

AMENDMENT #7

OFFERED IN THE HOUSE  
TO: CSHB 65(FIN)

- 1 Page 17, line 15:
- 2 Delete "47,181,400"
- 3 Insert "55,550,200"
- 4 Delete "4,681,200"
- 5 Insert "13,050,000"
- 6
- 7 Page 18, line 11:
- 8 Delete all material.

offered by:  
Rep. Tarr  
Rep. Gara  
Rep. Kestula  
Rep. Gara  
Tuck

Kanzen  
Rep. Josephson  
Dunn  
Guttenberg  
J. Kreiss-Tankins

## Rose Foley

**From:** Laughlin, Wilda J (HSS) [<mailto:wilda.laughlin@alaska.gov>]  
**Sent:** Tuesday, March 12, 2013 1:26 PM  
**To:** Rose Foley; Rep. Les Gara  
**Cc:** Streur, William J (HSS)  
**Subject:** FW: DBH budget cut - info needed for today's House Finance meeting

Please see our response below.

*Should the \$8,368.8 cut become part of the approved budget for FY2014, a probable approach by the Division would be to cut the funding in the grant-related components proportionate to the total undesignated general fund and designated general funds in the OMB approved FY2013 Management Plan. The resulting straight line application of the reduction are reported below:*

<b>Grant Program</b>	<b>Total GF/UGF funding</b>	<b>%</b>	<b>Proportionate Share of \$8,368.8 Cut</b>	<b>Broadly Defined Category of Service</b>
<i>AK Fetal Alcohol Syndrome Program</i>	<i>1,673.9</i>	<i>2%</i>	<i>162.7</i>	<i>Fetal Alcohol Spectrum Disorder</i>
<i>Alcohol Safety Action Program (grant line only)</i>	<i>1,593.9</i>	<i>2%</i>	<i>155.0</i>	<i>Substance Abuse Prevention</i>
<i>Behavioral Health Grants</i>	<i>35,195.8</i>	<i>41%</i>	<i>3,421.7</i>	<i>Substance Abuse Treatment</i>
<i>Community Action Prevention &amp; Intervention Grants</i>	<i>2,069.1</i>	<i>2%</i>	<i>201.2</i>	<i>Substance Abuse Prevention</i>
<i>Rural Services/Suicide Prevention</i>	<i>3,068.2</i>	<i>4%</i>	<i>298.3</i>	<i>Suicide Prevention</i>
<i>Psychiatric Emergency Services</i>	<i>8,809.0</i>	<i>10%</i>	<i>856.4</i>	<i>Behavioral Health Treatment</i>
<i>Services to Seriously Mentally Ill</i>	<i>15,334.8</i>	<i>18%</i>	<i>1,490.9</i>	<i>Behavioral Health Treatment</i>
<i>Designated Evaluation &amp; Treatment</i>	<i>3,156.4</i>	<i>4%</i>	<i>306.9</i>	<i>Behavioral Health Treatment</i>
<i>Seriously Emotionally Disturbed Youth</i>	<i>15,179.9</i>	<i>18%</i>	<i>1,475.8</i>	<i>Behavioral Health Treatment</i>
	<i>86,081.0</i>	<i>100%</i>	<i>8,368.8</i>	

*The proposed cut represents approximately 20% of budgeted grant funds appropriated for mental health and substance abuse services and would need to be applied immediately in the new fiscal year to minimize their impact. At this point, the specific impacts on the various subject areas is unknown, as that will depend on the strategy employed to apply the cuts. Early thought is that should this go forward, we would immediately identify all grants expiring as the first area to consider for applying the cuts. We would then consider any potential grantee lapsing funds in grants from the previous year and reduce the grantee accordingly for 2014. The third strategy will be to apply cuts based on areas least affected by the first two strategies.*

## Nugen's Ranch

- Opened in 1981 with funding for 48 beds
- Funding (and beds) have slowly decreased over time
- 2003 – detox funding was eliminated, along with the 4 detox beds
- Old facility had funding for 25 of the 30 remaining beds
- New facility built with 26 beds – moved into new facility summer 2011
- 20 total beds funded for the last 3 years (2009-2012)
- Operates almost exclusively on State funding via Behavioral Health Grant
- State funding has been flat at \$878,000 for last 3 years
- 2 beds open today, though there is often a 1-6 month wait