

28-GH2673\Y  
Wallace  
3/19/14

**SENATE CS FOR CS FOR HOUSE BILL NO. 267(FIN)**  
**IN THE LEGISLATURE OF THE STATE OF ALASKA**  
**TWENTY-EIGHTH LEGISLATURE - SECOND SESSION**

**BY THE SENATE FINANCE COMMITTEE**

**Offered:**  
**Referred:**

**Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act making appropriations for the operating and capital expenses of the state's**  
2 **integrated comprehensive mental health program; and providing for an effective date."**

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 (SECTION 1 OF THIS ACT BEGINS ON PAGE 2)

1 \* **Section 1.** The following appropriation items are for operating expenditures from the  
 2 general fund or other funds as set out in section 2 of this Act to the agencies named for the  
 3 purposes expressed for the fiscal year beginning July 1, 2014 and ending June 30, 2015,  
 4 unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated  
 5 reduction set out in this section may be allocated among the appropriations made in this  
 6 section to that department, agency, or branch.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
	***** <b>Department of Administration</b> *****		
	*****	*****	
<b>Legal and Advocacy Services</b>		<b>2,224,600</b>	<b>2,070,800</b>
Office of Public Advocacy	1,908,300		
Public Defender Agency	316,300		
	*****	*****	
	***** <b>Department of Corrections</b> *****		
	*****	*****	
<b>Inmate Health Care</b>		<b>6,500,400</b>	<b>6,024,600</b>
Behavioral Health Care	6,500,400		
<b>Offender Habilitation</b>		<b>1,611,500</b>	<b>1,611,500</b>
Substance Abuse Treatment	1,611,500		
Program			
	*****	*****	
	***** <b>Department of Education and Early Development</b> *****		
	*****	*****	
<b>Teaching and Learning Support</b>		<b>477,800</b>	<b>377,800</b>
Student and School	477,800		
Achievement			
	*****	*****	
	***** <b>Department of Health and Social Services</b> *****		
	*****	*****	

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
At the discretion of the Commissioner of the Department of Health and Social Services, up to \$50,000,000 may be transferred between appropriations in the Department of Health and Social Services.			
It is the intent of the legislature that the Department of Health and Social Services submit a report of transfers between appropriations that occurred in the first half of FY2015 by January 30, 2015, and a report of transfers in the second half of FY2015, by September 1, 2015, to the House and Senate Finance Committees and the Legislative Finance Division.			
<b>Alaska Pioneer Homes</b>		<b>15,794,700</b>	<b>15,794,700</b>
Alaska Pioneer Homes	64,200		
Management			
Pioneer Homes	15,730,500		
The amount allocated for Pioneer Homes includes the unexpended and unobligated balance on June 30, 2014, of the Department of Health and Social Services, Pioneer Homes care and support receipts under AS 47.55.030.			
<b>Behavioral Health</b>		<b>86,820,500</b>	<b>84,931,100</b>
AK Fetal Alcohol Syndrome	359,500		
Program			
Alcohol Safety Action	1,005,800		
Program (ASAP)			
Behavioral Health Grants	24,353,900		
Behavioral Health	5,756,500		
Administration			
Community Action Prevention	1,538,200		
& Intervention Grants			
Rural Services and Suicide	2,323,700		
Prevention			
Psychiatric Emergency	5,655,100		
Services			
Services to the Seriously	16,968,600		
Mentally Ill			
Designated Evaluation and	3,390,700		

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
		<b>Items</b>		
1				
2				
3	Treatment			
4	Services for Severely	13,942,600		
5	Emotionally Disturbed Youth			
6	Alaska Psychiatric	6,685,300		
7	Institute			
8	Alaska Mental Health Board	1,000,000		
9	and Advisory Board on			
10	Alcohol and Drug Abuse			
11	Suicide Prevention Council	602,500		
12	Residential Child Care	3,238,100		
13	<b>Children's Services</b>		<b>10,245,400</b>	<b>10,065,400</b>
14	Children's Services	69,500		
15	Management			
16	Front Line Social Workers	148,500		
17	Family Preservation	726,000		
18	Foster Care Augmented Rate	500,000		
19	Foster Care Special Need	747,900		
20	Infant Learning Program	8,053,500		
21	Grants			
22	<b>Health Care Services</b>		<b>128,400</b>	<b>128,400</b>
23	Residential Licensing	128,400		
24	<b>Juvenile Justice</b>		<b>1,501,100</b>	<b>1,232,400</b>
25	McLaughlin Youth Center	721,500		
26	Fairbanks Youth Facility	114,400		
27	Bethel Youth Facility	63,000		
28	Probation Services	602,200		
29	<b>Public Assistance</b>		<b>13,200</b>	<b>13,200</b>
30	Public Assistance	13,200		
31	Administration			
32	<b>Public Health</b>		<b>1,764,900</b>	<b>1,449,900</b>
33	Health Planning and Systems	801,600		

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
			<b>Funds</b>	<b>Funds</b>
1				
2				
3	Development			
4	Nursing	98,200		
5	Women, Children and Family	865,100		
6	Health			
7	<b>Senior and Disabilities Services</b>		<b>17,380,700</b>	<b>16,011,900</b>
8	Senior and Disabilities	3,225,000		
9	Services Administration			
10	General Relief/Temporary	740,300		
11	Assisted Living			
12	Senior Community Based	4,266,600		
13	Grants			
14	Community Developmental	8,082,600		
15	Disabilities Grants			
16	Commission on Aging	146,400		
17	Governor's Council on	919,800		
18	Disabilities and Special			
19	Education			
20	<b>Departmental Support Services</b>		<b>459,800</b>	<b>459,800</b>
21	Commissioner's Office	109,800		
22	HSS State Facilities Rent	350,000		
23	<b>Medicaid Services</b>		<b>73,985,500</b>	<b>73,985,500</b>
24	No money appropriated in this appropriation may be expended for an abortion that is not a			
25	mandatory service required under AS 47.07.030(a). The money appropriated for Health and			
26	Social Services may be expended only for mandatory services required under Title XIX of the			
27	Social Security Act and for optional services offered by the state under the state plan for			
28	medical assistance that has been approved by the United States Department of Health and			
29	Human Services.			
30	Behavioral Health Medicaid	72,006,300		
31	Services			
32	Children's Medicaid	1,979,200		
33	Services			

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
	***** Department of Labor and Workforce Development *****		
	*****	*****	
6	<b>Vocational Rehabilitation</b>	<b>100,000</b>	<b>100,000</b>
7	Special Projects	100,000	
8	*****	*****	
9	***** Department of Law *****		
10	*****	*****	
11	<b>Criminal Division</b>	<b>15,000</b>	<b>15,000</b>
12	Third Judicial District:	15,000	
13	Anchorage		
14	<b>Civil Division</b>	<b>97,000</b>	<b>97,000</b>
15	Human Services	97,000	
16	*****	*****	
17	***** Department of Natural Resources *****		
18	*****	*****	
19	<b>Administration &amp; Support Services</b>	<b>4,071,400</b>	<b>4,071,400</b>
20	Mental Health Trust Lands	4,071,400	
21	Administration		
22	*****	*****	
23	***** Department of Revenue *****		
24	*****	*****	
25	<b>Alaska Mental Health Trust Authority</b>	<b>3,839,200</b>	<b>412,500</b>
26	Mental Health Trust	3,426,700	
27	Operations		
28	Long Term Care Ombudsman	412,500	
29	Office		
30	*****	*****	
31	***** University of Alaska *****		
32	*****	*****	
33	<b>University of Alaska</b>	<b>2,520,800</b>	<b>655,800</b>
			<b>1,865,000</b>

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Items</b>	<b>Funds Funds</b>
1			
2			
3	It is the intent of the legislature that the University of Alaska submits a Fiscal Year 2016		
4	budget in which requests for unrestricted general fund increments do not exceed the amount		
5	of additional University Receipts requested for that year. It is the intent of the legislature that		
6	future budget requests of the University of Alaska for unrestricted general funds move toward		
7	a long-term goal of 125 percent of actual University Receipts for the most recently closed		
8	fiscal year.		
9	Anchorage Campus	2,470,800	
10	Fairbanks Campus	50,000	
11	*****	*****	
12	***** <b>Alaska Court System</b> *****		
13	*****	*****	
14	<b>Alaska Court System</b>	<b>227,000</b>	<b>227,000</b>
15	Trial Courts	227,000	
16	<b>Therapeutic Courts</b>	<b>3,453,900</b>	<b>2,993,600 460,300</b>
17	Therapeutic Courts	3,453,900	
18	(SECTION 2 OF THIS ACT BEGINS ON THE NEXT PAGE)		

1 \* **Sec. 2.** The following sets out the funding by agency for the appropriations made in sec. 1 of  
2 this Act.

3	Funding Source	Amount
4	<b>Department of Administration</b>	
5	1037 General Fund / Mental Health	2,070,800
6	1092 Mental Health Trust Authority Authorized Receipts	153,800
7	*** Total Agency Funding ***	2,224,600
8	<b>Department of Corrections</b>	
9	1037 General Fund / Mental Health	7,636,100
10	1092 Mental Health Trust Authority Authorized Receipts	475,800
11	*** Total Agency Funding ***	8,111,900
12	<b>Department of Education and Early Development</b>	
13	1037 General Fund / Mental Health	377,800
14	1092 Mental Health Trust Authority Authorized Receipts	100,000
15	*** Total Agency Funding ***	477,800
16	<b>Department of Health and Social Services</b>	
17	1037 General Fund / Mental Health	184,447,800
18	1092 Mental Health Trust Authority Authorized Receipts	4,021,900
19	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	19,624,500
20	*** Total Agency Funding ***	208,094,200
21	<b>Department of Labor and Workforce Development</b>	
22	1037 General Fund / Mental Health	100,000
23	*** Total Agency Funding ***	100,000
24	<b>Department of Law</b>	
25	1037 General Fund / Mental Health	97,000
26	1092 Mental Health Trust Authority Authorized Receipts	15,000
27	*** Total Agency Funding ***	112,000
28	<b>Department of Natural Resources</b>	
29	1092 Mental Health Trust Authority Authorized Receipts	4,071,400
30	*** Total Agency Funding ***	4,071,400
31	<b>Department of Revenue</b>	

1	1037	General Fund / Mental Health	412,500
2	1094	Mental Health Trust Administration	3,426,700
3	*** Total Agency Funding ***		3,839,200
4	<b>University of Alaska</b>		
5	1037	General Fund / Mental Health	655,800
6	1092	Mental Health Trust Authority Authorized Receipts	1,865,000
7	*** Total Agency Funding ***		2,520,800
8	<b>Alaska Court System</b>		
9	1037	General Fund / Mental Health	2,702,600
10	1092	Mental Health Trust Authority Authorized Receipts	460,300
11	1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
12	*** Total Agency Funding ***		3,680,900
13	<b>***** Total Budget *****</b>		<b>233,232,800</b>
14	(SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)		

1 \* **Sec. 3.** The following sets out the statewide funding for the appropriations made in sec. 1 of  
2 this Act.

3	Funding Source	Amount
4	<b>Unrestricted General</b>	
5	1037 General Fund / Mental Health	198,500,400
6	*** Total Unrestricted General ***	198,500,400
7	<b>Designated General</b>	
8	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,142,500
9	*** Total Designated General ***	20,142,500
10	<b>Other Non-Duplicated</b>	
11	1092 Mental Health Trust Authority Authorized Receipts	11,163,200
12	1094 Mental Health Trust Administration	3,426,700
13	*** Total Other Non-Duplicated ***	14,589,900

14 (SECTION 4 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 \* **Sec. 4.** The following appropriation items are for capital projects and grants from the  
 2 general fund or other funds as set out in section 5 of this Act by funding source to the  
 3 agencies named for the purposes expressed and lapse under AS 37.25.020, unless otherwise  
 4 noted.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
	***** <b>Department of Health and Social Services</b> *****		
	*****	*****	
10	MH Essential Program Equipment (HD 1-	500,000	250,000
11	40)		250,000

(SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 \* **Sec. 5.** The following sets out the funding by agency for the appropriations made in sec. 4 of  
2 this Act.

3	Funding Source	Amount
4	<b>Department of Health and Social Services</b>	
5	1037 General Fund / Mental Health	250,000
6	1092 Mental Health Trust Authority Authorized Receipts	250,000
7	*** Total Agency Funding ***	500,000
8	<b>***** Total Budget *****</b>	<b>500,000</b>

9 (SECTION 6 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 \* **Sec. 6.** The following sets out the statewide funding for the appropriations made in sec. 4 of  
2 this Act.

3	Funding Source	Amount
4	<b>Unrestricted General</b>	
5	1037 General Fund / Mental Health	250,000
6	*** Total Unrestricted General ***	250,000
7	<b>Other Non-Duplicated</b>	
8	1092 Mental Health Trust Authority Authorized Receipts	250,000
9	*** Total Other Non-Duplicated ***	250,000

10 (SECTION 7 OF THIS ACT BEGINS ON THE NEXT PAGE)

1     \* **Sec. 7. PURPOSE.** In accordance with AS 37.14.003 and 37.14.005, the appropriations  
2 made in this Act are for the state's integrated comprehensive mental health program.

3     \* **Sec. 8. NONGENERAL FUND RECEIPTS.** (a) Alaska Mental Health Trust Authority  
4 authorized receipts (AS 37.14.036) or administration receipts (AS 37.14.036) that exceed the  
5 amounts appropriated by this Act are appropriated conditioned upon compliance with the  
6 program review provisions of AS 37.07.080(h).

7           (b) If Alaska Mental Health Trust Authority authorized receipts (AS 37.14.036) or  
8 administration receipts (AS 37.14.036) fall short of the estimates used as the basis of the  
9 appropriation, the affected appropriation is reduced by the amount of the shortfall in receipts.

10    \* **Sec. 9. SALARY AND BENEFIT ADJUSTMENTS.** (a) The appropriations made in sec.  
11 1 of this Act include amounts for salary and benefit adjustments for public officials, officers,  
12 and employees of the executive branch, Alaska Court System employees, employees of the  
13 legislature, and legislators and to implement the terms for the fiscal year ending June 30,  
14 2015, of the following collective bargaining agreements:

- 15                   (1) Public Employees Local 71, for the labor, trades and crafts unit;
- 16                   (2) Teachers' Education Association of Mt. Edgecumbe;
- 17                   (3) Alaska Correctional Officers Association, representing the correctional  
18 officers unit;
- 19                   (4) Confidential Employees Association, for the confidential unit;
- 20                   (5) Alaska Public Employees Association, for the supervisory unit;
- 21                   (6) Alaska State Employees Association, for the general government unit.

22           (b) The operating budget appropriations made to the University of Alaska in sec. 1 of  
23 this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30,  
24 2015, for university employees who are not members of a collective bargaining unit and to  
25 implement the terms for the fiscal year ending June 30, 2015, of the following collective  
26 bargaining agreements:

- 27                   (1) University of Alaska Federation of Teachers;
- 28                   (2) Fairbanks Firefighters Union, IAFF Local 1324;
- 29                   (3) United Academics - American Association of University Professors,  
30 American Federation of Teachers.

31           (c) If a collective bargaining agreement listed in (a) of this section is not ratified by

1 the membership of the respective collective bargaining unit, the appropriations made in this  
2 Act that are applicable to the collective bargaining unit's agreement are reduced  
3 proportionately by the amount for that collective bargaining agreement, and the corresponding  
4 funding source amounts are reduced accordingly.

5 (d) If a collective bargaining agreement listed in (b) of this section is not ratified by  
6 the membership of the respective collective bargaining unit and approved by the Board of  
7 Regents of the University of Alaska, the appropriations made in this Act that are applicable to  
8 the collective bargaining unit's agreement are reduced proportionately by the amount for the  
9 collective bargaining agreement, and the corresponding funding source amounts are reduced  
10 accordingly.

11 (e) Appropriations made in sec. 1 of this Act for salary and benefit adjustments as  
12 described in (a) and (b) of this section are for the benefit of the state's integrated  
13 comprehensive mental health program only and do not necessarily affect every group of  
14 noncovered employees or every collective bargaining unit listed in (a) and (b) of this section.

15 \* **Sec. 10.** This Act takes effect July 1, 2014.