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4/23/24

## SENATE CS FOR CS FOR HOUSE BILL NO. 270(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

## THIRTY-THIRD 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 the fiscal year 2025 budget summary for the  
3 operating budget by funding source to the agencies named for the purposes expressed for the  
4 fiscal year beginning July 1, 2024 and ending June 30, 2025, unless otherwise indicated.  
5

	Appropriation Allocations	General Items	Other Funds
6			
7			
8	*****	*****	
9	<b>***** Department of Administration *****</b>		
10	*****	*****	
11	<b>Legal and Advocacy Services</b>	<b>3,816,100</b>	<b>3,444,500</b>
12	Office of Public Advocacy	2,554,900	
13	Public Defender Agency	1,261,200	
14	*****	*****	
15	<b>***** Department of Corrections *****</b>		
16	*****	*****	
17	<b>Community Residential Centers</b>	<b>1,000,000</b>	<b>1,000,000</b>
18	Community Residential	1,000,000	
19	Centers		
20	<b>Health and Rehabilitation Services</b>	<b>15,306,600</b>	<b>14,533,900</b>
21	Physical Health Care	3,512,000	
22	Behavioral Health Care	7,975,700	
23	Substance Abuse Treatment	1,643,900	
24	Program		
25	Sex Offender Management	2,000,000	
26	Program		
27	Domestic Violence Program	175,000	
28	<b>Offender Habilitation</b>	<b>1,433,000</b>	<b>1,433,000</b>
29	Education Programs	827,000	
30	Vocational Education	606,000	
31	Programs		

1	Appropriation	General	Other
2	Allocations	Funds	Funds
3	<b>Recidivism Reduction Grants</b>	<b>504,000</b>	<b>504,000</b>
4	Recidivism Reduction Grants	504,000	
5	*****	*****	
6	<b>***** Department of Education and Early Development *****</b>		
7	*****	*****	
8	<b>Education Support and Admin Services</b>	<b>562,500</b>	<b>427,800</b>
9	Student and School	562,500	
10	Achievement		
11	*****	*****	
12	<b>***** Department of Family and Community Services *****</b>		
13	*****	*****	
14	<b>Alaska Psychiatric Institute</b>	<b>20,942,400</b>	<b>20,942,400</b>
15	Alaska Psychiatric	20,942,400	
16	Institute		
17	<b>Children's Services</b>	<b>2,711,900</b>	<b>2,376,900</b>
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	<b>Juvenile Justice</b>	<b>1,586,900</b>	<b>1,486,900</b>
25	McLaughlin Youth Center	878,100	
26	Fairbanks Youth Facility	127,200	
27	Bethel Youth Facility	195,600	
28	Probation Services	386,000	
29	<b>Departmental Support Services</b>	<b>7,848,500</b>	<b>7,304,900</b>
30	Coordinated Health and	7,304,900	
31	Complex Care		
32	Commissioner's Office	543,600	
33	*****	*****	

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>	
		<b>Allocations</b>	<b>Items</b>	<b>Funds</b>	
<b>* * * * * Department of Health * * * * *</b>					
		* * * * *	* * * * *		
5	<b>Behavioral Health</b>		<b>57,947,300</b>	<b>57,030,500</b>	<b>916,800</b>
6	Behavioral Health Treatment	36,931,700			
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	<b>Health Care Services</b>		<b>152,900</b>	<b>152,900</b>	
21	Residential Licensing	152,900			
22	<b>Public Health</b>		<b>6,581,400</b>	<b>5,746,000</b>	<b>835,400</b>
23	Women, Children and Family	2,225,800			
24	Health				
25	Emergency Programs	755,400			
26	Chronic Disease Prevention	3,560,200			
27	and Health Promotion				
28	Bureau of Vital Statistics	40,000			
29	<b>Senior and Disabilities Services</b>		<b>12,837,900</b>	<b>11,071,000</b>	<b>1,766,900</b>
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	Items	Funds
1	Senior and Disabilities	2,293,500		
2	Services Administration			
3	General Relief/Temporary	740,300		
4	Assisted Living			
5	Commission on Aging	210,100		
6	Governor's Council on	278,900		
7	Disabilities and Special			
8	Education			
9				
10				
11	<b>Medicaid Services</b>	<b>82,155,800</b>	<b>82,155,800</b>	
12	Medicaid Services	82,155,800		
13	* * * * *		* * * * *	
14	<b>* * * * * Department of Labor and Workforce Development * * * * *</b>			
15	* * * * *		* * * * *	
16	<b>Commissioner and Administrative</b>	<b>25,300</b>		<b>25,300</b>
17	Services			
18	Labor Market Information	25,300		
19	* * * * *		* * * * *	
20	<b>* * * * * Department of Law * * * * *</b>			
21	* * * * *		* * * * *	
22	<b>Civil Division</b>	<b>100,100</b>	<b>100,100</b>	
23	The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2024, of inter-agency receipts collected in the Department of Law's federally approved cost allocation plan.			
24				
25				
26	Health, Safety & Welfare	100,100		
27	* * * * *		* * * * *	
28	<b>* * * * * Department of Natural Resources * * * * *</b>			
29	* * * * *		* * * * *	
30	<b>Administration &amp; Support Services</b>	<b>5,218,400</b>		<b>5,218,400</b>
31	Mental Health Trust Lands	5,218,400		
32	Administration			
33	* * * * *		* * * * *	

1	Appropriation	General	Other	
2	Allocations	Items	Funds	
<b>* * * * * Department of Public Safety * * * * *</b>				
* * * * *				
5	<b>Alaska State Troopers</b>	<b>100,000</b>	<b>50,000</b>	
6	Alaska State Trooper	100,000		
7	Detachments			
8	<b>Alaska Police Standards Council</b>	<b>80,000</b>	<b>80,000</b>	
9	The amount appropriated by this appropriation includes the unexpended and unobligated			
10	balance on June 30, 2024, of the receipts collected under AS 12.25.195(c), AS 12.55.039, AS			
11	28.05.151, and AS 29.25.074 and receipts collected under AS 18.65.220(7).			
12	Alaska Police Standards	80,000		
13	Council			
14	<b>Victim Services</b>	<b>2,004,600</b>	<b>2,004,600</b>	
15	Council on Domestic	2,004,600		
16	Violence and Sexual Assault			
17	* * * * *		* * * * *	
18	<b>* * * * * Department of Revenue * * * * *</b>			
19	* * * * *		* * * * *	
20	<b>Alaska Mental Health Trust Authority</b>	<b>5,586,400</b>	<b>686,800</b>	<b>4,899,600</b>
21	Mental Health Trust	4,899,600		
22	Operations			
23	Long Term Care Ombudsman	686,800		
24	Office			
25	<b>Alaska Housing Finance Corporation</b>	<b>400,000</b>	<b>200,000</b>	<b>200,000</b>
26	AHFC Operations	400,000		
27	* * * * *		* * * * *	
28	<b>* * * * * University of Alaska * * * * *</b>			
29	* * * * *		* * * * *	
30	<b>University of Alaska</b>	<b>3,118,300</b>	<b>1,005,800</b>	<b>2,112,500</b>
31	Anchorage Campus	3,068,300		
32	Fairbanks Campus	50,000		
33	* * * * * * * * *			

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>	
	<b>Allocations</b>	<b>Items</b>	<b>Funds</b>	
3	<b>* * * * * Judiciary * * * * *</b>			
4	* * * * *			
5	<b>Alaska Court System</b>	<b>532,800</b>	<b>532,800</b>	
6	Trial Courts	532,800		
7	<b>Therapeutic Courts</b>	<b>4,465,400</b>	<b>4,287,100</b>	<b>178,300</b>
8	Therapeutic Courts	4,465,400		
9	(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.

	Funding Source	Amount
<b>Department of Administration</b>		
5	1037 General Fund / Mental Health	3,444,500
6	1092 Mental Health Trust Authority Authorized Receipts	371,600
7	*** Total Agency Funding ***	3,816,100
<b>Department of Corrections</b>		
9	1037 General Fund / Mental Health	8,846,900
10	1092 Mental Health Trust Authority Authorized Receipts	772,700
11	1246 Recidivism Reduction Fund	8,624,000
12	*** Total Agency Funding ***	18,243,600
<b>Department of Education and Early Development</b>		
14	1037 General Fund / Mental Health	427,800
15	1092 Mental Health Trust Authority Authorized Receipts	134,700
16	*** Total Agency Funding ***	562,500
<b>Department of Family and Community Services</b>		
18	1037 General Fund / Mental Health	32,111,100
19	1092 Mental Health Trust Authority Authorized Receipts	978,600
20	*** Total Agency Funding ***	33,089,700
<b>Department of Health</b>		
22	1037 General Fund / Mental Health	121,444,300
23	1092 Mental Health Trust Authority Authorized Receipts	3,519,100
24	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,382,000
25	1246 Recidivism Reduction Fund	6,008,900
26	1254 Marijuana Education and Treatment Fund	8,321,000
27	*** Total Agency Funding ***	159,675,300
<b>Department of Labor and Workforce Development</b>		
29	1092 Mental Health Trust Authority Authorized Receipts	25,300
30	*** Total Agency Funding ***	25,300
31	<b>Department of Law</b>	

1	1037	General Fund / Mental Health	100,100	
2	*** Total Agency Funding ***		100,100	
3	<b>Department of Natural Resources</b>			
4	1092	Mental Health Trust Authority Authorized Receipts	5,218,400	
5	*** Total Agency Funding ***		5,218,400	
6	<b>Department of Public Safety</b>			
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	<b>Department of Revenue</b>			
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	<b>University of Alaska</b>			
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	<b>Judiciary</b>			
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	<b>* * * * * Total Budget * * * * *</b>			<b>237,018,500</b>
26	(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.

## 4 Unrestricted General

5 1037 General Fund / Mental Health 172,619,200  
6 \*\*\* Total Unrestricted General \*\*\* 172,619,200

## 7 Designated General

8	1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,900,000
9	1246	Recidivism Reduction Fund	16,637,500
10	1254	Marijuana Education and Treatment Fund	8,321,000
11	*** Total Designated General ***		45,858,500

## 12 Other Non-Duplicated

13	1092	Mental Health Trust Authority Authorized Receipts	13,641,200
14	1094	Mental Health Trust Administration	4,899,600
15		*** Total Other Non-Duplicated ***	18,540,800

16 (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
7	*****	*****	
8	<b>***** Health *****</b>		
9	*****	*****	
10	MH Trust: Essential Program Equipment	500,000	250,000
11	(HD 1-40)		250,000
12	MH Trust: Home Modification and	1,150,000	1,150,000
13	Upgrades to Retain Housing (HD 1-40)		
14	*****	*****	
15	<b>***** Department of Revenue *****</b>		
16	*****	*****	
17	<b>Alaska Housing Finance Corporation</b>		
18	MH Trust: AHFC Beneficiary and Special	3,700,000	3,500,000
19	Needs Housing (HD 1-40)		200,000
20	MH Trust: AHFC Homeless Assistance	10,150,000	9,200,000
21	Program (HD 1-40)		950,000
22	MH Trust: AHFC Rural Housing	135,000	
23	Coordinator - New Region (HD 1-40)		135,000
24	MH Trust: AHFC Rural Housing	135,000	
25	Coordinator - Northwest Arctic Borough		135,000
26	(HD 1-40)		
27	*****	*****	
28	<b>***** Department of Transportation and Public Facilities *****</b>		
29	*****	*****	
30	MH Trust: Coordinated Transportation	1,250,000	1,000,000
31	and Vehicles (HD 1-40)		250,000



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

	Funding Source	Amount
4	<b>Health</b>	
5	1037 General Fund / Mental Health	1,400,000
6	1092 Mental Health Trust Authority Authorized Receipts	250,000
7	*** Total Agency Funding ***	1,650,000
8	<b>Department of Revenue</b>	
9	1037 General Fund / Mental Health	4,600,000
10	1092 Mental Health Trust Authority Authorized Receipts	1,420,000
11	1139 Alaska Housing Finance Corporation Dividend	8,100,000
12	*** Total Agency Funding ***	14,120,000
13	<b>Department of Transportation and Public Facilities</b>	
14	1037 General Fund / Mental Health	1,000,000
15	1092 Mental Health Trust Authority Authorized Receipts	250,000
16	*** Total Agency Funding ***	1,250,000
17	<b>* * * * * Total Budget * * * * *</b>	<b>17,020,000</b>
18	(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.

## 4 Unrestricted General

5	1037	General Fund / Mental Health	7,000,000
6	1139	Alaska Housing Finance Corporation Dividend	8,100,000
7	***	Total Unrestricted General ***	15,100,000

## 8 Other Non-Duplicated

11 (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:

(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 Act applicable to the collective bargaining unit's agreement are adjusted proportionately by

1 the amount for that collective bargaining agreement, and the corresponding funding source  
2 amounts are adjusted accordingly.

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

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

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

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

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

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