

30-GS1856\O
Wallace
3/15/17

CS FOR SENATE BILL NO. 24(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTIETH LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:

Referred:

Sponsor(s): SENATE 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
	*****	*****		
	***** Department of Administration *****			
	*****	*****		
Legal and Advocacy Services		2,319,100	2,125,300	193,800
Office of Public Advocacy	1,944,900			
Public Defender Agency	374,200			
	*****	*****		
	***** Department of Corrections *****			
	*****	*****		
Population Management		1,000,000	1,000,000	
Community Residential	1,000,000			
Centers				
Health and Rehabilitation Services		9,144,700	8,756,800	387,900
Behavioral Health Care	6,530,500			
Substance Abuse Treatment	2,614,200			
Program				
	*****	*****		
	***** Department of Education and Early Development *****			
	*****	*****		
Teaching and Learning Support		427,800	377,800	50,000
Student and School	427,800			
Achievement				
	*****	*****		

		Appropriation	General	Other
		Allocations	Items	Funds
		Funds		Funds
1				
2				
3	***** Department of Health and Social Services *****			
4	*****	*****		
5	At the discretion of the Commissioner of the Department of Health and Social Services, up to			
6	\$25,000,000 may be transferred between all appropriations in the Department of Health and			
7	Social Services.			
8	It is the intent of the legislature that the Department of Health and Social Services submit a			
9	report of transfers between appropriations that occurred in the first half of FY2018 by January			
10	30, 2018, and a report of transfers in the second half of FY2018, by September 1, 2018, to the			
11	Legislative Finance Division.			
12	Alaska Pioneer Homes	16,073,000	16,073,000	
13	Alaska Pioneer Homes	64,200		
14	Management			
15	Pioneer Homes	16,008,800		
16	The amount allocated for Pioneer Homes includes the unexpended and unobligated balance			
17	on June 30, 2017, of the Department of Health and Social Services, Pioneer Homes care and			
18	support receipts under AS 47.55.030.			
19	Behavioral Health	81,634,100	80,242,300	1,391,800
20	Behavioral Health Treatment	54,670,200		
21	and Recovery Grants			
22	Alcohol Safety Action	1,460,400		
23	Program (ASAP)			
24	Behavioral Health	5,572,700		
25	Administration			
26	Behavioral Health	5,915,100		
27	Prevention and Early			
28	Intervention Grants			
29	Designated Evaluation and	3,794,800		
30	Treatment			
31	Alaska Psychiatric	6,404,200		
32	Institute			
33	Alaska Mental Health Board	905,400		

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	and Advisory Board on			
4	Alcohol and Drug Abuse			
5	Suicide Prevention Council	654,500		
6	Residential Child Care	2,256,800		
7	Children's Services		2,191,900	2,191,900
8	Children's Services	69,500		
9	Management			
10	Front Line Social Workers	148,500		
11	Family Preservation	726,000		
12	Foster Care Augmented Rate	500,000		
13	Foster Care Special Need	747,900		
14	Health Care Services		422,100	129,600
15	Residential Licensing	129,600		
16	Medical Assistance	292,500		
17	Administration			
18	Juvenile Justice		1,416,700	1,256,800
19	McLaughlin Youth Center	736,700		
20	Fairbanks Youth Facility	116,800		
21	Bethel Youth Facility	64,100		
22	Probation Services	499,100		
23	Public Assistance		13,200	13,200
24	Public Assistance	13,200		
25	Administration			
26	Public Health		1,705,600	1,455,600
27	Nursing	98,200		
28	Women, Children and Family	795,800		
29	Health			
30	Emergency Programs	801,600		
31	Chronic Disease Prevention	10,000		
32	and Health Promotion			
33	Senior and Disabilities Services		19,196,800	17,935,000

		Appropriation	General	Other
		Allocations	Items	Funds
1				
2				
3	Early Intervention/Infant	7,424,500		
4	Learning Programs			
5	Senior and Disabilities	3,510,200		
6	Services Administration			
7	General Relief/Temporary	740,300		
8	Assisted Living			
9	Senior Community Based	300,000		
10	Grants			
11	Community Developmental	6,698,500		
12	Disabilities Grants			
13	Commission on Aging	119,600		
14	Governor's Council on	403,700		
15	Disabilities and Special			
16	Education			
17	Departmental Support Services		552,100	552,100
18	Commissioner's Office	202,100		
19	HSS State Facilities Rent	350,000		
20	Medicaid Services		64,360,700	62,445,700 1,915,000
21	No money appropriated in this appropriation may be expended to pay for provider rate			
22	increases that are the result of an annual inflation adjustment. For purposes of this section,			
23	"annual inflation adjustment" means a revision required by regulation to an existing Medicaid			
24	payment rate that results in a new Medicaid payment rate that differs from the existing			
25	Medicaid payment rate by a percentage value or overall average net change value that is either			
26	listed in regulation or listed in the Consumer Price Index for all Urban Consumers, Global			
27	Insight's Healthcare Cost Review, or the Medicare Economic Index.			
28	No money appropriated in this appropriation may be expended for an abortion that is not a			
29	mandatory service required under AS 47.07.030(a). The money appropriated for Health and			
30	Social Services may be expended only for mandatory services required under Title XIX of the			
31	Social Security Act and for optional services offered by the state under the state plan for			
32	medical assistance that has been approved by the United States Department of Health and			
33	Human Services.			

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Behavioral Health Medicaid	64,358,200		
4	Services			
5	Health Care Medicaid	2,500		
6	Services			
7	*****	*****		
8	***** Department of Labor and Workforce Development *****			
9	*****	*****		
10	Commissioner and Administrative	76,500		76,500
11	Services			
12	Labor Market Information	76,500		
13	Employment and Training Services	125,000		125,000
14	Workforce Services	125,000		
15	*****	*****		
16	***** Department of Law *****			
17	*****	*****		
18	Civil Division	100,200	100,200	
19	Human Services	100,200		
20	*****	*****		
21	***** Department of Natural Resources *****			
22	*****	*****		
23	Administration & Support Services	4,213,200		4,213,200
24	Mental Health Trust Lands	4,213,200		
25	Administration			
26	*****	*****		
27	***** Department of Public Safety *****			
28	*****	*****		
29	Council on Domestic Violence and	2,000,000	2,000,000	
30	Sexual Assault			
31	Council on Domestic	2,000,000		
32	Violence and Sexual Assault			
33	Of the amount of recidivism reduction funding appropriated in this allocation, \$200,000 is			

	Appropriation	General	Other
	Allocations	Funds	Funds
reserved for grants to batterers intervention programs.			
	*****	*****	
	***** Department of Revenue *****		
	*****	*****	
Taxation and Treasury	40,000		40,000
Treasury Division	40,000		
Of the amount appropriated in this allocation, up to \$500,000 of budget authority may be			
transferred between the following fund codes: Group Health and Life Benefits Fund 1017,			
FICA Administration Fund Account 1023, Public Employees Retirement Trust Fund 1029,			
Teachers Retirement Trust Fund 1034, Judicial Retirement System 1042, National Guard			
Retirement System 1045.			
Alaska Mental Health Trust Authority	4,637,400	813,300	3,824,100
Mental Health Trust	4,174,100		
Operations			
Long Term Care Ombudsman	463,300		
Office			
Alaska Housing Finance Corporation	100,000		100,000
AHFC Operations	100,000		
	*****	*****	
	***** University of Alaska *****		
	*****	*****	
University of Alaska	2,593,400	805,800	1,787,600
Anchorage Campus	2,543,400		
Fairbanks Campus	50,000		
	*****	*****	
	***** Executive Branch-wide Appropriations *****		
	*****	*****	
Executive Branch-wide Appropriations	-41,300	-24,500	-16,800
Executive Branch-Wide	-41,300		
Appropriations			
	***** *****		

1		Appropriation	General	Other
2		Allocations Items	Funds	Funds
3		* * * * * Judiciary * * * * *		
4		* * * * * * * * * *		
5	Alaska Court System	227,000	227,000	
6	Trial Courts	227,000		
7	Therapeutic Courts	3,059,900	2,840,500	219,400
8	Therapeutic Courts	3,059,900		
9	(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
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	156,670,700
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 ***	187,566,200
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	Department of Public Safety	
2	1246 Recidivism Reduction Fund	2,000,000
3	*** Total Agency Funding ***	2,000,000
4	Department of Revenue	
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	350,000
9	*** Total Agency Funding ***	4,777,400
10	University of Alaska	
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	Executive Branch-wide Appropriations	
15	1037 General Fund / Mental Health	-24,500
16	1092 Mental Health Trust Authority Authorized Receipts	-7,900
17	1094 Mental Health Trust Administration	-8,900
18	*** Total Agency Funding ***	-41,300
19	Judiciary	
20	1037 General Fund / Mental Health	2,549,500
21	1092 Mental Health Trust Authority Authorized Receipts	219,400
22	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
23	*** Total Agency Funding ***	3,286,900
24	* * * * * Total Budget * * * * *	217,589,100
25	(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
Unrestricted General	
1037 General Fund / Mental Health	170,824,900
*** Total Unrestricted General ***	170,824,900
Designated General	
1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	24,492,500
1246 Recidivism Reduction Fund	6,000,000
*** Total Designated General ***	30,492,500
Other Non-Duplicated	
1092 Mental Health Trust Authority Authorized Receipts	12,456,500
1094 Mental Health Trust Administration	3,815,200
*** Total Other Non-Duplicated ***	16,271,700

(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
	*****	*****	
	***** Department of Health and Social Services *****		
	*****	*****	
MH Deferred Maintenance and	250,000		250,000

Accessibility Improvements (HD 1-40)

(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 Department of Health and Social Services	
5 1092 Mental Health Trust Authority Authorized Receipts	250,000
6 *** Total Agency Funding ***	250,000
7 * * * * * Total Budget * * * * *	250,000

8 (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 Other Non-Duplicated	
5 1092 Mental Health Trust Authority Authorized Receipts	250,000
6 *** Total Other Non-Duplicated ***	250,000

7 (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.