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4/18/25

SENATE CS FOR CS FOR HOUSE BILL NO. 55(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
THIRTY-FOURTH LEGISLATURE - FIRST SESSION

BY THE SENATE 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 the fiscal year 2026 budget summary for the operating budget by funding source to the agencies named for the purposes expressed for the fiscal year beginning July 1, 2025 and ending June 30, 2026, unless otherwise indicated.

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
	*****	*****		
	***** Department of Administration *****			
	*****	*****		
Legal and Advocacy Services		4,001,400	3,643,300	358,100
Office of Public Advocacy	2,700,300			
Public Defender Agency	1,301,100			
	*****	*****		
	***** Department of Corrections *****			
	*****	*****		
Community Residential Centers		6,970,500	6,970,500	
Community Residential	6,970,500			
Centers				
Health and Rehabilitation Services		10,224,600	9,182,900	1,041,700
Behavioral Health Care	8,580,700			
Substance Abuse Treatment	1,643,900			
Program				
	*****	*****		
	***** Department of Education and Early Development *****			
	*****	*****		
Education Support and Admin Services		507,800	377,800	130,000
Student and School	507,800			
Achievement				
	*****	*****		
	***** Department of Family and Community Services *****			
	*****	*****		

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Alaska Psychiatric Institute		21,018,000	
4	Alaska Psychiatric	19,911,300		
5	Institute			
6	Facility Rent, Operations,	1,106,700		
7	and Maintenance			
8	Children's Services		2,226,900	
9	Children's Services	69,500		
10	Management			
11	Front Line Social Workers	148,500		
12	Family Preservation	726,000		
13	Foster Care Augmented Rate	500,000		
14	Foster Care Special Need	782,900		
15	Juvenile Justice		1,533,300	100,000
16	McLaughlin Youth Center	903,000		
17	Fairbanks Youth Facility	128,400		
18	Bethel Youth Facility	197,000		
19	Probation Services	304,900		
20	Juvenile Justice Health	100,000		
21	Care			
22	Departmental Support Services		7,312,300	496,400
23	Coordinated Health and	7,721,700		
24	Complex Care			
25	Commissioner's Office	87,000		
26		* * * * *	* * * * *	
27		* * * * *	* * * * *	
28		* * * * *	* * * * *	
29	Behavioral Health		52,103,500	840,700
30	Behavioral Health Treatment	32,904,100		
31	and Recovery Grants			
32	Alcohol Safety Action	1,266,800		
33	Program (ASAP)			

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Behavioral Health	8,735,400		
4	Administration			
5	Behavioral Health	5,987,300		
6	Prevention and Early			
7	Intervention Grants			
8	Alaska Mental Health Board	988,900		
9	and Advisory Board on			
10	Alcohol and Drug Abuse			
11	Suicide Prevention Council	610,000		
12	Residential Child Care	2,088,700		
13	Behavioral Health Facility	363,000		
14	Operations and Maintenance			
15	Health Care Services	275,500	275,500	
16	Health Facilities Licensing	126,900		
17	and Certification			
18	Residential Licensing	148,600		
19	Public Health	4,836,600	4,448,500	388,100
20	Women, Children and Family	2,037,400		
21	Health			
22	Emergency Programs	1,400		
23	Chronic Disease Prevention	2,455,800		
24	and Health Promotion			
25	Bureau of Vital Statistics	70,000		
26	Public Health Facility	272,000		
27	Operations and Maintenance			
28	Senior and Disabilities Services	12,422,100	10,675,200	1,746,900
29	Senior and Disabilities	1,180,600		
30	Community Based Grants			
31	Early Intervention/Infant	8,184,500		
32	Learning Programs			
33	Senior and Disabilities	1,848,100		

		Appropriation	General	Other
		Allocations	Funds	Funds
1	Services Administration			
4	General Relief/Temporary	740,300		
5	Assisted Living			
6	Commission on Aging	201,400		
7	Governor's Council on	241,800		
8	Disabilities and Special			
9	Education			
10	Senior and Disabilities	25,400		
11	Services Facility			
12	Operations and Maintenance			
13	Medicaid Services	82,155,800	82,155,800	
14	Medicaid Services	82,155,800		
15	*****	*****		
16	***** Department of Labor and Workforce Development *****			
17	*****	*****		
18	Commissioner and Administrative	25,500		25,500
19	Services			
20	Labor Market Information	25,500		
21	*****	*****		
22	***** Department of Law *****			
23	*****	*****		
24	Civil Division	100,100	100,100	
25	The amount appropriated by this appropriation includes the unexpended and unobligated			
26	balance on June 30, 2025, of inter-agency receipts collected in the Department of Law's			
27	federally approved cost allocation plan.			
28	Health, Safety & Welfare	100,100		
29	*****	*****		
30	***** Department of Natural Resources *****			
31	*****	*****		
32	Administration & Support Services	5,721,600		5,721,600
33	Mental Health Trust Lands	5,721,600		

		Appropriation	General	Other
		Allocations	Funds	Funds
1	Administration			
2				
3				
4		* * * * *	* * * * *	
5		* * * * *	Department of Public Safety	* * * * *
6		* * * * *	* * * * *	
7	Alaska State Troopers		50,000	50,000
8	Alaska State Trooper	50,000		
9	Detachments			
10	Alaska Police Standards Council		80,000	80,000
11	The amount appropriated by this appropriation includes the unexpended and unobligated			
12	balance on June 30, 2025, of the receipts collected under AS 12.25.195(c), AS 12.55.039, AS			
13	28.05.151, and AS 29.25.074 and receipts collected under AS 18.65.220(7).			
14	Alaska Police Standards	80,000		
15	Council			
16	Integrated Victim Assistance		1,617,500	1,617,500
17	Council on Domestic	1,617,500		
18	Violence and Sexual Assault			
19		* * * * *	* * * * *	
20		* * * * *	Department of Revenue	* * * * *
21		* * * * *	* * * * *	
22	Alaska Mental Health Trust Authority		6,087,600	5,473,300
23	Mental Health Trust	5,473,300		
24	Operations			
25	Long Term Care Ombudsman	614,300		
26	Office			
27	Alaska Housing Finance Corporation		200,000	200,000
28	AHFC Operations	200,000		
29	Alaska Permanent Fund Corporation		269,900	269,900
30	Personal Services			
31	Of the amount appropriated in this appropriation, up to \$500,000 of budget authority may be			
32	transferred between the following fund codes: Permanent Fund Corporation Gross Receipts			
33	1105, Power Cost Equalization Endowment Fund 1169, and Mental Health Trust			

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Administration 1094.			
4	Alaska Permanent Fund	226,100		
5	Corporation Staff			
6	Incentive Compensation	37,200		
7	Travel	6,600		
8	Alaska Permanent Fund Corporation	900		900
9	Board of Trustees			
10	Of the amount appropriated in this appropriation, up to \$2,000 of budget authority may be			
11	transferred between the following fund codes: Permanent Fund Corporation Gross Receipts			
12	1105, Power Cost Equalization Endowment Fund 1169, and Mental Health Trust			
13	Administration 1094.			
14	Alaska Permanent Fund	900		
15	Corporation Board of			
16	Trustees			
17	Alaska Permanent Fund Corporation	8,900		8,900
18	Human Resources and Communications			
19	Services			
20	Of the amount appropriated in this appropriation, up to \$20,000 of budget authority may be			
21	transferred between the following fund codes: Permanent Fund Corporation Gross Receipts			
22	1105, Power Cost Equalization Endowment Fund 1169, and Mental Health Trust			
23	Administration 1094.			
24	Human Resources	5,500		
25	Communications Services	3,400		
26	Alaska Permanent Fund Corporation	124,100		124,100
27	Information Technology and Software			
28	Licensing			
29	Of the amount appropriated in this appropriation, up to \$250,000 of budget authority may be			
30	transferred between the following fund codes: Permanent Fund Corporation Gross Receipts			
31	1105, Power Cost Equalization Endowment Fund 1169, and Mental Health Trust			
32	Administration 1094.			
33	Alaska Permanent Fund	124,100		

	Appropriation	General	Other
	Allocations	Funds	Funds
Corporation Information			
Technology and Software			
Licensing			
Alaska Permanent Fund Corporation	6,900		6,900
Juneau Facilities Maintenance and			
Operations			
Of the amount appropriated in this appropriation, up to \$15,000 of budget authority may be transferred between the following fund codes: Permanent Fund Corporation Gross Receipts 1105, Power Cost Equalization Endowment Fund 1169, and Mental Health Trust Administration 1094.			
Alaska Permanent Fund	6,900		
Corporation Juneau			
Facilities Maintenance and			
Operations			
Alaska Permanent Fund Corporation	11,540,600		11,540,600
Investment Management Fees			
Of the amount appropriated in this appropriation, up to \$25,000,000 of budget authority may be transferred between the following fund codes: Permanent Fund Corporation Gross Receipts 1105, Power Cost Equalization Endowment Fund 1169, and Mental Health Trust Administration 1094.			
Investment Manager Fees	1,998,200		
Investment Management	102,400		
Oversight			
Investment Management and	9,440,000		
Performance Incentive Fees			
Paid from Investments			
	* * * * *	* * * * *	
	* * * * * University of Alaska * * * * *		
	* * * * *	* * * * *	
University of Alaska	2,675,800	805,800	1,870,000
Anchorage Campus	2,625,800		

1		Appropriation	General	Other
2		Allocations	Funds	Funds
3	Troth Yeddha' Campus	50,000		
4		* * * * *		
5		* * * * * Judiciary * * * * *		
6		* * * * *		
7	Alaska Court System	532,800	532,800	
8	Trial Courts	532,800		
9	Therapeutic Courts	4,392,600	4,234,300	158,300
10	Therapeutic Courts	4,392,600		
11	(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	3,643,300
1092	Mental Health Trust Authority Authorized Receipts	358,100
***	Total Agency Funding ***	4,001,400

Department of Corrections

1037	General Fund / Mental Health	9,182,900
1092	Mental Health Trust Authority Authorized Receipts	1,041,700
1246	Recidivism Reduction Fund	6,970,500
***	Total Agency Funding ***	17,195,100

Department of Education and Early Development

1037	General Fund / Mental Health	377,800
1092	Mental Health Trust Authority Authorized Receipts	130,000
***	Total Agency Funding ***	507,800

Department of Family and Community Services

1037	General Fund / Mental Health	32,090,500
1092	Mental Health Trust Authority Authorized Receipts	596,400
***	Total Agency Funding ***	32,686,900

Department of Health

1037	General Fund / Mental Health	119,164,500
1092	Mental Health Trust Authority Authorized Receipts	2,975,700
1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	19,582,000
1246	Recidivism Reduction Fund	4,412,000
1254	Marijuana Education and Treatment Fund	6,500,000
***	Total Agency Funding ***	152,634,200

Department of Labor and Workforce Development

1092	Mental Health Trust Authority Authorized Receipts	25,500
***	Total Agency Funding ***	25,500

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	5,721,600
5	***	Total Agency Funding ***	5,721,600
6	Department of Public Safety		
7	1092	Mental Health Trust Authority Authorized Receipts	130,000
8	1246	Recidivism Reduction Fund	1,617,500
9	***	Total Agency Funding ***	1,747,500
10	Department of Revenue		
11	1037	General Fund / Mental Health	614,300
12	1092	Mental Health Trust Authority Authorized Receipts	200,000
13	1094	Mental Health Trust Administration	17,424,600
14	***	Total Agency Funding ***	18,238,900
15	University of Alaska		
16	1037	General Fund / Mental Health	805,800
17	1092	Mental Health Trust Authority Authorized Receipts	1,870,000
18	***	Total Agency Funding ***	2,675,800
19	Judiciary		
20	1037	General Fund / Mental Health	4,249,100
21	1092	Mental Health Trust Authority Authorized Receipts	158,300
22	1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
23	***	Total Agency Funding ***	4,925,400
24	* * * * * Total Budget * * * * *		240,460,200

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	170,228,300
*** Total Unrestricted General ***	170,228,300
Designated General	
1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,100,000
1246 Recidivism Reduction Fund	13,000,000
1254 Marijuana Education and Treatment Fund	6,500,000
*** Total Designated General ***	39,600,000
Other Non-Duplicated	
1092 Mental Health Trust Authority Authorized Receipts	13,207,300
1094 Mental Health Trust Administration	17,424,600
*** Total Other Non-Duplicated ***	30,631,900

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

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

	Appropriation	General	Other
	Allocations	Funds	Funds
	* * * * *	* * * * *	
	* * * * * Department of Health * * * * *		
	* * * * *	* * * * *	
MH Trust: Essential Program Equipment	500,000	250,000	250,000
(HD 1-40)			
MH Trust: Home Modification and	575,000	575,000	
Upgrades to Retain Housing (HD 1-40)			
MH Trust: Person Centered	250,000		250,000
Transportation (HD 1-40)			
	* * * * *	* * * * *	
	* * * * * Department of Revenue * * * * *		
	* * * * *	* * * * *	
Alaska Housing Finance Corporation			
MH Trust: AHFC Beneficiary and Special	1,950,000	1,750,000	200,000
Needs Housing (HD 1-40)			
MH Trust: AHFC Homeless Assistance	10,150,000	9,200,000	950,000
Program (HD 1-40)			
MH Trust: AHFC Rural Housing	135,000		135,000
Coordinator - Ketchikan (HD 1-40)			
	* * * * *	* * * * *	
	* * * * * Department of Transportation and Public Facilities * * * * *		
	* * * * *	* * * * *	
MH Trust: Coordinated Transportation	700,000	700,000	
and 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
Department of Health	
1037 General Fund / Mental Health	825,000
1092 Mental Health Trust Authority Authorized Receipts	500,000
*** Total Agency Funding ***	1,325,000
Department of Revenue	
1092 Mental Health Trust Authority Authorized Receipts	1,285,000
1139 Alaska Housing Finance Corporation Dividend	10,950,000
*** Total Agency Funding ***	12,235,000
Department of Transportation and Public Facilities	
1037 General Fund / Mental Health	700,000
*** Total Agency Funding ***	700,000
* * * * * Total Budget * * * * *	14,260,000

(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	1,525,000
1139 Alaska Housing Finance Corporation Dividend	10,950,000
*** Total Unrestricted General ***	12,475,000
Other Non-Duplicated	
1092 Mental Health Trust Authority Authorized Receipts	1,785,000
*** Total Other Non-Duplicated ***	1,785,000

(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 monetary terms for the fiscal year ending
14 June 30, 2026, of the following ongoing collective bargaining agreements:

15 (1) Public Safety Employees Association, representing the regularly
16 commissioned public safety officers unit members within the Department of Transportation
17 and Public Facilities;

18 (2) Public Safety Employees Association, representing the regularly
19 commissioned public safety officers unit members within the Department of Public Safety;

20 (3) Public Employees Local 71, for the labor, trades, and crafts unit;

21 (4) Alaska Public Employees Association, for the supervisory unit;

22 (5) Alaska Correctional Officers Association, representing the correctional
23 officers unit;

24 (6) Teachers' Education Association of Mt. Edgecumbe, representing the
25 teachers of Mt. Edgecumbe High School.

26 (b) The appropriations made to the University of Alaska in sec. 1 of this Act include
27 amounts for salary and benefit adjustments for the fiscal year ending June 30, 2026, for
28 university employees who are not members of a collective bargaining unit and to implement
29 the monetary terms for the fiscal year ending June 30, 2026, of the following collective
30 bargaining agreements:

31 (1) Fairbanks Firefighters Union, IAFF Local 1324;

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

(3) Alaska Graduate Workers Association/UAW;

(4) United Academics - American Association of University Professors,
American Federation of Teachers.

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

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

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

* **Sec. 10.** This Act takes effect July 1, 2025.