

29-GH2742\H  
Wallace  
2/27/16

**CS FOR HOUSE BILL NO. 257(FIN)**

**IN THE LEGISLATURE OF THE STATE OF ALASKA**

**TWENTY-NINTH LEGISLATURE - SECOND SESSION**

**BY THE HOUSE FINANCE COMMITTEE**

**Offered:**

**Referred:**

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

**A BILL**

**FOR AN ACT ENTITLED**

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

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

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

**\* Section 1.** The following appropriation items are for operating expenditures from the general fund or other funds as set out in section 2 of this Act to the agencies named for the purposes expressed for the fiscal year beginning July 1, 2016 and ending June 30, 2017, unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated reduction set out in this section may be allocated among the appropriations made in this section to that department, agency, or branch.

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
	*****	*****		
	***** <b>Department of Administration</b> *****			
	*****	*****		
<b>Legal and Advocacy Services</b>		<b>2,315,700</b>	<b>2,106,900</b>	<b>208,800</b>
Office of Public Advocacy	1,941,200			
Public Defender Agency	374,500			
	*****	*****		
	***** <b>Department of Corrections</b> *****			
	*****	*****		
<b>Health and Rehabilitation Services</b>		<b>8,244,000</b>	<b>7,737,100</b>	<b>506,900</b>
Behavioral Health Care	6,632,500			
Substance Abuse Treatment	1,611,500			
Program				
	*****	*****		
	***** <b>Department of Education and Early Development</b> *****			
	*****	*****		

A school district may not receive state education aid for K-12 support appropriated under Section 1 of the Act and distributed by the Department of Education and Early Development under AS 14.17 if the school district

(1) Has a policy refusing to allow recruiters for any branch of the United States Military, Reserve Officers' Training Corps, Central Intelligence Agency, or Federal Bureau of Investigation to contact students on a school campus if the school district allows college, vocational school, or other job recruiters on campus to contact students;

	Appropriation	General	Other
	Allocations	Funds	Funds
(2) Refuses to allow the Boy Scouts of America to use school facilities for meetings or contact with students if the school makes the facility available to other non-school groups in the community; or			
(3) Has a policy of refusing to have an in-school Reserve Officers' Training program or a Junior Reserve Officers' Training Corps program.			
<b>Teaching and Learning Support</b>	<b>452,800</b>	<b>377,800</b>	<b>75,000</b>
Student and School Achievement	452,800		
	*****	*****	
	*****	*****	
	*****	*****	
At the discretion of the Commissioner of the Department of Health and Social Services, up to \$25,000,000 of unrestricted general funds may be transferred between all appropriations in the Department of Health and Social Services, except Medicaid Services.			
<b>Alaska Pioneer Homes</b>	<b>16,045,000</b>	<b>16,045,000</b>	
It is the intent of the legislature that the Division of Pioneer Homes work to achieve savings through the privatization of food and janitorial services in all the Pioneer Homes as has been accomplished in the Juneau Pioneer Home.			
Alaska Pioneer Homes Management	64,200		
Pioneer Homes	15,980,800		
The amount allocated for Pioneer Homes includes the unexpended and unobligated balance on June 30, 2016, of the Department of Health and Social Services, Pioneer Homes care and support receipts under AS 47.55.030.			
<b>Behavioral Health</b>	<b>81,551,700</b>	<b>79,801,100</b>	<b>1,750,600</b>
Behavioral Health Treatment and Recovery Grants	52,920,200		
Alcohol Safety Action Program (ASAP)	1,363,700		
Behavioral Health Administration	5,853,700		

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
1				
2				
3	Behavioral Health	6,221,400		
4	Prevention and Early			
5	Intervention Grants			
6	Designated Evaluation and	3,957,700		
7	Treatment			
8	Alaska Psychiatric	6,391,100		
9	Institute			
10	Alaska Mental Health Board	954,500		
11	and Advisory Board on			
12	Alcohol and Drug Abuse			
13	Suicide Prevention Council	651,300		
14	Residential Child Care	3,238,100		
15	<b>Children's Services</b>		<b>2,191,900</b>	<b>2,191,900</b>
16	Children's Services	69,500		
17	Management			
18	Front Line Social Workers	148,500		
19	Family Preservation	726,000		
20	Foster Care Augmented Rate	500,000		
21	Foster Care Special Need	747,900		
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>1,528,500</b>	<b>1,255,400</b>
25	McLaughlin Youth Center	736,000		<b>273,100</b>
26	Fairbanks Youth Facility	116,800		
27	Bethel Youth Facility	64,200		
28	Probation Services	611,500		
29	<b>Public Assistance</b>		<b>13,200</b>	
30	Public Assistance	13,200		
31	Administration			
32	<b>Public Health</b>		<b>1,704,800</b>	<b>1,454,800</b>
33	Health Planning and Systems	801,600		<b>250,000</b>

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
1				
2				
3	Development			
4	Nursing	98,200		
5	It is the intent of the legislature that, where possible, Public Health Nursing charge for			
6	services provided.			
7	Women, Children and Family	795,000		
8	Health			
9	Chronic Disease Prevention	10,000		
10	and Health Promotion			
11	<b>Senior and Disabilities Services</b>	<b>24,684,800</b>	<b>23,354,800</b>	<b>1,330,000</b>
12	Early Intervention/Infant	7,424,500		
13	Learning Programs			
14	Senior and Disabilities	3,075,500		
15	Services Administration			
16	General Relief/Temporary	740,300		
17	Assisted Living			
18	Senior Community Based	300,000		
19	Grants			
20	Community Developmental	12,196,400		
21	Disabilities Grants			
22	Commission on Aging	148,700		
23	Governor's Council on	799,400		
24	Disabilities and Special			
25	Education			
26	<b>Departmental Support Services</b>	<b>459,800</b>	<b>459,800</b>	
27	Commissioner's Office	109,800		
28	HSS State Facilities Rent	350,000		
29	<b>Medicaid Services</b>	<b>62,907,700</b>	<b>62,907,700</b>	
30	No money appropriated in this appropriation may be expended for an abortion that is not a			
31	mandatory service required under AS 47.07.030(a). The money appropriated for Health and			
32	Social Services may be expended only for mandatory services required under Title XIX of the			
33	Social Security Act and for optional services offered by the state under the state plan for			

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
1				
2				
3	medical assistance that has been approved by the United States Department of Health and			
4	Human Services.			
5	Behavioral Health Medicaid	62,524,600		
6	Services			
7	Children's Medicaid	383,100		
8	Services			
9		*****	*****	
10		***** <b>Department of Labor and Workforce Development</b> *****		
11		*****	*****	
12	<b>Vocational Rehabilitation</b>		<b>125,000</b>	<b>125,000</b>
13	Client Services	125,000		
14		*****	*****	
15		***** <b>Department of Law</b> *****		
16		*****	*****	
17	<b>Criminal Division</b>		<b>15,000</b>	<b>15,000</b>
18	Third Judicial District:	15,000		
19	Anchorage			
20	<b>Civil Division</b>		<b>98,800</b>	<b>98,800</b>
21	Human Services	98,800		
22		*****	*****	
23		***** <b>Department of Natural Resources</b> *****		
24		*****	*****	
25	It is the intent of the legislature that the Department of Natural Resources not purchase			
26	vehicles unless they are essential to work safety.			
27	<b>Administration &amp; Support Services</b>		<b>4,397,500</b>	<b>4,397,500</b>
28	Mental Health Trust Lands	4,397,500		
29	Administration			
30		*****	*****	
31		***** <b>Department of Revenue</b> *****		
32		*****	*****	
33	<b>Alaska Mental Health Trust Authority</b>		<b>4,716,200</b>	<b>954,200 3,762,000</b>

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
1				
2				
3	Mental Health Trust	4,262,000		
4	Operations			
5	Long Term Care Ombudsman	454,200		
6	Office			
7		* * * * *	* * * * *	
8		* * * * * <b>University of Alaska</b> * * * * *		
9		* * * * *	* * * * *	
10	It is the intent of the legislature that the Board of Regents of the University of Alaska return to			
11	the legislature with a specific plan for consolidation that includes specified timelines for			
12	anticipated results by the end of the 2016 calendar year; the plan would include, but would not			
13	be limited to, the university restructuring to one administrative unit with one accreditation.			
14	It is the intent of the legislature that the University of Alaska prioritize and streamline its			
15	Personal Services within the Statewide Services Allocation.			
16	It is the intent of the legislature that the University of Alaska conduct a comprehensive and			
17	transparent cost-to-revenue analysis, which does not include student fees or appropriations			
18	from the State of Alaska's General Funds as revenue, for all of its intercollegiate athletics			
19	programs; furthermore, the university is to report back to the legislature with its findings by			
20	the fifteenth day of the 2017 Legislative Session.			
21	It is the intent of the legislature that the University of Alaska better utilize community			
22	buildings, school district buildings, and other facilities in close proximity to its existing "brick			
23	and mortar" campuses and satellite facilities that have low utilization rates of face-to-face			
24	classes only if the restructuring results in a decreased total cost; furthermore, the university is			
25	to report back to the legislature with its general plan to increase its use of "co-location" by the			
26	fifteenth day of the 2017 Legislative Session.			
27	It is the intent of the legislature that the President of the University of Alaska make it one of			
28	his very highest priorities to improve student retention and graduation rates.			
29	It is the intent of the legislature that the University of Alaska increase contributions from			
30	alumni and private industry by a combined twenty percent, as well as seek out productive			
31	public-private partnerships in an effort to increase self-supporting revenue and achieve a			
32	balanced, sustainable budget.			
33	It is the intent of the legislature that the University of Alaska increase its incoming enrollment			

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
1			
2			
3	for the Alaska Performance Scholarship and UA Scholars Program recipients by five percent.		
4	It is the intent of the legislature that the University of Alaska further develop and improve		
5	upon its utilization of its land grants in order to generate additional revenue; furthermore, the		
6	university will create a comprehensive plan to expand its land grants as they relate to		
7	generating revenue and present it to the legislature no later than the fifteenth day of the 2017		
8	Legislative Session.		
9	It is the intent of the legislature that the University of Alaska focus FY17 UGF budget		
10	reductions on (1) non-core mission programs and services; and (2) reduced personal services		
11	for all employees across the board or through furloughs.		
12	<b>University of Alaska</b>	<b>2,678,400</b>	<b>655,800</b>
13	Anchorage Campus	2,628,400	
14	Fairbanks Campus	50,000	
15	*****		
16	***** <b>Judiciary</b> *****		
17	*****		
18	<b>Alaska Court System</b>	<b>227,000</b>	<b>227,000</b>
19	Trial Courts	227,000	
20	<b>Therapeutic Courts</b>	<b>3,465,800</b>	<b>2,990,500</b>
21	Therapeutic Courts	3,465,800	<b>475,300</b>
22	(SECTION 2 OF THIS ACT BEGINS ON THE NEXT PAGE)		



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

Funding Source	Amount
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**Department of Administration**

1037	General Fund / Mental Health	2,106,900
1092	Mental Health Trust Authority Authorized Receipts	208,800
***	Total Agency Funding ***	2,315,700

**Department of Corrections**

1037	General Fund / Mental Health	7,737,100
1092	Mental Health Trust Authority Authorized Receipts	506,900
***	Total Agency Funding ***	8,244,000

**Department of Education and Early Development**

1037	General Fund / Mental Health	377,800
1092	Mental Health Trust Authority Authorized Receipts	75,000
***	Total Agency Funding ***	452,800

**Department of Health and Social Services**

1037	General Fund / Mental Health	163,987,600
1092	Mental Health Trust Authority Authorized Receipts	3,603,700
1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	23,624,500
***	Total Agency Funding ***	191,215,800

**Department of Labor and Workforce Development**

1092	Mental Health Trust Authority Authorized Receipts	125,000
***	Total Agency Funding ***	125,000

**Department of Law**

1037	General Fund / Mental Health	98,800
1092	Mental Health Trust Authority Authorized Receipts	15,000
***	Total Agency Funding ***	113,800

**Department of Natural Resources**

1092	Mental Health Trust Authority Authorized Receipts	4,397,500
***	Total Agency Funding ***	4,397,500

**Department of Revenue**

1	1037	General Fund / Mental Health	454,200
2	1094	Mental Health Trust Administration	3,762,000
3	1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	500,000
4	***	Total Agency Funding ***	4,716,200
5	<b>University of Alaska</b>		
6	1037	General Fund / Mental Health	655,800
7	1092	Mental Health Trust Authority Authorized Receipts	2,022,600
8	***	Total Agency Funding ***	2,678,400
9	<b>Judiciary</b>		
10	1037	General Fund / Mental Health	2,699,500
11	1092	Mental Health Trust Authority Authorized Receipts	475,300
12	1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
13	***	Total Agency Funding ***	3,692,800
14	<b>* * * * * Total Budget * * * * *</b>		<b>217,952,000</b>
15	(SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)		

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

Funding Source	Amount
<b>Unrestricted General</b>	
1037 General Fund / Mental Health	178,117,700
*** Total Unrestricted General ***	178,117,700
<b>Designated General</b>	
1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	24,642,500
*** Total Designated General ***	24,642,500
<b>Other Non-Duplicated</b>	
1092 Mental Health Trust Authority Authorized Receipts	11,429,800
1094 Mental Health Trust Administration	3,762,000
*** Total Other Non-Duplicated ***	15,191,800

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

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

	Appropriation	General	Other
	Allocations	Funds	Funds
	*****	*****	
	***** <b>Department of Health and Social Services</b> *****		
	*****	*****	
MH Essential Program Equipment (HD 1-40)	500,000	250,000	250,000
MH Home Modification and Upgrades to Retain Housing (HD 1-40)	1,050,000	750,000	300,000
	*****	*****	
	***** <b>Department of Revenue</b> *****		
	*****	*****	
<b>Alaska Housing Finance Corporation</b>			
MH: AHFC Homeless Assistance Program (HD 1-40)	7,700,000	6,850,000	850,000
MH: AHFC Beneficiary and Special Needs Housing (HD 1-40)	1,500,000	1,500,000	
(SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE)			

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

Funding Source	Amount
<b>Department of Health and Social Services</b>	
1004 Unrestricted General Fund Receipts	250,000
1037 General Fund / Mental Health	750,000
1092 Mental Health Trust Authority Authorized Receipts	550,000
*** Total Agency Funding ***	1,550,000
<b>Department of Revenue</b>	
1004 Unrestricted General Fund Receipts	1,603,371
1037 General Fund / Mental Health	850,000
1092 Mental Health Trust Authority Authorized Receipts	850,000
1139 Alaska Housing Finance Corporation Dividend	5,896,629
*** Total Agency Funding ***	9,200,000
<b>* * * * * Total Budget * * * * *</b>	<b>10,750,000</b>

(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
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4   **Unrestricted General**

5   1004   Unrestricted General Fund Receipts	1,853,371
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6   1037   General Fund / Mental Health	1,600,000
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7   1139   Alaska Housing Finance Corporation Dividend	5,896,629
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8   *** Total Unrestricted General ***	9,350,000
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9   **Other Non-Duplicated**

10   1092   Mental Health Trust Authority Authorized Receipts	1,400,000
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11   *** Total Other Non-Duplicated ***	1,400,000
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12                   (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 in 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 2017, of the following ongoing collective bargaining agreements:

15                 (1) Alaska Correctional Officers Association, representing the correctional  
16 officers unit;

17                 (2) Public Safety Employees Association;

18                 (3) Alaska Vocational Technical Center Teachers' Association;

19                 (4) Inlandboatmen's Union of the Pacific, Alaska Region, for the unlicensed  
20 marine unit;

21                 (5) International Organization of Masters, Mates, and Pilots, for the masters,  
22 mates, and pilots unit.

23         (b) The appropriations made to the University of Alaska in sec. 1 of this Act include  
24 amounts for salary and benefit adjustments for the fiscal year ending June 30, 2017, for  
25 university employees who are not members of a collective bargaining unit and to implement  
26 the terms for the fiscal year ending June 30, 2017, of the following collective bargaining  
27 agreements:

28                 (1) United Academics - American Association of University Professors,  
29 American Federation of Teachers;

30                 (2) University of Alaska Federation of Teachers (UAFT);

31                 (3) United Academic - Adjuncts - American Association of University

1 Professors, American Federation of Teachers;

2 (4) Alaska Higher Education Crafts and Trades Employees, Local 6070.

3 (c) If a collective bargaining agreement listed in (a) of this section is not ratified by  
4 the membership of the respective collective bargaining unit, the appropriations made in this  
5 Act applicable to the collective bargaining unit's agreement are reduced proportionately by the  
6 amount for that collective bargaining agreement, and the corresponding funding source  
7 amounts are reduced accordingly.

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

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

18 \* **Sec. 10.** This Act takes effect July 1, 2016.