

33-GH1349S  
Marx  
4/17/23

**SENATE CS FOR CS FOR HOUSE BILL NO. 41(FIN)**  
**IN THE LEGISLATURE OF THE STATE OF ALASKA**  
**THIRTY-THIRD 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**

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 section 2 of this Act to the agencies named for the purposes expressed for the fiscal year beginning July 1, 2023 and ending June 30, 2024 unless otherwise indicated.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
	***** <b>Department of Administration</b> *****		
	*****	*****	
<b>Legal and Advocacy Services</b>		<b>3,697,900</b>	<b>3,339,700</b>
Office of Public Advocacy	2,470,600		
Public Defender Agency	1,227,300		
	*****	*****	
	***** <b>Department of Corrections</b> *****		
	*****	*****	
<b>Community Residential Centers</b>		<b>1,000,000</b>	<b>1,000,000</b>
Community Residential Centers	1,000,000		
<b>Health and Rehabilitation Services</b>		<b>15,057,400</b>	<b>14,286,400</b>
Physical Health Care	3,512,000		
Behavioral Health Care	7,726,500		
Substance Abuse Treatment Program	1,643,900		
Sex Offender Management Program	2,000,000		
Domestic Violence Program	175,000		
<b>Offender Habilitation</b>		<b>1,416,200</b>	<b>1,416,200</b>
Education Programs	810,200		
Vocational Education Programs	606,000		
<b>Recidivism Reduction Grants</b>		<b>502,500</b>	<b>502,500</b>

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
1			
2			
3	Recidivism Reduction Grants	502,500	
4	*****	*****	
5	***** Department of Education and Early Development *****		
6	*****	*****	
7	<b>Education Support and Admin Services</b>	<b>547,800</b>	<b>427,800</b>
8	Student and School	547,800	
9	Achievement		
10	*****	*****	
11	***** Department of Family and Community Services *****		
12	*****	*****	
13	<b>Inpatient Mental Health</b>	<b>25,999,500</b>	<b>25,999,500</b>
14	Designated Evaluation and	5,869,800	
15	Treatment		
16	Alaska Psychiatric	20,129,700	
17	Institute		
18	<b>Children's Services</b>	<b>2,611,900</b>	<b>2,376,900</b>
19	Children's Services	454,500	
20	Management		
21	Front Line Social Workers	148,500	
22	Family Preservation	726,000	
23	Foster Care Augmented Rate	500,000	
24	Foster Care Special Need	782,900	
25	<b>Juvenile Justice</b>	<b>1,423,600</b>	<b>1,423,600</b>
26	McLaughlin Youth Center	838,000	
27	Fairbanks Youth Facility	121,200	
28	Bethel Youth Facility	188,200	
29	Probation Services	276,200	
30	<b>Departmental Support Services</b>	<b>767,000</b>	<b>229,100</b>
31	Commissioner's Office	767,000	537,900
32	*****	*****	
33	***** Department of Health *****		

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
		* * * * *		
		* * * * *		
4	<b>Behavioral Health</b>		<b>57,151,300</b>	<b>56,257,500</b>
5	Behavioral Health Treatment	36,431,700		
6	and Recovery Grants			
7	Alcohol Safety Action	1,217,000		
8	Program (ASAP)			
9	Behavioral Health	10,314,200		
10	Administration			
11	Behavioral Health	5,537,000		
12	Prevention and Early			
13	Intervention Grants			
14	Alaska Mental Health Board	961,200		
15	and Advisory Board on			
16	Alcohol and Drug Abuse			
17	Suicide Prevention Council	601,500		
18	Residential Child Care	2,088,700		
19	<b>Health Care Services</b>		<b>147,300</b>	<b>147,300</b>
20	Residential Licensing	147,300		
21	<b>Public Health</b>		<b>6,464,700</b>	<b>5,648,300</b>
22	Women, Children and Family	2,154,600		
23	Health			
24	Emergency Programs	751,400		
25	Chronic Disease Prevention	3,518,700		
26	and Health Promotion			
27	Bureau of Vital Statistics	40,000		
28	<b>Senior and Disabilities Services</b>		<b>12,133,000</b>	<b>10,686,900</b>
29	Senior and Disabilities	1,180,600		
30	Community Based Grants			
31	Early Intervention/Infant	7,884,500		
32	Learning Programs			
33	Senior and Disabilities	1,855,200		

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
		<b>Items</b>	
1			
2			
3	Services Administration		
4	General Relief/Temporary	740,300	
5	Assisted Living		
6	Commission on Aging	203,300	
7	Governor's Council on	269,100	
8	Disabilities and Special		
9	Education		
10	<b>Medicaid Services</b>	<b>82,155,800</b>	<b>82,155,800</b>
11	Medicaid Services	82,155,800	
12	*****	*****	
13	***** <b>Department of Labor and Workforce Development</b> *****		
14	*****	*****	
15	<b>Commissioner and Administrative</b>	<b>25,000</b>	<b>25,000</b>
16	<b>Services</b>		
17	Labor Market Information	25,000	
18	*****	*****	
19	***** <b>Department of Law</b> *****		
20	*****	*****	
21	<b>Civil Division</b>	<b>100,100</b>	<b>100,100</b>
22	The amount appropriated by this appropriation includes the unexpended and unobligated		
23	balance on June 30, 2023, of inter-agency receipts collected in the Department of Law's		
24	federally approved cost allocation plan.		
25	Human Services	100,100	
26	*****	*****	
27	***** <b>Department of Natural Resources</b> *****		
28	*****	*****	
29	<b>Administration &amp; Support Services</b>	<b>5,049,800</b>	<b>5,049,800</b>
30	Mental Health Trust Lands	5,049,800	
31	Administration		
32	*****	*****	
33	***** <b>Department of Public Safety</b> *****		

	Appropriation	General	Other
	Allocations	Funds	Funds
	*****		
	*****		
4	<b>Alaska State Troopers</b>	<b>80,000</b>	<b>80,000</b>
5	Alaska State Trooper	80,000	
6	Detachments		
7	<b>Alaska Police Standards Council</b>	<b>80,000</b>	<b>80,000</b>
8	The amount appropriated by this appropriation includes the unexpended and unobligated		
9	balance on June 30, 2023, of the receipts collected under AS 12.25.195(c), AS 12.55.039, AS		
10	28.05.151, and AS 29.25.074 and receipts collected under AS 18.65.220(7).		
11	Alaska Police Standards	80,000	
12	Council		
13	<b>Council on Domestic Violence and</b>	<b>2,004,600</b>	<b>2,004,600</b>
14	<b>Sexual Assault</b>		
15	Council on Domestic	2,004,600	
16	Violence and Sexual Assault		
17	*****	*****	
18	***** <b>Department of Revenue</b> *****		
19	*****	*****	
20	<b>Administration and Support</b>	<b>13,500</b>	<b>13,500</b>
21	Administrative Services	13,500	
22	The amount allocated for the Administrative Services Division includes the unexpended and		
23	unobligated balance on June 30, 2023, not to exceed \$300,000, of receipts collected by the		
24	department's federally approved indirect cost allocation plan.		
25	<b>Alaska Mental Health Trust Authority</b>	<b>5,191,600</b>	<b>539,400</b> <b>4,652,200</b>
26	Mental Health Trust	4,652,200	
27	Operations		
28	Long Term Care Ombudsman	539,400	
29	Office		
30	<b>Alaska Housing Finance Corporation</b>	<b>100,000</b>	<b>100,000</b>
31	AHFC Operations	100,000	
32	*****	*****	
33	***** <b>University of Alaska</b> *****		

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
	*****		
	*****		
4	<b>University of Alaska</b>	<b>3,048,300</b>	<b>955,800</b>
5	Anchorage Campus	2,998,300	
6	Fairbanks Campus	50,000	
7	*****		
8	***** <b>Judiciary</b> *****		
9	*****		
10	<b>Alaska Court System</b>	<b>532,800</b>	<b>532,800</b>
11	Trial Courts	532,800	
12	<b>Therapeutic Courts</b>	<b>4,147,000</b>	<b>3,842,600</b>
13	Therapeutic Courts	4,147,000	<b>304,400</b>
14	(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.

3	Funding Source	Amount
4	<b>Department of Administration</b>	
5	1037 General Fund / Mental Health	3,339,700
6	1092 Mental Health Trust Authority Authorized Receipts	358,200
7	*** Total Agency Funding ***	3,697,900
8	<b>Department of Corrections</b>	
9	1037 General Fund / Mental Health	8,599,400
10	1092 Mental Health Trust Authority Authorized Receipts	771,000
11	1246 Recidivism Reduction Fund	8,605,700
12	*** Total Agency Funding ***	17,976,100
13	<b>Department of Education and Early Development</b>	
14	1037 General Fund / Mental Health	427,800
15	1092 Mental Health Trust Authority Authorized Receipts	120,000
16	*** Total Agency Funding ***	547,800
17	<b>Department of Family and Community Services</b>	
18	1037 General Fund / Mental Health	30,029,100
19	1092 Mental Health Trust Authority Authorized Receipts	772,900
20	*** Total Agency Funding ***	30,802,000
21	<b>Department of Health</b>	
22	1037 General Fund / Mental Health	120,195,600
23	1092 Mental Health Trust Authority Authorized Receipts	3,156,300
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	8,309,300
27	*** Total Agency Funding ***	158,052,100
28	<b>Department of Labor and Workforce Development</b>	
29	1092 Mental Health Trust Authority Authorized Receipts	25,000
30	*** Total Agency Funding ***	25,000
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	5,049,800
5	***	Total Agency Funding ***	5,049,800
6	<b>Department of Public Safety</b>		
7	1092	Mental Health Trust Authority Authorized Receipts	160,000
8	1246	Recidivism Reduction Fund	2,004,600
9	***	Total Agency Funding ***	2,164,600
10	<b>Department of Revenue</b>		
11	1037	General Fund / Mental Health	539,400
12	1092	Mental Health Trust Authority Authorized Receipts	100,000
13	1094	Mental Health Trust Administration	4,665,700
14	***	Total Agency Funding ***	5,305,100
15	<b>University of Alaska</b>		
16	1037	General Fund / Mental Health	955,800
17	1092	Mental Health Trust Authority Authorized Receipts	2,092,500
18	***	Total Agency Funding ***	3,048,300
19	<b>Judiciary</b>		
20	1037	General Fund / Mental Health	3,857,400
21	1092	Mental Health Trust Authority Authorized Receipts	304,400
22	1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
23	***	Total Agency Funding ***	4,679,800
24	*****	<b>Total Budget</b> *****	<b>231,448,600</b>

25 (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.

3	Funding Source	Amount
4	<b>Unrestricted General</b>	
5	1037 General Fund / Mental Health	168,044,300
6	*** Total Unrestricted General ***	168,044,300
7	<b>Designated General</b>	
8	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,900,000
9	1246 Recidivism Reduction Fund	16,619,200
10	1254 Marijuana Education and Treatment Fund	8,309,300
11	*** Total Designated General ***	45,828,500
12	<b>Other Non-Duplicated</b>	
13	1092 Mental Health Trust Authority Authorized Receipts	12,910,100
14	1094 Mental Health Trust Administration	4,665,700
15	*** Total Other Non-Duplicated ***	17,575,800

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	Funds	Funds
	*****		
	***** <b>Health</b> *****		
	*****		
10	MH: Assistive Technology (HD 1-40)	500,000	500,000
11	MH: Home Modification and Upgrades to	1,150,000	1,150,000
12	Retain Housing (HD 1-40)		
13	MH: Deferred Maintenance and	500,000	250,000
14	Accessibility Improvements (HD 1-40)		250,000
15	*****	*****	
16	***** <b>Department of Revenue</b> *****		
17	*****	*****	
18	<b>Alaska Housing Finance Corporation</b>		
19	MH: AHFC Homeless Assistance Program	8,150,000	7,200,000
20	(HD 1-40)		950,000
21	MH: Rural Housing Coordinator -	135,000	135,000
22	Northwest Arctic Borough (HD 1-40)		
23	MH: Rural Housing Coordinator - New	135,000	135,000
24	Region (HD 1-40)		
25	MH: AHFC Beneficiary and Special Needs	2,950,000	2,750,000
26	Housing (HD 1-40)		200,000
27	*****	*****	
28	***** <b>Department of Transportation and Public Facilities</b> *****		
29	*****	*****	
30	MH: Coordinated Transportation and	1,300,000	1,000,000
31	Vehicles (HD 1-40)		300,000

1		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
2		<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
3		<b>(SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE)</b>		

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	<b>Health</b>	
5	1037 General Fund / Mental Health	1,900,000
6	1092 Mental Health Trust Authority Authorized Receipts	250,000
7	*** Total Agency Funding ***	2,150,000
8	<b>Department of Revenue</b>	
9	1037 General Fund / Mental Health	1,850,000
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 ***	11,370,000
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	300,000
16	*** Total Agency Funding ***	1,300,000
17	<b>* * * * * Total Budget * * * * *</b>	<b>14,820,000</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.

3	Funding Source	Amount
4	<b>Unrestricted General</b>	
5	1037 General Fund / Mental Health	4,750,000
6	1139 Alaska Housing Finance Corporation Dividend	8,100,000
7	*** Total Unrestricted General ***	12,850,000
8	<b>Other Non-Duplicated</b>	
9	1092 Mental Health Trust Authority Authorized Receipts	1,970,000
10	*** Total Other Non-Duplicated ***	1,970,000

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 agreements entered into between the state and  
6 collective bargaining units under AS 23.40.070 - 23.40.260 for the fiscal year ending June 30,  
7 2024.

8 (b) The Department of Administration, division of personnel and labor relations, shall

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

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

14 (A) February 1, 2024, that summarizes all payments made under the  
15 letters of agreements described in (a) of this section during the first half of the fiscal  
16 year ending June 30, 2024; and

17 (B) September 30, 2024, that summarizes all payments made under the  
18 letters of agreements described in (a) of this section during the second half of the fiscal  
19 year ending June 30, 2024.

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

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

27 \* **Sec. 10. SALARY AND BENEFIT ADJUSTMENTS.** (a) The appropriations made in sec.  
28 1 of this Act include amounts for salary and benefit adjustments for public officials, officers,  
29 and employees of the executive branch, Alaska Court System employees, employees of the  
30 legislature, and legislators and to implement the monetary terms for the fiscal year ending  
31 June 30, 2024, of the following ongoing collective bargaining agreements:

1 (1) Alaska Correctional Officers Association, representing the correctional  
2 officers unit;

3 (2) Alaska Public Employees Association, for the supervisory unit;

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

5 (4) Alaska State Employees Association, for the general government unit;

6 (5) Alaska Vocational Technical Center Teachers' Association, National  
7 Education Association, representing the employees of the Alaska Vocational Technical  
8 Center;

9 (6) Marine Engineers' Beneficial Association, representing licensed engineers  
10 employed by the Alaska marine highway system;

11 (7) International Organization of Masters, Mates, and Pilots, representing the  
12 masters, mates, and pilots unit;

13 (8) Confidential Employees Association, representing the confidential unit;

14 (9) Teachers' Education Association of Mt. Edgecumbe, representing the  
15 teachers of Mt. Edgecumbe High School;

16 (10) Inlandboatmen's Union of the Pacific, Alaska Region, representing the  
17 unlicensed marine unit.

18 (b) The appropriations made to the University of Alaska in sec. 1 of this Act include  
19 amounts for salary and benefit adjustments for the fiscal year ending June 30, 2024, for  
20 university employees who are not members of a collective bargaining unit and to implement  
21 the monetary terms for the fiscal year ending June 30, 2024, of the following collective  
22 bargaining agreements:

23 (1) United Academic - Adjuncts - American Association of University  
24 Professors, American Federation of Teachers;

25 (2) United Academics - American Association of University Professors,  
26 American Federation of Teachers;

27 (3) Fairbanks Firefighters Union, IAFF Local 1324;

28 (4) Alaska Higher Education Crafts and Trades Employees, Local 6070.

29 (c) If a collective bargaining agreement listed in (a) of this section is not ratified by  
30 the membership of the respective collective bargaining unit, the appropriations made in this  
31 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. RETROACTIVITY.** Sections 1 - 10 of this Act are retroactive to July 1, 2023.

14 \* **Sec. 12. 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 Department of Administration, division of personnel and labor  
23 relations, providing a copy of the letter of agreement described in (1) of this section to the  
24 legislative finance division in electronic form not later than 30 days after the department  
25 enters into the letter of agreement.

26 \* **Sec. 13.** Section 11 of this Act takes effect immediately under AS 01.10.070(c).

27 \* **Sec. 14.** Except as provided in sec. 13 of this Act, this Act takes effect July 1, 2023.