claiming all of the DSH funding to which it, as Alaska's only public psychiatric hospital, is currently entitled, the State could claim a portion of its unused DSH funds to support other hospitals and community behavioral health programs that are especially impacted by the lack of treatment beds at API.

Specifically, these additional funds would enhance the capacities of the State's three existing DSH-funded hospital-based mental health treatment programs and provide new financial support to approximately three other hospitals

*H HSS 16  
H HSS 25  
H HSS 26*

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Health and Social Services**

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
---------------	----------------------	----------------------	--------	----------	-------------	-------------------	--------	------	-----	-----	-----

**Behavioral Health (continued)**

**Designated Evaluation and Treatment (continued)**

**H HSS 15 - 3-Year State Matching Funds**

Totaling \$10.5 Million to Support

Hospital-Based Mental Health Care (FY19-21) (continued)

impacted by the lack of treatment beds at API.

These hospitals have been working hard to provide and maintain safe environments for patients who are court-ordered to psychiatric evaluation and treatment at API (or one of the other two Designated Evaluation and Treatment hospitals). Many of these patients are being held for days and sometimes longer in their hospitals' emergency departments awaiting transfer to API.

Services provided would depend on what the hospital and, in some cases, the local community behavioral health center determines makes the most sense for their hospital/community, ranging from physician (including psychiatric) and social workservices, additional security guards and substance use or mental health services (assessments, evaluations), to discharge planning and converting emergency rooms to safe rooms, etc., all geared towards providing more appropriate services for the mentally ill and relieving the stress and pressures on emergency departments.

While two other existing hospitals have approved Certificates of Need to expand services to provide treatment for people who would qualify for API admission, these new services will not be online until early 2019 and 2020, and ultimately are not anticipated to meet the existing need. Further, the Department of Health & Social Services has submitted the Section 1115 Behavioral Health Medicaid Waiver application to the Centers for Medicare and Medicaid Services (CMS) which will help increase access to community-based behavioral health services. Service implementation will take multiple years and although it is anticipated to begin in 2020, it will be based on negotiations with and approval by CMS.

This enhanced DSH funding would enable the State to help address a demonstrated crisis in the provision of adequate and appropriate hospital-level

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Health and Social Services**

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Behavioral Health (continued)</b>												
<b>Designated Evaluation and Treatment (continued)</b>												
H HSS 15 - 3-Year State Matching Funds												
Totaling \$10.5 Million to Support												
Hospital-Based Mental Health Care (FY19-21) (continued)												
care for Alaskans experiencing a mental health crisis.												
Without additional resources there will continue to be expensive												
uncompensated care at medical facilities for patients they hold, waiting for API												
admission.												
1248 ACHI Fund (DGF)		10,500.0										
H HSS 16 - Reverse IncT for ACHI Funding	Dec	-1,900.0	0.0	0.0	0.0	0.0	0.0	-1,900.0	0.0	0	0	0
- Request Is Included in Language Section												
Offered by Representative Gara												
Funding is being requested as a multi-year (FY19-FY21) language item and												
should not be duplicated in the numbers section.												
1248 ACHI Fund (DGF)		-1,900.0										
* Allocation Total *		8,600.0	0.0	0.0	0.0	0.0	0.0	8,600.0	0.0	0	0	0
** Appropriation Total **		8,817.8	0.0	-64.3	318.0	-35.9	0.0	8,600.0	0.0	0	0	0
<b>Health Care Services</b>												
<b>Medical Assistance Administration</b>												
H HSS 17 - Commodities Reduction Based	Dec	-43.6	0.0	0.0	0.0	-43.6	0.0	0.0	0.0	0	0	0
on FY17 Actual Levels Plus Adjustment for												
CPI												
Offered by Representative Tilton												
Decrement Commodities from 2017 Actual Levels plus adjustment for CPI												
1003 G/F Match (UGF)		-43.6										
* Allocation Total *		-43.6	0.0	0.0	0.0	-43.6	0.0	0.0	0.0	0	0	0
** Appropriation Total **		-43.6	0.0	0.0	0.0	-43.6	0.0	0.0	0.0	0	0	0

**Public Assistance**

## 2018 Session Operating Budget Amendment

**Offered In:** The House Finance Committee  
**To:** HB 285/HB 286  
**Offered By:** Representative Seaton

**Agency:** Health & Social Services  
**Appropriation:** Public Assistance  
**Allocation:** ATAP

### Transaction Details

**Title:** Funding to Satisfy Federal Maintenance of Effort Requirements (FY19-FY20)  
**Section:** Language  
**Type:** MultiYr

### Line Items

Personal Services:	0.0
Travel:	0.0
Services:	0.0
Commodities:	0.0
Capital Outlay:	0.0
Grants:	3,000.0
Miscellaneous:	0.0
	3,000.0

### Positions

Permanent Full-Time:	0
Permanent Part-Time:	0
Temporary:	0

### Funding

1223 CharterRLF	3,000.0
-----------------	---------

### Explanation

See 30-GH2564O.31

In FY18 the Department of Health and Social Services has requested a supplemental of \$2 million to satisfy federal maintenance of effort requirements and avoid federal penalties

# 2018 Session Operating Budget Amendment

that would also impact the FY19 budget.

Given the current FY18 problem, this amendment adds \$3 million of one-time funds that may only be used to satisfy MOE requirements in FY19 and FY20.

The fund source is the Commercial Charter Fisheries Revolving Loan Fund. The fund has nearly \$5 million in cash, only one \$28.1 loan is outstanding, the loan to asset ratio is an extremely low 1%, and projected loan demand is just \$45.0 per year. The remaining net cash available for loans (assuming H DFG 18 is also adopted) would be approximately \$787.0 with a very low loan to asset ratio of 17%.

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Health and Social Services**

*WITHDRAWN*

**Public Assistance (continued)**

**Alaska Temporary Assistance Program**

**L H HSS 18 - Funding to Satisfy Federal**

Maintenance of Effort Requirements (FY19-FY20)

Offered by Representative Seaton

See 30-GH25640.30

*WITHDRAWN*

*see replacement*

In FY18 the Department of Health and Social Services has requested a supplemental of \$2 million to satisfy federal maintenance of effort requirements and avoid federal penalties that would also impact the FY19 budget.

Given the current FY18 problem, this amendment adds \$4 million of one-time funds that may only be used to satisfy MOE requirements in FY19 and FY20.

The fund source is the Commercial Charter Fisheries Revolving Loan Fund. The fund has nearly \$5 million, only one \$28.1 loan is outstanding, the loan to asset ratio is an extremely low 1%, and projected loan demand is just \$45.0 per year. The remaining net cash available for loans would be approximately \$787.0 with a very low loan to asset ratio of 17%.

1223 CharterRLF (DGF) 4,000.0

**\* Allocation Total \***

*FAILED*

**Public Assistance Administration**

**H HSS 19 - Decrement**

Offered by Representative Tilton

Decrement to Travel from 2017 Actual Levels plus adjustment for CPI

1003 G/F Match (UGF) -28.9

**\* Allocation Total \***

*ADOPTED*

**Public Assistance Field Services**

**H HSS 20 - Pursue Development of a Single**

On-line Application for Public Assistance

Programs

Offered by Representative Gara

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
MultiYr	4,000.0	0.0	0.0	0.0	0.0	0.0	4,000.0	0.0	0	0	0
<hr/>											
	4,000.0	0.0	0.0	0.0	0.0	0.0	4,000.0	0.0	0	0	0
Dec	-28.9	0.0	-28.9	0.0	0.0	0.0	0.0	0.0	0	0	0
<hr/>											
	-28.9	0.0	-28.9	0.0	0.0	0.0	0.0	0.0	0	0	0
Wordage	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

**2018 Legislature - Operating Budget  
Transaction Detail - House Structure  
HFC Amends Column**

**Numbers and Language**

**Agency: Department of Health and Social Services**

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Public Assistance (continued)</b>												
<b>Public Assistance Field Services (continued)</b>												
<b>H HSS 20 - Pursue Development of a Single</b>												
On-line Application for Public Assistance												
Programs (continued)												
Wordage:												
It is the intent of the legislature that the Division of Public Assistance pursue opportunities to work with Code for America to develop a single on-line application for public assistance programs, including Medicaid, Adult Public Assistance, and the Supplemental Nutrition and Assistance Program, and report back to the legislature on its progress by Nov. 15, 2018 and again on November 15, 2019.												
Explanation:												
Code for America is a national nonprofit that helps governments and others to build technology to create healthy, prosperous, and safe communities. They have worked with more than 100 local governments across the U.S., including the Municipality of Anchorage. Code for America has tentatively expressed interest in donating its services to DHSS to simplify the application process for public assistance programs.												
<b>* Allocation Total *</b>		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Total **</b>		3,971.1	0.0	-28.9	0.0	0.0	0.0	4,000.0	0.0	0	0	0
<b>Senior and Disabilities Services</b>												
<b>Senior and Disabilities Services Administration</b>												
<b>H HSS 21 - Service Delivery Models</b>	Wordage	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Offered by Representative Ortiz												
Wordage:												
It is the intent of the legislature that the Department re-examine and recommend service models for Alaskan communities with a population of less than 50,000 to meet the needs of disabled and senior populations in Alaska's smaller communities.												

**2018 Legislature - Operating Budget**  
**Transaction Detail - House Structure**  
HFC Amends Column

Numbers and Language

Agency: Department of Health and Social Services

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Senior and Disabilities Services (continued)</b>												
<b>Senior and Disabilities Services Administration (continued)</b>												
<b>H HSS 21 - Service Delivery Models</b>												
(continued)												
Explanation:												
Service delivery models that works in larger communities do not necessarily work in Alaska's smaller communities. It is important to reassess service needs and delivery models to serve individuals with disabilities in these communities												
→ <b>H HSS 22 - Companion Services</b>	Wordage	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Offered by Representative Ortiz												
Wordage:												
It is the intent of the legislature that the State of Alaska proceed expeditiously to establish companion services under Section 1915(c) of the Social Security Act to compliment and support the services provided through the Medicare/Medicaid waiver programs.												
Explanation:												
The Department indicates the process of establishing a "companion service" category under Section 1915(c) is lengthy and can stretch from one to two years. With the reduction in services under the Day Habilitation program it is vital that the State pursue the application process aggressively. Families and communities have been heavily impacted by the 12 hour per week cap on Day Habilitation services and until companion services are available to compliment and support Day Habilitation services, these families struggle to meet the needs of this vulnerable population.												
<b>* Allocation Total *</b>		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Total **</b>		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>Departmental Support Services</b>												
<b>Commissioner's Office</b>												
<b>H HSS 23 - Amend Department Transfer</b>	Wordage	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Language and Add Legislative Intent Language in HB 286												