

**HB 267**

**MENTAL**

**HEALTH**

**BUDGET**

<TARGET><BILL>HB 267</BILL><SUBJECT>HB 267 MENTAL HEALTH  
BUDGET</SUBJECT><COMM>HFIN28</COMM></TARGET>



*Adopted  
3/3/14*

28-GH2673C  
Wallace  
2/28/14

**CS FOR HOUSE BILL NO. 267(FIN)**  
**IN THE LEGISLATURE OF THE STATE OF ALASKA**  
**TWENTY-EIGHTH LEGISLATURE - SECOND SESSION**

**BY THE HOUSE 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)

1 \* **Section 1.** The following appropriation items are for operating expenditures from the  
 2 general fund or other funds as set out in section 2 of this Act to the agencies named for the  
 3 purposes expressed for the fiscal year beginning July 1, 2014 and ending June 30, 2015,  
 4 unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated  
 5 reduction set out in this section may be allocated among the appropriations made in this  
 6 section to that department, agency, or branch.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
***** <b>Department of Administration</b> *****			
	*****	*****	
<b>Legal and Advocacy Services</b>	<b>2,224,600</b>	<b>2,070,800</b>	<b>153,800</b>
Office of Public Advocacy	1,908,300		
Public Defender Agency	316,300		
	*****	*****	
***** <b>Department of Corrections</b> *****			
	*****	*****	
<b>Inmate Health Care</b>	<b>6,500,400</b>	<b>6,024,600</b>	<b>475,800</b>
Behavioral Health Care	6,500,400		
<b>Offender Habilitation</b>	<b>1,611,500</b>	<b>1,611,500</b>	
Substance Abuse Treatment	1,611,500		
Program			
	*****	*****	
***** <b>Department of Education and Early Development</b> *****			
	*****	*****	
<b>Teaching and Learning Support</b>	<b>477,800</b>	<b>377,800</b>	<b>100,000</b>
Student and School	477,800		
Achievement			
	*****	*****	
***** <b>Department of Health and Social Services</b> *****			
	*****	*****	

1	Appropriation	General	Other
2	Allocations	Items	Funds
3	At the discretion of the Commissioner of the Department of Health and Social Services, up to		
4	\$50,000,000 may be transferred between appropriations in the Department of Health and		
5	Social Services.		
6	<b>Alaska Pioneer Homes</b>	<b>15,794,700</b>	<b>15,794,700</b>
7	It is the intent of the legislature that the department submit a report to the legislature by		
8	January 22, 2015, outlining statutory and regulatory changes that need to occur to ensure		
9	that the Alaska Pioneer Homes maximize Medicaid funding.		
10	Alaska Pioneer Homes	64,200	
11	Management		
12	Pioneer Homes	15,730,500	
13	The amount allocated for Pioneer Homes includes the unexpended and unobligated		
14	balance on June 30, 2014, of the Department of Health and Social Services, Pioneer		
15	Homes care and support receipts under AS 47.55.030.		
16	<b>Behavioral Health</b>	<b>84,252,500</b>	<b>82,438,100</b>
17	AK Fetal Alcohol Syndrome	359,500	
18	Program		
19	Alcohol Safety Action	1,005,800	
20	Program (ASAP)		
21	Behavioral Health Grants	22,310,900	
22	Behavioral Health	5,756,500	
23	Administration		
24	Community Action Prevention	1,538,200	
25	& Intervention Grants		
26	Rural Services and Suicide	2,323,700	
27	Prevention		
28	Psychiatric Emergency	5,655,100	
29	Services		
30	Services to the Seriously	16,443,600	
31	Mentally Ill		
32	Designated Evaluation and	3,390,700	
33	Treatment		

		Appropriation	General	Other
		Allocations	Items	Funds
			Funds	Funds
1				
2				
3	Services for Severely	13,942,600		
4	Emotionally Disturbed Youth			
5	Alaska Psychiatric	6,685,300		
6	Institute			
7	Alaska Mental Health Board	1,000,000		
8	and Advisory Board on			
9	Alcohol and Drug Abuse			
10	Suicide Prevention Council	602,500		
11	Residential Child Care	3,238,100		
12	<b>Children's Services</b>		<b>10,245,400</b>	<b>10,065,400</b>
13	Children's Services	69,500		<b>180,000</b>
14	Management			
15	Front Line Social Workers	148,500		
16	Family Preservation	726,000		
17	Foster Care Augmented Rate	500,000		
18	Foster Care Special Need	747,900		
19	Infant Learning Program	8,053,500		
20	Grants			
21	<b>Health Care Services</b>		<b>128,400</b>	<b>128,400</b>
22	Residential Licensing	128,400		
23	<b>Juvenile Justice</b>		<b>1,501,100</b>	<b>1,232,400</b>
24	McLaughlin Youth Center	721,500		<b>268,700</b>
25	Fairbanks Youth Facility	114,400		
26	Bethel Youth Facility	63,000		
27	Probation Services	602,200		
28	<b>Public Assistance</b>		<b>13,200</b>	<b>13,200</b>
29	Public Assistance	13,200		
30	Administration			
31	<b>Public Health</b>		<b>1,764,900</b>	<b>1,449,900</b>
32	Health Planning and Systems	801,600		<b>315,000</b>
33	Development			

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
			<b>Funds</b>	<b>Funds</b>
1				
2				
3	Nursing	98,200		
4	Women, Children and Family	865,100		
5	Health			
6	<b>Senior and Disabilities Services</b>		<b>17,380,700</b>	<b>16,011,900</b>
7	Senior and Disabilities	3,225,000		
8	Services Administration			
9	General Relief/Temporary	740,300		
10	Assisted Living			
11	Senior Community Based	4,266,600		
12	Grants			
13	Community Developmental	8,082,600		
14	Disabilities Grants			
15	Commission on Aging	146,400		
16	Governor's Council on	919,800		
17	Disabilities and Special			
18	Education			
19	<b>Departmental Support Services</b>		<b>459,800</b>	<b>459,800</b>
20	Commissioner's Office	109,800		
21	HSS State Facilities Rent	350,000		
22	<b>Medicaid Services</b>		<b>73,985,500</b>	<b>73,985,500</b>
23	No money appropriated in this appropriation may be expended for an abortion that is not a			
24	mandatory service required under AS 47.07.030(a). The money appropriated for Health			
25	and Social Services may be expended only for mandatory services required under Title			
26	XIX of the Social Security Act and for optional services offered by the state under the state			
27	plan for medical assistance that has been approved by the United States Department of			
28	Health and Human Services.			
29	Behavioral Health Medicaid	72,006,300		
30	Services			
31	Children's Medicaid	1,979,200		
32	Services			
33	* * * * *		* * * * *	

	Appropriation	General	Other
	Allocations	Funds	Funds
	***** Department of Labor and Workforce Development *****		
	*****	*****	
5	<b>Vocational Rehabilitation</b>	100,000	100,000
6	Special Projects	100,000	
7	*****	*****	
8	***** Department of Law *****		
9	*****	*****	
10	<b>Criminal Division</b>	15,000	15,000
11	Third Judicial District:	15,000	
12	Anchorage		
13	<b>Civil Division</b>	97,000	97,000
14	Human Services	97,000	
15	*****	*****	
16	***** Department of Natural Resources *****		
17	*****	*****	
18	<b>Administration &amp; Support Services</b>	4,071,400	4,071,400
19	Mental Health Trust Lands	4,071,400	
20	Administration		
21	*****	*****	
22	***** Department of Revenue *****		
23	*****	*****	
24	<b>Alaska Mental Health Trust Authority</b>	3,789,300	412,500
25	Mental Health Trust	3,376,800	
26	Operations		
27	Long Term Care Ombudsman	412,500	
28	Office		
29	*****	*****	
30	***** University of Alaska *****		
31	*****	*****	
32	<b>University of Alaska</b>	2,520,800	655,800
33	It is the intent of the legislature that the University of Alaska maintain the University of		

1	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
2	<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
3		<b>Funds</b>	<b>Funds</b>
4	Alaska Anchorage Office of Research and Graduate Studies and the University of Alaska		
5	Fairbanks Office of Intellectual Property and Commercialization and continue to explore		
6	additional funding opportunities.		
7	It is the intent of the legislature that the University of Alaska shall collect data on recent		
8	and future graduates so that a performance matrix may be established for each degree		
9	program offered by the University. Information should include the number of students		
10	who graduate, when they are employed in a related field of study and at what salary, what		
11	their debt load was upon graduation, and other demographic information.		
12	It is the intent of the legislature that the University of Alaska carefully review every		
13	program and reevaluate and implement benchmarks with measurable outcomes, delete any		
14	unnecessary programs, implement streamlining and efficiency measures, conduct a		
15	systemwide audit, implement and conduct rigorous employee evaluations using best		
16	practices, strongly consider fiscal impacts during employee labor contract negotiations to		
17	help lower costs, attain and implement cost-savings in travel policy, maximize energy and		
18	heating efficiencies in buildings, and sell, lease, or repurpose buildings for maximum		
19	utilization.		
20	Anchorage Campus	2,470,800	
21	Fairbanks Campus	50,000	
22	* * * * *	* * * * *	
23	* * * * *	* * * * *	
24	<b>* * * * * Alaska Court System * * * * *</b>		
25	* * * * *	* * * * *	
26	<b>Alaska Court System</b>	<b>227,000</b>	<b>227,000</b>
27	Trial Courts	227,000	
28	<b>Therapeutic Courts</b>	<b>3,453,900</b>	<b>2,993,600</b>
	Therapeutic Courts	3,453,900	<b>460,300</b>
	(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
<b>4 Department of Administration</b>	
5 1037 General Fund / Mental Health	2,070,800
6 1092 Mental Health Trust Authority Authorized Receipts	153,800
7 *** Total Agency Funding ***	2,224,600
<b>8 Department of Corrections</b>	
9 1037 General Fund / Mental Health	7,636,100
10 1092 Mental Health Trust Authority Authorized Receipts	475,800
11 *** Total Agency Funding ***	8,111,900
<b>12 Department of Education and Early Development</b>	
13 1037 General Fund / Mental Health	377,800
14 1092 Mental Health Trust Authority Authorized Receipts	100,000
15 *** Total Agency Funding ***	477,800
<b>16 Department of Health and Social Services</b>	
17 1037 General Fund / Mental Health	181,954,800
18 1092 Mental Health Trust Authority Authorized Receipts	3,946,900
19 1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	19,624,500
20 *** Total Agency Funding ***	205,526,200
<b>21 Department of Labor and Workforce Development</b>	
22 1037 General Fund / Mental Health	100,000
23 *** Total Agency Funding ***	100,000
<b>24 Department of Law</b>	
25 1037 General Fund / Mental Health	97,000
26 1092 Mental Health Trust Authority Authorized Receipts	15,000
27 *** Total Agency Funding ***	112,000
<b>28 Department of Natural Resources</b>	
29 1092 Mental Health Trust Authority Authorized Receipts	4,071,400
30 *** Total Agency Funding ***	4,071,400
<b>31 Department of Revenue</b>	

1	1037	General Fund / Mental Health	412,500
2	1094	Mental Health Trust Administration	3,376,800
3		*** Total Agency Funding ***	3,789,300
4		<b>University of Alaska</b>	
5	1037	General Fund / Mental Health	655,800
6	1092	Mental Health Trust Authority Authorized Receipts	1,865,000
7		*** Total Agency Funding ***	2,520,800
8		<b>Alaska Court System</b>	
9	1037	General Fund / Mental Health	2,702,600
10	1092	Mental Health Trust Authority Authorized Receipts	460,300
11	1180	Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
12		*** Total Agency Funding ***	3,680,900
13		<b>* * * * * Total Budget * * * * *</b>	<b>230,614,900</b>

14 (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	196,007,400
6	*** Total Unrestricted General ***	196,007,400
7	<b>Designated General</b>	
8	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	20,142,500
9	*** Total Designated General ***	20,142,500
10	<b>Other Non-Duplicated</b>	
11	1092 Mental Health Trust Authority Authorized Receipts	11,088,200
12	1094 Mental Health Trust Administration	3,376,800
13	*** Total Other Non-Duplicated ***	14,465,000

14 (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	Items	Funds
	*****	*****	
	***** <b>Department of Health and Social Services</b> *****		
	*****	*****	
10	MH Home Modification and Upgrades to	1,050,000	750,000
11	Retain Housing (HD 1-40)		300,000
12	*****	*****	
13	***** <b>Department of Revenue</b> *****		
14	*****	*****	
15	<b>Alaska Housing Finance Corporation</b>		
16	MH: AHFC Homeless Assistance Program	8,000,000	7,150,000
17	(HD 1-40)		850,000
18	MH: AHFC Beneficiary and Special Needs	1,750,000	1,750,000
19	Housing (HD 1-40)		
20	*****	*****	
21	***** <b>Department of Transportation and Public Facilities</b> *****		
22	*****	*****	
23	MH Coordinated Transportation and	1,050,000	800,000
24	Vehicles (HD 1-40)		250,000
25	(SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE)		

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>Department of Health and Social Services</b>	
5	1037 General Fund / Mental Health	500,000
6	1092 Mental Health Trust Authority Authorized Receipts	300,000
7	1139 Alaska Housing Finance Corporation Dividend	250,000
8	*** Total Agency Funding ***	1,050,000
9	<b>Department of Revenue</b>	
10	1004 Unrestricted General Fund Receipts	8,050,000
11	1037 General Fund / Mental Health	850,000
12	1092 Mental Health Trust Authority Authorized Receipts	850,000
13	*** Total Agency Funding ***	9,750,000
14	<b>Department of Transportation and Public Facilities</b>	
15	1037 General Fund / Mental Health	800,000
16	1092 Mental Health Trust Authority Authorized Receipts	250,000
17	*** Total Agency Funding ***	1,050,000
18	<b>***** Total Budget *****</b>	<b>11,850,000</b>

19 (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	1004 Unrestricted General Fund Receipts	8,050,000
6	1037 General Fund / Mental Health	2,150,000
7	1139 Alaska Housing Finance Corporation Dividend	250,000
8	*** Total Unrestricted General ***	10,450,000
9	<b>Other Non-Duplicated</b>	
10	1092 Mental Health Trust Authority Authorized Receipts	1,400,000
11	*** Total Other Non-Duplicated ***	1,400,000

12 (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. 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 used as the basis of the  
9 appropriation, the affected appropriation is reduced by the amount of the shortfall in receipts.

10 \* **Sec. 9. SALARY AND BENEFIT ADJUSTMENTS.** (a) The appropriations made in sec.  
11 1 of this Act include amounts for salary and benefit adjustments for public officials, officers,  
12 and employees of the executive branch, Alaska Court System employees, employees of the  
13 legislature, and legislators and to implement the terms for the fiscal year ending June 30,  
14 2015, of the following collective bargaining agreements:

- 15 (1) Public Employees Local 71, for the labor, trades and crafts unit;
- 16 (2) Teachers' Education Association of Mt. Edgecumbe;
- 17 (3) Alaska Correctional Officers Association, representing the correctional  
18 officers unit;
- 19 (4) Confidential Employees Association, for the confidential unit;
- 20 (5) Alaska Public Employees Association, for the supervisory unit;
- 21 (6) Alaska State Employees Association, for the general government unit.

22 (b) The operating budget appropriations made to the University of Alaska in sec. 1 of  
23 this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30,  
24 2015, for university employees who are not members of a collective bargaining unit and to  
25 implement the terms for the fiscal year ending June 30, 2015, of the following collective  
26 bargaining agreements:

- 27 (1) University of Alaska Federation of Teachers;
- 28 (2) Fairbanks Firefighters Union, IAFF Local 1324;
- 29 (3) United Academics - American Association of University Professors,  
30 American Federation of Teachers.

31 (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 that are applicable to the collective bargaining unit's agreement are reduced  
3 proportionately by the amount for that collective bargaining agreement, and the corresponding  
4 funding source amounts are reduced 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 that are applicable to  
8 the collective bargaining unit's agreement are reduced proportionately by the amount for the  
9 collective bargaining agreement, and the corresponding funding source amounts are reduced  
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. 10.** This Act takes effect July 1, 2014.