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3/20/24

CS FOR HOUSE BILL NO. 270(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-THIRD 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

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)

* **Section 1.** The following appropriation items are for operating expenditures from the general fund or other funds as set out in the fiscal year 2025 budget summary for the operating budget by funding source to the agencies named for the purposes expressed for the fiscal year beginning July 1, 2024 and ending June 30, 2025, unless otherwise indicated.

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
	*****	*****		
	*****	Department of Administration	*****	
	*****	*****		
Legal and Advocacy Services		3,816,100	3,444,500	371,600
Office of Public Advocacy	2,554,900			
Public Defender Agency	1,261,200			
	*****	*****		
	*****	Department of Corrections	*****	
	*****	*****		
Community Residential Centers		1,000,000	1,000,000	
Community Residential Centers	1,000,000			
Health and Rehabilitation Services		15,306,600	14,533,900	772,700
Physical Health Care	3,512,000			
Behavioral Health Care	7,975,700			
Substance Abuse Treatment Program	1,643,900			
Sex Offender Management Program	2,000,000			
Domestic Violence Program	175,000			
Offender Habilitation		1,433,000	1,433,000	
Education Programs	827,000			
Vocational Education Programs	606,000			

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
1				
2				
3	Recidivism Reduction Grants	504,000	504,000	
4	Recidivism Reduction Grants	504,000		
5	*****	*****		
6	***** Department of Education and Early Development *****			
7	*****	*****		
8	Education Support and Admin Services	512,500	377,800	134,700
9	Student and School	512,500		
10	Achievement			
11	*****	*****		
12	***** Department of Family and Community Services *****			
13	*****	*****		
14	Alaska Psychiatric Institute	20,942,400	20,942,400	
15	Alaska Psychiatric	20,942,400		
16	Institute			
17	Children's Services	2,711,900	2,376,900	335,000
18	Children's Services	554,500		
19	Management			
20	Front Line Social Workers	148,500		
21	Family Preservation	726,000		
22	Foster Care Augmented Rate	500,000		
23	Foster Care Special Need	782,900		
24	Juvenile Justice	1,586,900	1,486,900	100,000
25	McLaughlin Youth Center	878,100		
26	Fairbanks Youth Facility	127,200		
27	Bethel Youth Facility	195,600		
28	Probation Services	386,000		
29	Departmental Support Services	7,848,500	7,304,900	543,600
30	Coordinated Health and	7,304,900		
31	Complex Care			
32	Commissioner's Office	543,600		
33	*****	*****		

		Appropriation	General	Other
		Allocations	Funds	Funds
		Items		
	* * * * * Department of Health * * * * *			
		* * * * *	* * * * *	
5	Behavioral Health	57,447,300	56,530,500	916,800
6	Behavioral Health Treatment	36,431,700		
7	and Recovery Grants			
8	Alcohol Safety Action	1,241,200		
9	Program (ASAP)			
10	Behavioral Health	10,542,400		
11	Administration			
12	Behavioral Health	5,537,000		
13	Prevention and Early			
14	Intervention Grants			
15	Alaska Mental Health Board	997,600		
16	and Advisory Board on			
17	Alcohol and Drug Abuse			
18	Suicide Prevention Council	608,700		
19	Residential Child Care	2,088,700		
20	Health Care Services	152,900	152,900	
21	Residential Licensing	152,900		
22	Public Health	6,506,400	5,671,000	835,400
23	Women, Children and Family	2,225,800		
24	Health			
25	Emergency Programs	680,400		
26	Chronic Disease Prevention	3,560,200		
27	and Health Promotion			
28	Bureau of Vital Statistics	40,000		
29	Senior and Disabilities Services	12,787,900	11,021,000	1,766,900
30	Senior and Disabilities	1,430,600		
31	Community Based Grants			
32	Early Intervention/Infant	7,884,500		
33	Learning Programs			

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Senior and Disabilities	2,293,500		
4	Services Administration			
5	General Relief/Temporary	740,300		
6	Assisted Living			
7	Commission on Aging	210,100		
8	Governor's Council on	228,900		
9	Disabilities and Special			
10	Education			
11	Medicaid Services	82,155,800	82,155,800	
12	Medicaid Services	82,155,800		
13	*****	*****		
14	***** Department of Labor and Workforce Development *****			
15	*****	*****		
16	Commissioner and Administrative	25,300		25,300
17	Services			
18	Labor Market Information	25,300		
19	*****	*****		
20	***** Department of Law *****			
21	*****	*****		
22	Civil Division	100,100	100,100	
23	The amount appropriated by this appropriation includes the unexpended and unobligated			
24	balance on June 30, 2024, of inter-agency receipts collected in the Department of Law's			
25	federally approved cost allocation plan.			
26	Health, Safety & Welfare	100,100		
27	*****	*****		
28	***** Department of Natural Resources *****			
29	*****	*****		
30	Administration & Support Services	5,156,600		5,156,600
31	Mental Health Trust Lands	5,156,600		
32	Administration			
33	*****	*****		

	Appropriation	General	Other
	Allocations	Funds	Funds
	* * * * * Department of Public Safety * * * * *		
	* * * * *	* * * * *	
Alaska State Troopers	100,000	50,000	50,000
Alaska State Trooper	100,000		
Detachments			
Alaska Police Standards Council	80,000		80,000
The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2024, of the receipts collected under AS 12.25.195(c), AS 12.55.039, AS 28.05.151, and AS 29.25.074 and receipts collected under AS 18.65.220(7).			
Alaska Police Standards Council	80,000		
Victim Services	2,004,600	2,004,600	
Council on Domestic Violence and Sexual Assault	2,004,600		
	* * * * *	* * * * *	
	* * * * * Department of Revenue * * * * *		
	* * * * *	* * * * *	
Alaska Mental Health Trust Authority	5,586,400	686,800	4,899,600
Mental Health Trust Operations	4,899,600		
Long Term Care Ombudsman Office	686,800		
Alaska Housing Finance Corporation	400,000	200,000	200,000
AHFC Operations	400,000		
	* * * * *	* * * * *	
	* * * * * University of Alaska * * * * *		
	* * * * *	* * * * *	
University of Alaska	3,118,300	1,005,800	2,112,500
Anchorage Campus	3,068,300		
Fairbanks Campus	50,000		
	* * * * *	* * * * *	

1		Appropriation	General	Other
2		Allocations Items	Funds	Funds
3		* * * * * Judiciary * * * * *		
4		* * * * * * * * * *		
5	Alaska Court System	532,800	532,800	
6	Trial Courts	532,800		
7	Therapeutic Courts	4,465,400	4,287,100	178,300
8	Therapeutic Courts	4,465,400		
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
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Department of Administration

1037	General Fund / Mental Health	3,444,500
1092	Mental Health Trust Authority Authorized Receipts	371,600
***	Total Agency Funding ***	3,816,100

Department of Corrections

1037	General Fund / Mental Health	8,846,900
1092	Mental Health Trust Authority Authorized Receipts	772,700
1246	Recidivism Reduction Fund	8,624,000
***	Total Agency Funding ***	18,243,600

Department of Education and Early Development

1037	General Fund / Mental Health	377,800
1092	Mental Health Trust Authority Authorized Receipts	134,700
***	Total Agency Funding ***	512,500

Department of Family and Community Services

1037	General Fund / Mental Health	32,111,100
1092	Mental Health Trust Authority Authorized Receipts	978,600
***	Total Agency Funding ***	33,089,700

Department of Health

1037	General Fund / Mental Health	120,819,300
1092	Mental Health Trust Authority Authorized Receipts	3,519,100
1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,382,000
1246	Recidivism Reduction Fund	6,008,900
1254	Marijuana Education and Treatment Fund	8,321,000
***	Total Agency Funding ***	159,050,300

Department of Labor and Workforce Development

1092	Mental Health Trust Authority Authorized Receipts	25,300
***	Total Agency Funding ***	25,300

Department of Law

1	1037 General Fund / Mental Health	100,100
2	*** Total Agency Funding ***	100,100
3	Department of Natural Resources	
4	1092 Mental Health Trust Authority Authorized Receipts	5,156,600
5	*** Total Agency Funding ***	5,156,600
6	Department of Public Safety	
7	1037 General Fund / Mental Health	50,000
8	1092 Mental Health Trust Authority Authorized Receipts	130,000
9	1246 Recidivism Reduction Fund	2,004,600
10	*** Total Agency Funding ***	2,184,600
11	Department of Revenue	
12	1037 General Fund / Mental Health	886,800
13	1092 Mental Health Trust Authority Authorized Receipts	200,000
14	1094 Mental Health Trust Administration	4,899,600
15	*** Total Agency Funding ***	5,986,400
16	University of Alaska	
17	1037 General Fund / Mental Health	1,005,800
18	1092 Mental Health Trust Authority Authorized Receipts	2,112,500
19	*** Total Agency Funding ***	3,118,300
20	Judiciary	
21	1037 General Fund / Mental Health	4,301,900
22	1092 Mental Health Trust Authority Authorized Receipts	178,300
23	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
24	*** Total Agency Funding ***	4,998,200
25	* * * * * Total Budget * * * * *	236,281,700
26	(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	171,944,200
*** Total Unrestricted General ***	171,944,200
Designated General	
1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,900,000
1246 Recidivism Reduction Fund	16,637,500
1254 Marijuana Education and Treatment Fund	8,321,000
*** Total Designated General ***	45,858,500
Other Non-Duplicated	
1092 Mental Health Trust Authority Authorized Receipts	13,579,400
1094 Mental Health Trust Administration	4,899,600
*** Total Other Non-Duplicated ***	18,479,000

(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 Items	Funds	Funds
	* * * * *		* * * * *
	* * * * * Health * * * * *		
	* * * * *		* * * * *
MH Trust: Essential Program Equipment (HD 1-40)	500,000	250,000	250,000
MH Trust: Home Modification and Upgrades to Retain Housing (HD 1-40)	1,150,000	1,150,000	
	* * * * *		* * * * *
	* * * * * Department of Revenue * * * * *		
	* * * * *		* * * * *
Alaska Housing Finance Corporation			
MH Trust: AHFC Rural Housing Coordinator - Northwest Arctic Borough (HD 1-40)	135,000		135,000
MH Trust: AHFC Rural Housing Coordinator - New Region (HD 1-40)	135,000		135,000
MH Trust: AHFC Beneficiary and Special Needs Housing (HD 1-40)	3,700,000	3,500,000	200,000
MH Trust: AHFC Homeless Assistance Program (HD 1-40)	10,150,000	9,200,000	950,000
	* * * * *		* * * * *
	* * * * * Department of Transportation and Public Facilities * * * * *		
	* * * * *		* * * * *
MH Trust: Coordinated Transportation and Vehicles (HD 1-40)	1,250,000	1,000,000	250,000

1		Appropriation	General	Other
2		Allocations	Items	Funds
3		(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
Health	
1037 General Fund / Mental Health	1,400,000
1092 Mental Health Trust Authority Authorized Receipts	250,000
*** Total Agency Funding ***	1,650,000
Department of Revenue	
1037 General Fund / Mental Health	4,600,000
1092 Mental Health Trust Authority Authorized Receipts	1,420,000
1139 Alaska Housing Finance Corporation Dividend	8,100,000
*** Total Agency Funding ***	14,120,000
Department of Transportation and Public Facilities	
1037 General Fund / Mental Health	1,000,000
1092 Mental Health Trust Authority Authorized Receipts	250,000
*** Total Agency Funding ***	1,250,000
* * * * * Total Budget * * * * *	17,020,000

(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
Unrestricted General	
1037 General Fund / Mental Health	7,000,000
1139 Alaska Housing Finance Corporation Dividend	8,100,000
*** Total Unrestricted General ***	15,100,000
Other Non-Duplicated	
1092 Mental Health Trust Authority Authorized Receipts	1,920,000
*** Total Other Non-Duplicated ***	1,920,000

(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. BONUSES FOR CERTAIN EMPLOYEES OF THE EXECUTIVE BRANCH.** (a)
4 The money appropriated in this Act includes amounts to implement the payment of bonuses
5 and other monetary terms of letters of agreement entered into between the state and collective
6 bargaining units under AS 23.40.070 - 23.40.260 for the fiscal year ending June 30, 2025.

7 (b) The Office of the Governor, office of management and budget, shall

8 (1) not later than 30 days after the Department of Administration enters into a
9 letter of agreement described in (a) of this section, provide to the legislative finance division
10 in electronic form

11 (A) a copy of the letter of agreement; and

12 (B) a copy of the cost estimate prepared for the letter of agreement;

13 and

14 (2) submit a report to the co-chairs of the finance committee of each house of
15 the legislature and the legislative finance division not later than

16 (A) February 1, 2025, that summarizes all payments made under the
17 letters of agreement described in (a) of this section during the first half of the fiscal
18 year ending June 30, 2025; and

19 (B) September 30, 2025, that summarizes all payments made under the
20 letters of agreement described in (a) of this section during the second half of the fiscal
21 year ending June 30, 2025.

22 * **Sec. 9. NONGENERAL FUND RECEIPTS.** (a) Alaska Mental Health Trust Authority
23 authorized receipts (AS 37.14.036) or administration receipts (AS 37.14.036) that exceed the
24 amounts appropriated in this Act are appropriated conditioned upon compliance with the
25 program review provisions of AS 37.07.080(h).

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

29 * **Sec. 10. SALARY AND BENEFIT ADJUSTMENTS.** (a) The appropriations made in sec.
30 1 of this Act include amounts for salary and benefit adjustments for public officials, officers,
31 and employees of the executive branch, Alaska Court System employees, employees of the

legislature, and legislators and to implement the monetary terms for the fiscal year ending June 30, 2025, of the following ongoing collective bargaining agreements, including the monetary terms of any letters of agreement:

- (1) Alaska State Employees Association, for the general government unit;
- (2) Alaska Vocational Technical Center Teachers' Association, National Education Association, representing the employees of the Alaska Vocational Technical Center;
- (3) Marine Engineers' Beneficial Association, representing licensed engineers employed by the Alaska marine highway system;
- (4) International Organization of Masters, Mates, and Pilots, representing the masters, mates, and pilots unit;
- (5) Confidential Employees Association, representing the confidential unit;
- (6) Teachers' Education Association of Mt. Edgecumbe, representing the teachers of Mt. Edgecumbe High School;
- (7) Inlandboatmen's Union of the Pacific, Alaska Region, representing the unlicensed marine unit;
- (8) Public Safety Employees Association, representing the regularly commissioned public safety officers unit.

(b) The appropriations made to the University of Alaska in sec. 1 of this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30, 2025, for university employees who are not members of a collective bargaining unit and to implement the monetary terms for the fiscal year ending June 30, 2025, of the following collective bargaining agreements:

- (1) United Academic - Adjuncts - American Association of University Professors, American Federation of Teachers;
- (2) United Academics - American Association of University Professors, American Federation of Teachers;
- (3) Fairbanks Firefighters Union, IAFF Local 1324;
- (4) Alaska Higher Education Crafts and Trades Employees, Local 6070.

(c) If a collective bargaining agreement listed in (a) of this section is not ratified by the membership of the respective collective bargaining unit, the appropriations made in this

1 Act applicable to the collective bargaining unit's agreement are adjusted proportionately by
2 the amount for that collective bargaining agreement, and the corresponding funding source
3 amounts are adjusted accordingly.

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

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

14 * **Sec. 11.** CONTINGENCY. The appropriations made in sec. 1 of this Act for the payment
15 of a bonus to an employee in the executive branch of the state government who is a member
16 of a collective bargaining unit established under the authority of AS 23.40.070 - 23.40.260
17 (Public Employment Relations Act) but for which the state and applicable bargaining unit of
18 the employee have not yet entered into a letter of agreement under AS 23.40.070 - 23.40.260
19 are contingent on the following:

20 (1) the state and the applicable bargaining unit of the employee entering into a
21 letter of agreement under AS 23.40.070 - 23.40.260 for the bonus; and

22 (2) the Office of the Governor, office of management and budget, satisfying
23 the requirements of sec. 8(b)(1) of this Act.

24 * **Sec. 12.** This Act takes effect July 1, 2024.