

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: 5/13/23

Referred: Today's Calendar

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	Funds
	* * * * *	* * * * *		
	* * * * * Department of Administration * * * * *			
	* * * * *	* * * * *		
Legal and Advocacy Services		3,697,900	3,339,700	358,200
Office of Public Advocacy	2,470,600			
Public Defender Agency	1,227,300			
	* * * * *	* * * * *		
	* * * * * Department of Corrections * * * * *			
	* * * * *	* * * * *		
Community Residential Centers		1,000,000	1,000,000	
Community Residential Centers	1,000,000			
Health and Rehabilitation Services		15,057,400	14,286,400	771,000
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			
Offender Habilitation		1,416,200	1,416,200	
Education Programs	810,200			
Vocational Education Programs	606,000			
Recidivism Reduction Grants		502,500	502,500	

1		Appropriation	General	Other
2		Allocations	Funds	Funds
3	Recidivism Reduction Grants	502,500		
4	*****	*****		
5	***** Department of Education and Early Development *****			
6	*****	*****		
7	Education Support and Admin Services	547,800	427,800	120,000
8	Student and School	547,800		
9	Achievement			
10	*****	*****		
11	***** Department of Family and Community Services *****			
12	*****	*****		
13	Inpatient Mental Health	25,999,500	25,999,500	
14	Designated Evaluation and	5,869,800		
15	Treatment			
16	Alaska Psychiatric	20,129,700		
17	Institute			
18	Children's Services	2,611,900	2,376,900	235,000
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	Juvenile Justice	1,423,600	1,423,600	
26	McLaughlin Youth Center	838,000		
27	Fairbanks Youth Facility	121,200		
28	Bethel Youth Facility	188,200		
29	Probation Services	276,200		
30	Departmental Support Services	767,000	229,100	537,900
31	Commissioner's Office	767,000		
32	*****	*****		
33	***** Department of Health *****			

			Appropriation	General	Other
		Allocations	Items	Funds	Funds
		* * * * *	* * * * *		
4	Behavioral Health		57,151,300	56,257,500	893,800
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	Health Care Services		147,300	147,300	
20	Residential Licensing	147,300			
21	Public Health		6,464,700	5,648,300	816,400
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	Senior and Disabilities Services		12,133,000	10,686,900	1,446,100
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			

		Appropriation	General	Other
		Allocations	Items	Funds
	Services Administration			
	General Relief/Temporary	740,300		
	Assisted Living			
	Commission on Aging	203,300		
	Governor's Council on	269,100		
	Disabilities and Special			
	Education			
	Medicaid Services	82,155,800	82,155,800	
	Medicaid Services	82,155,800		
	*****		*****	
	***** Department of Labor and Workforce Development *****			
	*****		*****	
	Commissioner and Administrative	25,000		25,000
	Services			
	Labor Market Information	25,000		
	*****		*****	
	***** Department of Law *****			
	*****		*****	
	Civil Division	100,100	100,100	
	The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2023, of inter-agency receipts collected in the Department of Law's federally approved cost allocation plan.			
	Human Services	100,100		
	*****		*****	
	***** Department of Natural Resources *****			
	*****		*****	
	Administration & Support Services	5,049,800		5,049,800
	Mental Health Trust Lands	5,049,800		
	Administration			
	*****		*****	
	***** Department of Public Safety *****			

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
	* * * * *	* * * * *		
4	Alaska State Troopers	80,000		80,000
5	Alaska State Trooper	80,000		
6	Detachments			
7	Alaska Police Standards Council	80,000		80,000
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	Council on Domestic Violence and	2,004,600	2,004,600	
14	Sexual Assault			
15	Council on Domestic	2,004,600		
16	Violence and Sexual Assault			
17	* * * * *	* * * * *		
18	* * * * * Department of Revenue * * * * *			
19	* * * * *	* * * * *		
20	Administration and Support	13,500		13,500
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	Alaska Mental Health Trust Authority	5,191,600	539,400	4,652,200
26	Mental Health Trust	4,652,200		
27	Operations			
28	Long Term Care Ombudsman	539,400		
29	Office			
30	Alaska Housing Finance Corporation	100,000		100,000
31	AHFC Operations	100,000		
32	* * * * *	* * * * *		
33	* * * * * University of Alaska * * * * *			

1		Appropriation	General	Other
2		Allocations	Funds	Funds
3		* * * * *		
4	University of Alaska	3,048,300	955,800	2,092,500
5	Anchorage Campus	2,998,300		
6	Fairbanks Campus	50,000		
7		* * * * *		
8		* * * * * Judiciary * * * * *		
9		* * * * *		
10	Alaska Court System	532,800	532,800	
11	Trial Courts	532,800		
12	Therapeutic Courts	4,147,000	3,842,600	304,400
13	Therapeutic Courts	4,147,000		
14	(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	3,339,700
1092	Mental Health Trust Authority Authorized Receipts	358,200
***	Total Agency Funding ***	3,697,900

Department of Corrections

1037	General Fund / Mental Health	8,599,400
1092	Mental Health Trust Authority Authorized Receipts	771,000
1246	Recidivism Reduction Fund	8,605,700
***	Total Agency Funding ***	17,976,100

Department of Education and Early Development

1037	General Fund / Mental Health	427,800
1092	Mental Health Trust Authority Authorized Receipts	120,000
***	Total Agency Funding ***	547,800

Department of Family and Community Services

1037	General Fund / Mental Health	30,029,100
1092	Mental Health Trust Authority Authorized Receipts	772,900
***	Total Agency Funding ***	30,802,000

Department of Health

1037	General Fund / Mental Health	120,195,600
1092	Mental Health Trust Authority Authorized Receipts	3,156,300
1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,382,000
1246	Recidivism Reduction Fund	6,008,900
1254	Marijuana Education and Treatment Fund	8,309,300
***	Total Agency Funding ***	158,052,100

Department of Labor and Workforce Development

1092	Mental Health Trust Authority Authorized Receipts	25,000
***	Total Agency Funding ***	25,000

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	5,049,800
5	***	Total Agency Funding ***	5,049,800
6	Department of Public Safety		
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	Department of Revenue		
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	University of Alaska		
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	Judiciary		
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	* * * * * Total Budget * * * * *		231,448,600
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
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Unrestricted General

1037 General Fund / Mental Health	168,044,300
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*** Total Unrestricted General ***	168,044,300
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Designated General

1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,900,000
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1246 Recidivism Reduction Fund	16,619,200
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1254 Marijuana Education and Treatment Fund	8,309,300
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*** Total Designated General ***	45,828,500
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Other Non-Duplicated

1092 Mental Health Trust Authority Authorized Receipts	12,910,100
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1094 Mental Health Trust Administration	4,665,700
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*** Total Other Non-Duplicated ***	17,575,800
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(SECTION 4 OF THIS ACT BEGINS ON THE NEXT PAGE)

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

	Appropriation	General	Other
	Allocations Items	Funds	Funds
	* * * * *		* * * * *
	* * * * * Health * * * * *		
	* * * * *		* * * * *
MH: Assistive Technology (HD 1-40)	500,000	500,000	
MH: Home Modification and Upgrades to Retain Housing (HD 1-40)	1,150,000	1,150,000	
MH: Deferred Maintenance and Accessibility Improvements (HD 1-40)	500,000	250,000	250,000
	* * * * *		* * * * *
	* * * * * Department of Revenue * * * * *		
	* * * * *		* * * * *
Alaska Housing Finance Corporation			
MH: AHFC Homeless Assistance Program (HD 1-40)	8,150,000	7,200,000	950,000
MH: Rural Housing Coordinator - Northwest Arctic Borough (HD 1-40)	135,000		135,000
MH: Rural Housing Coordinator - New Region (HD 1-40)	135,000		135,000
MH: AHFC Beneficiary and Special Needs Housing (HD 1-40)	2,950,000	2,750,000	200,000
	* * * * *		* * * * *
	* * * * * Department of Transportation and Public Facilities * * * * *		
	* * * * *		* * * * *
MH: Coordinated Transportation and Vehicles (HD 1-40)	1,300,000	1,000,000	300,000

1		Appropriation	General	Other
2		Allocations	Items	Funds
3		(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
Health	
1037 General Fund / Mental Health	1,900,000
1092 Mental Health Trust Authority Authorized Receipts	250,000
*** Total Agency Funding ***	2,150,000
Department of Revenue	
1037 General Fund / Mental Health	1,850,000
1092 Mental Health Trust Authority Authorized Receipts	1,420,000
1139 Alaska Housing Finance Corporation Dividend	8,100,000
*** Total Agency Funding ***	11,370,000
Department of Transportation and Public Facilities	
1037 General Fund / Mental Health	1,000,000
1092 Mental Health Trust Authority Authorized Receipts	300,000
*** Total Agency Funding ***	1,300,000
* * * * * Total Budget * * * * *	14,820,000

(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
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Unrestricted General

1037 General Fund / Mental Health	4,750,000
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1139 Alaska Housing Finance Corporation Dividend	8,100,000
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*** Total Unrestricted General ***	12,850,000
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Other Non-Duplicated

1092 Mental Health Trust Authority Authorized Receipts	1,970,000
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*** Total Other Non-Duplicated ***	1,970,000
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(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) Alaska Correctional Officers Association, representing the correctional officers unit;

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

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

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

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

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

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

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

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

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

(11) Public Safety Employees Association, representing the regularly commissioned public safety officers unit.

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

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

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

(3) Fairbanks Firefighters Union, IAFF Local 1324;

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

(c) If a collective bargaining agreement listed in (a) of this section is not ratified by

1 the membership of the respective collective bargaining unit, the appropriations made in this
 2 Act applicable to the collective bargaining unit's agreement are adjusted proportionately by
 3 the amount for that collective bargaining agreement, and the corresponding funding source
 4 amounts are adjusted accordingly.

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

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

15 * **Sec. 11. RETROACTIVITY.** Sections 1 - 10 of this Act are retroactive to July 1, 2023.

16 * **Sec. 12. CONTINGENCY.** The appropriations made in sec. 1 of this Act for the payment
 17 of a bonus to an employee in the executive branch of the state government who is a member
 18 of a collective bargaining unit established under the authority of AS 23.40.070 - 23.40.260
 19 (Public Employment Relations Act) but for which the state and applicable bargaining unit of
 20 the employee have not yet entered into a letter of agreement under AS 23.40.070 - 23.40.260
 21 are contingent on the following:

22 (1) the state and the applicable bargaining unit of the employee entering into a
 23 letter of agreement under AS 23.40.070 - 23.40.260 for the bonus; and

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

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

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