

30-GH1856\O  
Wallace  
3/8/17

**CS FOR HOUSE BILL NO. 59(FIN)**

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

**THIRTIETH LEGISLATURE - FIRST 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, 2017 and ending June 30, 2018, 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>2,319,100</b>	<b>2,125,300</b>	<b>193,800</b>
Office of Public Advocacy	1,944,900			
Public Defender Agency	374,200			
	*****	*****		
	***** <b>Department of Corrections</b> *****			
	*****	*****		
<b>Population Management</b>		<b>1,000,000</b>	<b>1,000,000</b>	
It is the intent of the legislature that the Commissioner of the Department of Corrections prioritize funding and implement solutions to the disparity in Alaska Native incarceration rates throughout the state.				
Community Residential Centers	1,000,000			
<b>Health and Rehabilitation Services</b>		<b>9,144,700</b>	<b>8,756,800</b>	<b>387,900</b>
Behavioral Health Care	6,530,500			
Substance Abuse Treatment Program	2,614,200			
	*****	*****		
	***** <b>Department of Education and Early Development</b> *****			
	*****	*****		
<b>Teaching and Learning Support</b>		<b>427,800</b>	<b>377,800</b>	<b>50,000</b>

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
1				
2				
3	Student and School	427,800		
4	Achievement			
5		* * * * *	* * * * *	
6		<b>* * * * * Department of Health and Social Services * * * * *</b>		
7		* * * * *	* * * * *	
8	At the discretion of the Commissioner of the Department of Health and Social Services, up to			
9	\$25,000,000 may be transferred between all appropriations in the Department of Health and			
10	Social Services, except Medicaid Services.			
11	<b>Alaska Pioneer Homes</b>		<b>16,073,000</b>	<b>16,073,000</b>
12	Alaska Pioneer Homes	64,200		
13	Management			
14	Pioneer Homes	16,008,800		
15	The amount allocated for Pioneer Homes includes the unexpended and unobligated balance			
16	on June 30, 2017, of the Department of Health and Social Services, Pioneer Homes care and			
17	support receipts under AS 47.55.030.			
18	<b>Behavioral Health</b>		<b>81,634,100</b>	<b>80,242,300</b>
19	Behavioral Health Treatment	54,670,200		
20	and Recovery Grants			
21	Alcohol Safety Action	1,460,400		
22	Program (ASAP)			
23	Behavioral Health	5,572,700		
24	Administration			
25	Behavioral Health	5,915,100		
26	Prevention and Early			
27	Intervention Grants			
28	Designated Evaluation and	3,794,800		
29	Treatment			
30	Alaska Psychiatric	6,404,200		
31	Institute			
32	Alaska Mental Health Board	905,400		
33	and Advisory Board on			

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
	Alcohol and Drug Abuse			
	Suicide Prevention Council	654,500		
	Residential Child Care	2,256,800		
	<b>Children's Services</b>		<b>2,191,900</b>	<b>2,191,900</b>
	Children's Services	69,500		
	Management			
	Front Line Social Workers	148,500		
	Family Preservation	726,000		
	Foster Care Augmented Rate	500,000		
	Foster Care Special Need	747,900		
	<b>Health Care Services</b>		<b>422,100</b>	<b>129,600</b>
	Residential Licensing	129,600		
	Medical Assistance	292,500		
	Administration			
	<b>Juvenile Justice</b>		<b>1,416,700</b>	<b>159,900</b>
	It is the intent of the legislature that the appropriation made in sec. 12(b) of this Act remain in the base of the operating budget and not be made a one-time increment for the fiscal year ending June 30, 2018.			
	McLaughlin Youth Center	736,700		
	Fairbanks Youth Facility	116,800		
	Bethel Youth Facility	64,100		
	Probation Services	499,100		
	<b>Public Assistance</b>		<b>13,200</b>	<b>13,200</b>
	Public Assistance	13,200		
	Administration			
	<b>Public Health</b>		<b>1,705,600</b>	<b>250,000</b>
	Nursing	98,200		
	Women, Children and Family	795,800		
	Health			
	Emergency Programs	801,600		
	Chronic Disease Prevention	10,000		

		Appropriation	General	Other
		Allocations	Funds	Funds
3	and Health Promotion			
4	<b>Senior and Disabilities Services</b>	<b>19,196,800</b>	<b>17,935,000</b>	<b>1,261,800</b>
5	Early Intervention/Infant	7,424,500		
6	Learning Programs			
7	Senior and Disabilities	3,510,200		
8	Services Administration			
9	General Relief/Temporary	740,300		
10	Assisted Living			
11	Senior Community Based	300,000		
12	Grants			
13	Community Developmental	6,698,500		
14	Disabilities Grants			
15	Commission on Aging	119,600		
16	Governor's Council on	403,700		
17	Disabilities and Special			
18	Education			
19	<b>Departmental Support Services</b>	<b>552,100</b>	<b>552,100</b>	
20	Commissioner's Office	202,100		
21	HSS State Facilities Rent	350,000		
22	<b>Medicaid Services</b>	<b>64,822,700</b>	<b>62,907,700</b>	<b>1,915,000</b>
23	Behavioral Health Medicaid	64,820,200		
24	Services			
25	Health Care Medicaid	2,500		
26	Services			
27	*****	*****		
28	***** Department of Labor and Workforce Development *****			
29	*****	*****		
30	<b>Commissioner and Administrative</b>	<b>76,500</b>		<b>76,500</b>
31	<b>Services</b>			
32	Labor Market Information	76,500		
33	<b>Employment and Training Services</b>	<b>125,000</b>		<b>125,000</b>

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
1	Workforce Services	125,000		
2	*****	*****		
3	***** Department of Law *****			
4	*****	*****		
5	Civil Division	100,200	100,200	
6	Human Services	100,200		
7	*****	*****		
8	***** Department of Natural Resources *****			
9	*****	*****		
10	Administration & Support Services	4,213,200		4,213,200
11	Mental Health Trust Lands	4,213,200		
12	Administration			
13	*****	*****		
14	***** Department of Public Safety *****			
15	*****	*****		
16	Council on Domestic Violence and	2,000,000	2,000,000	
17	Sexual Assault			
18	Council on Domestic	2,000,000		
19	Violence and Sexual Assault			
20	*****	*****		
21	***** Department of Revenue *****			
22	*****	*****		
23	Taxation and Treasury	40,000		40,000
24	Treasury Division	40,000		
25	Of the amount appropriated in this allocation, up to \$500,000 of budget authority may be			
26	transferred between the following fund codes: Group Health and Life Benefits Fund 1017,			
27	FICA Administration Fund Account 1023, Public Employees Retirement Trust Fund 1029,			
28	Teachers Retirement Trust Fund 1034, Judicial Retirement System 1042, National Guard			
29	Retirement System 1045.			
30	Alaska Mental Health Trust Authority	4,787,400	963,300	3,824,100
31	Mental Health Trust	4,324,100		

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Items</b>	<b>Funds</b>	<b>Funds</b>
1	Operations			
2	Long Term Care Ombudsman	463,300		
3	Office			
4	<b>Alaska Housing Finance Corporation</b>	<b>100,000</b>		<b>100,000</b>
5	AHFC Operations	100,000		
6	*****	*****		
7	***** <b>University of Alaska</b> *****			
8	*****	*****		
9	It is the intent of the legislature that the University of Alaska reduce the number of			
10	intercollegiate athletic teams at participating campuses to the minimum required by the			
11	NCAA Sports Sponsorship Requirement.			
12	It is the intent of the legislature that cuts or reallocations of unrestricted general funds to the			
13	University of Alaska Anchorage, University of Alaska Fairbanks and University of Alaska			
14	Southeast, on a percentage basis, not exceed cuts or reallocations of unrestricted general funds			
15	to the University of Alaska Statewide Administration.			
16	<b>University of Alaska</b>	<b>2,593,400</b>	<b>805,800</b>	<b>1,787,600</b>
17	Anchorage Campus	2,543,400		
18	Fairbanks Campus	50,000		
19	*****	*****		
20	***** <b>Judiciary</b> *****			
21	*****	*****		
22	<b>Alaska Court System</b>	<b>227,000</b>	<b>227,000</b>	
23	It is the intent of the legislature that the court system raise the filing fee from \$200 to \$500 for			
24	Superior Court monetary damage claims of \$100,000 or more.			
25	Trial Courts	227,000		
26	<b>Therapeutic Courts</b>	<b>3,059,900</b>	<b>2,840,500</b>	<b>219,400</b>
27	Therapeutic Courts	3,059,900		
28	(SECTION 2 OF THIS ACT BEGINS ON THE NEXT PAGE)			
29				
30				

\* **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	2,125,300
1092	Mental Health Trust Authority Authorized Receipts	193,800
***	Total Agency Funding ***	2,319,100

**Department of Corrections**

1037	General Fund / Mental Health	7,756,800
1092	Mental Health Trust Authority Authorized Receipts	387,900
1246	Recidivism Reduction Fund	2,000,000
***	Total Agency Funding ***	10,144,700

**Department of Education and Early Development**

1037	General Fund / Mental Health	377,800
1092	Mental Health Trust Authority Authorized Receipts	50,000
***	Total Agency Funding ***	427,800

**Department of Health and Social Services**

1037	General Fund / Mental Health	157,132,700
1092	Mental Health Trust Authority Authorized Receipts	5,271,000
1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	23,624,500
1246	Recidivism Reduction Fund	2,000,000
***	Total Agency Funding ***	188,028,200

**Department of Labor and Workforce Development**

1092	Mental Health Trust Authority Authorized Receipts	201,500
***	Total Agency Funding ***	201,500

**Department of Law**

1037	General Fund / Mental Health	100,200
***	Total Agency Funding ***	100,200

**Department of Natural Resources**

1092	Mental Health Trust Authority Authorized Receipts	4,213,200
***	Total Agency Funding ***	4,213,200



1	<b>Department of Public Safety</b>	
2	1246 Recidivism Reduction Fund	2,000,000
3	*** Total Agency Funding ***	2,000,000
4	<b>Department of Revenue</b>	
5	1037 General Fund / Mental Health	463,300
6	1092 Mental Health Trust Authority Authorized Receipts	140,000
7	1094 Mental Health Trust Administration	3,824,100
8	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	500,000
9	*** Total Agency Funding ***	4,927,400
10	<b>University of Alaska</b>	
11	1037 General Fund / Mental Health	805,800
12	1092 Mental Health Trust Authority Authorized Receipts	1,787,600
13	*** Total Agency Funding ***	2,593,400
14	<b>Judiciary</b>	
15	1037 General Fund / Mental Health	2,549,500
16	1092 Mental Health Trust Authority Authorized Receipts	219,400
17	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
18	*** Total Agency Funding ***	3,286,900
19	<b>* * * * * Total Budget * * * * *</b>	<b>218,242,400</b>
20	(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	171,311,400
*** Total Unrestricted General ***	171,311,400
<b>Designated General</b>	
1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	24,642,500
1246 Recidivism Reduction Fund	6,000,000
*** Total Designated General ***	30,642,500
<b>Other Non-Duplicated</b>	
1092 Mental Health Trust Authority Authorized Receipts	12,464,400
1094 Mental Health Trust Administration	3,824,100
*** Total Other Non-Duplicated ***	16,288,500

(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 Home Modification and Upgrades to	1,050,000	750,000	300,000
Retain Housing (HD 1-40)			
	*****	*****	
	***** <b>Department of Revenue</b> *****		
	*****	*****	
<b>Alaska Housing Finance Corporation</b>			
MH: AHFC Beneficiary and Special Needs	1,700,000	1,500,000	200,000
Housing (HD 1-40)			
MH: AHFC Homeless Assistance Program	7,800,000	6,850,000	950,000
(HD 1-40)			
	*****	*****	
	***** <b>Department of Transportation and Public Facilities</b> *****		
	*****	*****	
MH Coordinated Transportation and	1,300,000	1,000,000	300,000
Vehicles (HD 1-40)			
(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>	
1037 General Fund / Mental Health	500,000
1092 Mental Health Trust Authority Authorized Receipts	300,000
1139 Alaska Housing Finance Corporation Dividend	250,000
*** Total Agency Funding ***	1,050,000
<b>Department of Revenue</b>	
1004 Unrestricted General Fund Receipts	2,871,000
1037 General Fund / Mental Health	1,334,700
1092 Mental Health Trust Authority Authorized Receipts	1,150,000
1139 Alaska Housing Finance Corporation Dividend	4,144,300
*** Total Agency Funding ***	9,500,000
<b>Department of Transportation and Public Facilities</b>	
1092 Mental Health Trust Authority Authorized Receipts	300,000
1249 Designated General Fund Temp Code	1,000,000
*** Total Agency Funding ***	1,300,000
<b>* * * * * Total Budget * * * * *</b>	<b>11,850,000</b>

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

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

Funding Source	Amount
<b>Unrestricted General</b>	
1004 Unrestricted General Fund Receipts	2,871,000
1037 General Fund / Mental Health	1,834,700
1139 Alaska Housing Finance Corporation Dividend	4,394,300
*** Total Unrestricted General ***	9,100,000
<b>Designated General</b>	
1249 Designated General Fund Temp Code	1,000,000
*** Total Designated General ***	1,000,000
<b>Other Non-Duplicated</b>	
1092 Mental Health Trust Authority Authorized Receipts	1,750,000
*** Total Other Non-Duplicated ***	1,750,000

(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 2018, of the following ongoing collective bargaining agreements:

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

17           (2) Alaska State Employees Association, for the general government unit;

18           (3) Alaska Public Employees Association, for the supervisory unit;

19           (4) Public Employees Local 71, for the labor, trades, and crafts unit;

20           (5) Alaska Vocational Technical Center Teachers' Association, National  
21 Education Association, representing the employees of the Alaska Vocational Technical  
22 Center;

23           (6) Confidential Employees Association, representing the confidential unit;

24           (7) Marine Engineers' Beneficial Association, representing licensed engineers  
25 employed by the Alaska marine highway system;

26           (8) Teachers Education Association of Mt. Edgecumbe;

27           (9) Inlandboatmen's Union of the Pacific, Alaska Region, representing the  
28 unlicensed marine unit;

29           (10) Public Safety Employees Association, representing the regularly  
30 commissioned public safety officers unit;

31           (11) International Organization of Masters, Mates, and Pilots, representing the

1 masters, mates, and pilots unit.

2 (b) The appropriations made to the University of Alaska in sec. 1 of this Act include  
3 amounts for salary and benefit adjustments for the fiscal year ending June 30, 2018, for  
4 university employees who are not members of a collective bargaining unit and to implement  
5 the terms for the fiscal year ending June 30, 2018, of the following collective bargaining  
6 agreement: University of Alaska Federation of Teachers (UAFT).

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

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

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

22 \* **Sec. 10.** This Act takes effect July 1, 2017.