

SENATE CS FOR CS FOR HOUSE BILL NO. 366(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FOURTH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 4/12/06

Referred: Rules

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 increases in operating expenditures from the general fund or other funds as set out in section 2 of this Act to the agencies named for the fiscal year ending June 30, 2006.

	Appropriation	General	Other
	Allocations	Items	Funds
	Funds	Funds	Funds
	*****	*****	
	***** Department of Administration *****		
	*****	*****	
Legal and Advocacy Services	1,811,400	1,705,300	106,100
Office of Public Advocacy	1,554,700		
Public Defender Agency	256,700		
	*****	*****	
	***** Department of Corrections *****		
	*****	*****	
Administration and Support	611,600	565,600	46,000
Offender Habilitation	611,600		
Programs			
Inmate Health Care	5,856,300	5,621,300	235,000
Inmate Health Care	5,856,300		
	*****	*****	
	***** Department of Education and Early Development *****		
	*****	*****	
Teaching and Learning Support	344,300	119,300	225,000
Student and School	344,300		
Achievement			
	*****	*****	
	***** Department of Health and Social Services *****		
	*****	*****	

No money appropriated in this appropriation may be expended for an abortion that is not a mandatory service required under AS 47.07.030(a). The money appropriated for Health and Social Services may be expended only for mandatory services required under Title XIX of the

	Appropriation	General	Other
	Allocations	Items	Funds Funds

3 Social Security Act and for optional services offered by the state under the state plan for
 4 medical assistance that has been approved by the United States Department of Health and
 5 Human Services. This statement is a statement of the purpose of the appropriation and is
 6 neither merely descriptive language nor a statement of legislative intent.

7 It is the intent of the legislature that the Department continues to aggressively pursue
 8 Medicaid cost containment initiatives. Efforts should continue where the Department
 9 believes additional cost containment is possible including further efforts to contain travel
 10 expenses. The Department must continue efforts imposing regulations controlling and
 11 materially reducing the cost of Personal Care Attendant (PCA) services. Efforts must be
 12 initiated utilizing existing resources to impose regulations screening applicants for Residential
 13 Psychiatric Treatment Center (RPTC) services, especially for out-of-state services. The
 14 department must address the entire matrix of optional Medicaid services, reimbursement rates
 15 and eligibility requirements that are the basis of the Medicaid growth algorithm. This work is
 16 to utilize the results of the Medicaid Assessment and Planning analysis. The legislature
 17 requests that by January 2007 the Department be prepared to present projections of future
 18 Medicaid funding requirements under our existing statute and regulations and be prepared to
 19 present and evaluate the consequences of viable policy alternatives that could be implemented
 20 to lower growth rates and reducing projections of future costs.

21 It is the intent of the legislature that the Department of Health and Social Services actively
 22 participate in the development and growth of Alaska's therapeutic courts.

23 It is the intent of the legislature that the Department of Health and Social Services work
 24 cooperatively with the Legislature's professional contractor to assist in providing information
 25 needed for the contractor to review Medicaid program and complete its scope of work.

	Alaskan Pioneer Homes	12,559,200	12,559,200
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27 It is the intent of the legislature that the Department establishes regulations requiring all
 28 residents of the Pioneer Homes to apply for all appropriate benefit programs prior to a state
 29 subsidy being provided for their care from the State Payment Assistance program.

30 It is the intent of the legislature that all pioneers' homes and veterans' homes applicants shall
 31 complete any forms to determine eligibility for supplemental program funding, such as
 32 Medicaid, Medicare, SSI, and other benefits as part of the application process. If an applicant
 33 is not able to complete the forms him/herself, or if relatives or guardians of the applicant are

1	Appropriation	General	Other
2	Allocations	Items	Funds
3	not able to complete the forms, Department of Health and Social Services staff may complete		
4	the forms for him/her, obtain the individuals' or designee's signature and submit for eligibility		
5	per AS 47.25.120.		
6	It is the intent of the legislature that the Pioneers' Home program administration review the		
7	actual full cost of care for services provided at the Pioneers' Homes and develop a proposal to		
8	increase rates to reflect the system wide average of full cost of care at the three different care		
9	levels. In order to maximize Medicaid recovery, a proposed rate increase should be		
10	considered for implementation July 1, 2007.		
11	Alaska Pioneer Homes	64,300	
12	Management		
13	Pioneer Homes	12,494,900	
14	Behavioral Health	83,230,100	60,119,600
15	Alcohol Safety Action	105,000	
16	Program (ASAP)		
17	Behavioral Health Medicaid	32,156,100	
18	Services		
19	Behavioral Health Grants	15,182,100	
20	It is the intent of the legislature that the department reviews its procedures surrounding the		
21	awarding of recurring grants to assure that applicants are regularly evaluated on their		
22	performance in achieving the missions of the Department related to their specific grant and		
23	that the recipients' performance be measured and incorporated in to the decision whether to		
24	continue awarding grants.		
25	Behavioral Health	2,369,700	
26	Administration		
27	Community Action Prevention	408,100	
28	& Intervention Grants		
29	Rural Services and Suicide	2,115,200	
30	Prevention		
31	Psychiatric Emergency	6,153,400	
32	Services		
33	Services to the Seriously	9,837,900	

		Appropriation	General	Other
		Allocations	Items	Funds
			Funds	Funds
1				
2				
3	Mentally Ill			
4	Designated Evaluation and	1,211,900		
5	Treatment			
6	Services for Severely	6,526,200		
7	Emotionally Disturbed Youth			
8	It is the intent of the legislature that the Department of Health and Social Services provide a			
9	detailed five year plan for the Bring the Kids Home initiative that will include: infrastructure			
10	requirements in Alaska, number of beds needed identified by level of intensity, five year			
11	funding forecast, and the anticipated improvement of life for clients.			
12	Alaska Psychiatric Institute	7,164,500		
13	Children's Services		9,718,700	9,718,700
14	Children's Medicaid Services	2,000,000		
15	Children's Services	64,200		
16	Management			
17	Front Line Social Workers	148,600		
18	Foster Care Augmented Rate	500,000		
19	Foster Care Special Need	747,900		
20	Residential Child Care	1,956,300		
21	Infant Learning Program	4,301,700		
22	Grants			
23	Juvenile Justice		370,200	370,200
24	McLaughlin Youth Center	159,500		
25	Fairbanks Youth Facility	95,000		
26	Bethel Youth Facility	55,700		
27	Probation Services	60,000		
28	Public Health		217,000	217,000
29	Certification and Licensing	118,700		
30	Community Health Grants	98,300		
31	Senior and Disabilities		13,761,700	12,908,900
32	Services			852,800
33	It is the intent of the legislature that the department examine their procedure for maintaining			

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
1			
2			
3	the disabilities waitlist to assure that criteria for listing are consistent, objective and		
4	meaningful, that the list is accurately maintained without unnecessary action by individuals on		
5	the list, that the list identify services already being received by those on the list and that the		
6	list be managed to promote parity in the provision of services through out the social services		
7	system.		
8	It is the intent of the legislature that the department utilize funds referenced as available to		
9	begin the Inventory of Client and Agency Planning (ICAP) process as recommended in the		
10	Ad Hoc Committee on the Developmental Disability Waitlist Recommendations for Change		
11	report. It is further the intent of the legislature that the Department move forward with		
12	implementation of the report recommendations as appropriate and submit a progress report to		
13	the Legislature by January 15, 2007, which includes information regarding the number of		
14	individuals on the waiting list that have had an ICAP completed as well as the Department's		
15	recommended action for those recommendations contained in the Ad Hoc report with which		
16	they may disagree		
17	Senior and Disabilities	2,272,200	
18	Services Administration		
19	Protection and Community	740,300	
20	Services		
21	Senior Community Based	2,774,400	
22	Grants		
23	Community Developmental	7,974,800	
24	Disabilities Grants		
25	Departmental Support Services	1,263,400	1,213,400
26	Administrative Support	394,300	
27	Services		
28	Health Planning and	50,000	
29	Infrastructure		
30	Information Technology	819,100	
31	Services		
32	Boards and Commissions	1,284,900	590,800
33	AK Mental Health & Alcohol	809,200	694,100

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
1			
2			
3	& Drug Abuse Boards		
4	Commission on Aging	120,000	
5	Governor's Council on	230,000	
6	Disabilities and Special		
7	Education		
8	Suicide Prevention Council	125,700	
9	*****	*****	
10	***** Department of Law *****		
11	*****	*****	
12	Civil Division	76,900	76,900
13	Human Services Section	76,900	
14	*****	*****	
15	***** Department of Natural Resources *****		
16	*****	*****	
17	Resource Development	1,443,900	1,443,900
18	Mental Health Trust Lands	1,443,900	
19	Administration		
20	*****	*****	
21	***** Department of Revenue *****		
22	*****	*****	
23	Alaska Mental Health Trust	1,738,100	1,738,100
24	Authority		
25	Mental Health Trust	1,738,100	
26	Operations		
27	*****	*****	
28	***** University of Alaska *****		
29	*****	*****	
30	It is the intent of the legislature that the University of Alaska continues its partnership with		
31	the Department of Education and Early Development in support of the Alaska Statewide		
32	Mentor Project.		
33	University of Alaska	1,025,800	200,800 825,000

1		Appropriation	General	Other
2		Allocations	Items	Funds
3	Budget Reductions/Additions	45,000		
4	- Systemwide			
5	Statewide Services	100,000		
6	Anchorage Campus	488,500		
7	Fairbanks Campus	287,300		
8	Juneau Campus	105,000		
9	*****	*****		
10	***** Alaska Court System *****			
11	*****	*****		
12	Alaska Court System	693,100	227,800	465,300
13	Budget requests from agencies of the Judicial Branch are transmitted as requested.			
14	Trial Courts	693,100		
15	(SECTION 2 OF THIS ACT BEGINS ON PAGE 9)			

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	Department of Administration	
5	1037 General Fund / Mental Health	1,705,300
6	1092 Mental Health Trust Authority Authorized	106,100
7	Receipts	
8	*** Total Agency Funding ***	\$1,811,400
9	Department of Corrections	
10	1037 General Fund / Mental Health	6,186,900
11	1092 Mental Health Trust Authority Authorized	281,000
12	Receipts	
13	*** Total Agency Funding ***	\$6,467,900
14	Department of Education and Early Development	
15	1037 General Fund / Mental Health	119,300
16	1092 Mental Health Trust Authority Authorized	225,000
17	Receipts	
18	*** Total Agency Funding ***	\$344,300
19	Department of Health and Social Services	
20	1037 General Fund / Mental Health	97,697,800
21	1092 Mental Health Trust Authority Authorized	7,515,100
22	Receipts	
23	1180 Alcohol and Other Drug Abuse Treatment &	17,192,300
24	Prevention Fund	
25	*** Total Agency Funding ***	\$122,405,200
26	Department of Law	
27	1037 General Fund / Mental Health	76,900
28	*** Total Agency Funding ***	\$76,900
29	Department of Natural Resources	
30	1092 Mental Health Trust Authority Authorized	1,443,900
31	Receipts	

1	*** Total Agency Funding ***	\$1,443,900
2	Department of Revenue	
3	1094 Mental Health Trust Administration	1,738,100
4	*** Total Agency Funding ***	\$1,738,100
5	University of Alaska	
6	1037 General Fund / Mental Health	200,800
7	1092 Mental Health Trust Authority Authorized	825,000
8	Receipts	
9	*** Total Agency Funding ***	\$1,025,800
10	Alaska Court System	
11	1037 General Fund / Mental Health	227,800
12	1092 Mental Health Trust Authority Authorized	465,300
13	Receipts	
14	*** Total Agency Funding ***	\$693,100
15	* * * * * Total Budget * * * * *	\$136,006,600
16	(SECTION 3 OF THIS ACT BEGINS ON PAGE 11)	

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	General Funds	
5	1037 General Fund / Mental Health	106,214,800
6	***Total General Funds***	\$106,214,800
7	Federal Funds	
8	***Total Federal Funds***	\$0
9	Other Non-Duplicated Funds	
10	1092 Mental Health Trust Authority Authorized	10,861,400
11	Receipts	
12	1094 Mental Health Trust Administration	1,738,100
13	1180 Alcohol and Other Drug Abuse Treatment &	17,192,300
14	Prevention Fund	
15	***Total Other Non-Duplicated Funds***	\$29,791,800
16	Duplicated Funds	
17	***Total Duplicated Funds***	\$0

18 (SECTION 4 OF THIS ACT BEGINS ON PAGE 12)

1 * **Section 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
	*****	*****	
	***** Department of Natural Resources *****		
	*****	*****	

10	Mental Health Trust Land	550,000	550,000
11	Development (HD 1-40)		

12 (SECTION 5 OF THIS ACT BEGINS ON PAGE 13)

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	Department of Natural Resources	
5	1092 Mental Health Trust Authority Authorized Receipts	550,000
6	*** Total Agency Funding ***	\$550,000
7	* * * * * Total Budget * * * * *	\$550,000

8 (SECTION 6 OF THIS ACT BEGINS ON PAGE 14)

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	General Funds	
5	***Total General Funds***	\$0
6	Federal Funds	
7	***Total Federal Funds***	\$0
8	Other Non-Duplicated Funds	
9	1092 Mental Health Trust Authority Authorized	550,000
10	Receipts	
11	***Total Other Non-Duplicated Funds***	\$550,000
12	Duplicated Funds	
13	***Total Duplicated Funds***	\$0

14 (SECTION 7 OF THIS ACT BEGINS ON PAGE 15)

1 * **Sec. 7.** In accordance with AS 37.14.003 and 37.14.005, the appropriations made by this
2 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 by 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 appropriated in this Act, the
9 affected appropriation is reduced by the amount of the shortfall in receipts.

10 * **Sec. 9.** This Act takes effect July 1, 2006.