

**AMENDMENT**

OFFERED IN THE HOUSE  
TO: CSSB 64(FIN)

BY REPRESENTATIVE GRUENBERG

1 Page 2, line 1, following "Services,":

2 Insert "relating to a report on social impact financing as a means to reduce  
3 recidivism;"

4

5 Page 22, following line 31:

6 Insert a new bill section to read:

7 "\* Sec. 34. The uncodified law of the State of Alaska is amended by adding a new section to  
8 read:

9 SOCIAL IMPACT FINANCING STUDY AND REPORT ON RECIDIVISM  
10 REDUCTION. (a) The Board of Trustees of the Alaska Mental Health Trust Authority, in  
11 cooperation with the commissioner of health and social services and the commissioner of  
12 corrections, shall study whether social impact financing may be used for the purpose of  
13 funding programs that reduce recidivism for persons charged with violations or offenses  
14 under state law, including grant programs under AS 47.38.100(c) and contracts for services.  
15 The board and the commissioners shall prepare a report for the governor and the legislature  
16 with findings and recommendations.

17 (b) The study and report prepared under (a) of this section shall include an evaluation  
18 of whether social impact financing can be used to reduce recidivism rates by identifying and  
19 evaluating

20 (1) grant programs, contracts, and services of the Department of Health and  
21 Social Services and the Department of Corrections that may be suitable for social impact  
22 financing;

23 (2) private sector investors providing social impact financing;

(3) guarantors that provide guarantees for funds invested by private sector investors;

(4) programs operated by nonprofit corporations that could be funded through a social impact financing mechanism;

(5) independent evaluators that could determine whether performance targets for a nonprofit corporation funded by social impact financing are met at the end of an agreed on time frame;

(6) whether federal funding is available for independent evaluators participating in social impact financing; and

(7) the cost savings to the state from reductions in recidivism.

(c) The report shall be submitted to the governor and the legislature not later than February 15, 2015."

Renumber the following bill sections accordingly.

Page 23, line 17:

Delete "30 - 34"

Insert "30 - 35"

Page 23, line 22:

Delete "30 - 34"

Insert "30 - 35"

Page 23, line 23:

Delete "30 - 34"

Insert "30 - 35"

Page 24, line 13:

Delete "Section 36"

Insert "Section 37"

- 1 Page 24, line 14:
- 2 Delete "30 - 34"
- 3 Insert "30 - 35"