

LEG. FINANCE - BILLS 1979 - 1980 1282

CSSB 142 cont., thru SB 142 1980

STATE  
of ALASKA

## MEMORANDUM

RECEIVED  
DEC 20 1978

BUDGET &amp; MANAGEMENT

TO:  Ron Lind, Director  
Division of Budget and Management  
Office of the Governor

DATE: December 18, 1978

FILE NO:

TELEPHONE NO:

FROM:

*Catherine M. Lloyd*  
Helen D. Beirne, Commissioner  
Department of Health  
and Social ServicesSUBJECT: FY 1979 Supplemental Appropriation  
Request - Office of Internal Review

A supplemental appropriation request for \$75,800 of State general funds for the Office of Internal Review, Audit Component is forwarded for your review and action.

- A. REASON FOR THE SUPPLEMENTAL: Children in Foster Care and Institutional Care, for the most part, are no longer considered AFDC eligible by the Federal criteria. Reimbursement for activities related to children in care of the Department can no longer be claimed. The change in eligibility criteria by the Federal Agency was not known until after the FY 1979 budget was passed by the Legislature. General funds to replace the appropriated Title IVA Funds are requested.
- B. CONSEQUENCES OF NOT FUNDING THE SUPPLEMENTAL: The required audits will not get completed. The backlog of audits to be completed will increase sharply. Two current employees would have to be laid off immediately.
- C. OTHER INFORMATION: Expenditures for this component have been less than one-twelfth of authorized per month. Vacant positions which have been filled during this fiscal year have been considered in this request. The total of Title IVA funding authorized for this component is \$96,200, but vacancies resulting in approximately \$40,000 has resulted in the lower Supplemental Request. No lapse in another BRU is anticipated, therefore, no funds can be identified which could be transferred to reduce this supplemental need.

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 79 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINGENT
PERSONAL SERVICES	148.8	215.5	152.7	305.1	305.1	303.0	69.3	9.2	184.5	40.0	321.5
TRAVEL	17.7	32.4	18.0	43.0	43.0	43.0	16.6	4.0	22.4	-0-	45.6
CONTRACTUAL SERVICES	9.7	12.2	8.9	65.5	65.5	65.5	11.4	6.5	47.6	-0-	71.9
COMMODITIES	1.8	3.2	2.7	4.9	4.9	4.9	.3		2.9	1.7	5.2
EQUIPMENT	.8	2.5	2.5				1.0			(1.0)	
LANDS, BLDG. ...											
GRANTS, CLAIMS											
MISCELLANEOUS											
TOTAL	178.8	265.8	185.7	418.5	418.5	416.4	98.6	19.7	257.4 275.4	40.7	444.1
FEDERAL RECEIPTS	22.9	86.1	-0-	148.5	148.5	148.5	-0-	-0-	72.7	75.8	62.9
REQUIRED GF MATCHING	22.9	86.1	60.1	148.6	148.6	148.6	-0-	-0-	72.8	75.8	62.9
OTHER GENERAL FUND	133.0	93.6	125.6	121.4	121.4	119.3	98.6	19.7	111.9	(110.9)	318.3
INTER-AGENCY RECEIPTS											

AGENCY: Health & Social Services BRU: Office of Internal Review COMPONENT: Audit REVISED: \_\_\_\_\_

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINUA
PERSONAL SERVICES	148.8	215.5	152.7	305.1	305.1	303.0	69.3	9.2	184.5	40.0	321.5
TRAVEL	17.7	32.4	18.0	43.0	43.0	43.0	16.6	4.0	22.6	-0-	45.6
CONTRACTUAL SERVICES	9.7	12.2	8.9	65.5	65.5	65.5	11.4	6.5	67.5	-0-	71.0
COMMODITIES	1.8	3.2	2.7	4.9	4.9	4.9	.3		2.9	1.7	5.2
EQUIPMENT	.8	2.5	2.5				1.0			(1.0)	
LANDS, BLDG. ...											
GRANTS, PLANS											
MISCELLANEOUS											
TOTAL	178.8	265.8	185.7	418.5	418.5	416.4	98.6	19.7	275.4	40.7	444.1
FEDERAL RECEIPTS	22.9	86.1	-0-	148.5	148.5	148.5	-0-	-0-	72.7	75.8	62.9
REQUIRED OF MATCHING	22.9	86.1	60.1	148.6	148.6	148.6	-0-	-0-	72.8	72.8	62.9
OTHER GENERAL FUND	133.0	93.6	125.5	121.4	121.4	119.3	98.5	19.7	131.9	(110.9)	318.3
INTER-AGENCY RECEIPTS											

AGENCY: Health & Social Services      BRU: Office of Internal Review      COMPONENT: Audit      REVISED: \_\_\_\_\_

STATE  
of ALASKA

## MEMORANDUM

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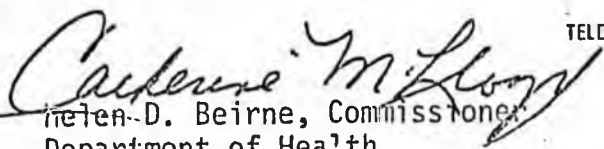
BUDGET &amp; MANAGEMENT

TO:  Ron Lind, Director  
Division of Budget & Management  
Office of the Governor

DATE: December 18, 1978

FILE NO:

TELEPHONE NO:

FROM:   
Helen D. Beirne, Commissioner  
Department of Health  
and Social ServicesSUBJECT: FY 1979 Supplemental Appropriation  
Request - Office of Internal Review

A supplemental appropriation request for \$12,200 of State general funds for the Office of Internal Review, Administration Component is forwarded for your review and action.

- A. REASON FOR THE SUPPLEMENTAL: Children in Foster Care and Institutional Care for the most part, are no longer considered AFDC eligible by the Federal criteria. Reimbursement for activities related to children in care of the Department can no longer be claimed. The change in eligibility criteria by the Federal Agency was not known until after after the FY 1979 budget was passed by the Legislature. General funds to replace the appropriation Title IVA Funds are requested.
- B. CONSEQUENCES OF NOT FUNDING THE SUPPLEMENTAL: Support services for the other components of this BRU would be cut off. This component is comprised of one Administrator and two Clerical support positions. Without funding, employees would have to be laid off to stay within the appropriation level of State General Funds.
- C. OTHER INFORMATION: No lapse in another BRU is anticipated, therefore, no funds can be identified which could be transferred to reduce this supplemental need.

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINGENT
PERSONAL SERVICES	61.0	78.6	79.9	84.7	94.7	84.1	32.4	3.6	48.1	-0-	92.0
TRAVEL	2.9	6.0	3.0	3.9	3.9	3.9	1.0	-0-	2.2	1	4.1
CONTRACTUAL SERVICES	2	6.2	4.3	6.5	6.5	6.5	5.2	-0-	1.3	-0-	8.1
COMMODITIES	8	1.0	.6	.7	.7	.7	.5	-0-	.2	-0-	.7
EQUIPMENT	2	1.4	.6				.1			(.1)	
LANDS, BLDG. ...											
GRANTS, CLAIMS	4.7										
MISCELLANEOUS											
TOTAL	69.8	93.2	88.4	95.8	95.8	95.2	39.2	3.6	52.4	-0-	104.9
FEDERAL RECEIPTS	234.4	38.5	259.5	39.6	39.6	39.6	.1		27.3	12.2	20.6
REQUIRED GF MATCHING	76.0	38.4	36.5	39.5	39.5	39.5	.1		27.3	12.2	20.6
OTHER GENERAL FUND	(240.6)	16.3	(207.6)	16.7	16.7	16.1	39.0	3.6	(2.2)	(24.4)	63.7
INTER-AGENCY RECEIPTS											

AGENCY: Health and Social Services BRU: Office of Internal Review COMPONENT: Administration REVISED: \_\_\_\_\_

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77. ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTING.
PERSONAL SERVICES	61.0	78.6	79.9	84.7	24.7	84.1	32.4	3.6	48.1	-0-	92.0
TRAVEL	2.9	6.0	3.0	3.9	3.9	3.9	1.0	-0-	2.8	.1	4.1
CONTRACTUAL SERVICES	2	6.2	4.2	6.5	6.5	6.5	5.2	-0-	1.3	-0-	2.1
COMMODITIES	0	1.0	.6	.7	.7	.7	.5	-0-	.2	-0-	.7
EQUIPMENT	2	1.4	.6				.1			(.1)	
LANDS, BLDG. ...											
GRANTS, CLAIMS	4.7										
MISCELLANEOUS											
TOTAL	69.8	93.2	88.4	95.8	95.8	95.2	39.2	3.6	52.4	-0-	104.9
FEDERAL RECEIPTS	234.4	38.5	259.5	39.6	39.6	39.6	.1		27.3	12.2	20.6
REQUIRED OF MATCHING	76.0	38.4	36.5	39.5	39.5	39.5	.1		27.3	12.2	20.6
OTHER GENERAL FUND	(240.6)	16.3	(207.6)	16.7	16.7	16.1	39.0	3.6	(2.2)	(24.4)	63.7
INTER-AGENCY RECEIPTS											

AGENCY: Health and Social Services BRU: Office of Internal Review COMPONENT: Administration REVISED: \_\_\_\_\_

FY 76 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINUATION
PERSONAL SERVICES											
TRAVEL	41.5	45.2	45.2	50.0	50.0	50.0	17.0	4.3	39.1	(2.4)	53.1
CONTRACTUAL SERVICES	17.7										
COMMODITIES	5.3	12.4	10.3	5.7	5.7	5.7	6.2	1.6	11.4	(13.5)	6.0
EQUIPMENT											
LANDS, BLDG. ...											
GRANTS, CLAIMS	2,891.4	4,298.0	4,161.9	4,282.0	4,663.8	4,663.8	1,763.2	706.5	2,479.4	(279.2)	5,209.2
MISCELLANEOUS											
TOTAL	2,955.9	4,227.6	4,217.4	4,337.7	4,719.5	4,719.5	1,786.3	706.4	2,520.9	(294.1) (566.3) IV A 0 HCP to OCF (566.3) Total Supp	5,457.4
FEDERAL RECEIPTS	421.9	719.3	278.0	542.2	566.3	566.3	0	0	0		0
REQUIRED OF MATCHING	464.6	719.3	278.0	542.2	566.3	566.3	0	0	0	(566.3)	0
OTHER GENERAL FUND	1,902.2	2,751.2	3,929.4	3,225.5	3,559.1	3,559.1	1,764.2	706.4	2,515.2	(1,426.7)	5,457.4
INTER-AGENCY RECEIPTS											
Program Receipts	25.1	27.8	18.9	27.8	27.8	27.8	22.1	0	5.7	0	0
Other Funds	141.1										

AGENCY: Health & Social Services BRU: Program Services COMPONENT: Institutional Care REVISED: \_\_\_\_\_

FY 78 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINUATIO
PERSONAL SERVICES											
TRAVEL	42.5	65.3	87.8	52.8	52.8	52.8	34.6	8.7	61.1	(51.6)	56.0
CONTRACTUAL SERVICES	51.3	106.0	211.1	114.2	114.2	114.2	172.3		0	(58.1)	102.8
COMMODITIES	21.9	22.1	37.2	34.0	34.0	34.0	17.3	4.3	30.2	(17.8)	36.0
EQUIPMENT	.1										
LANDS, BLDG. ...											
GRANTS, CLAIMS	341.8	1,906.7	1,764.2	2,156.1	2,410.4	2,410.4	615.2	410.2	1,435.8	(50.8)	1,602.1
MISCELLANEOUS											
TOTAL	1,457.6	2,100.1	2,100.3	2,357.1	2,611.4	2,611.4	639.4	423.2	1,527.1	(178.3) (314.6) IV A 0 RCP to CCF (197.9) Total Supp.	2,875.1
FEDERAL RECEIPTS	337.4	437.4	242.6	429.1	452.2	452.2	35.0	33.8	68.9	(314.6)	137.6
REQUIRED OF MATCHING	234.4	372.3	99.0	291.5	314.6	314.6	0	0	0	(314.6)	0
OTHER GENERAL FUND	616.1	1,107.8	1,636.7	1,453.9	1,662.0	1,662.0	760.6	413.2	1,363.3	(807.5)	2,740.5
INTER-AGENCY RECEIPTS											
Program Receipts	128.4	182.6	123.0	182.6	182.6	182.6	43.8	43.8	95.0	0	0
Other Funds	141.3										

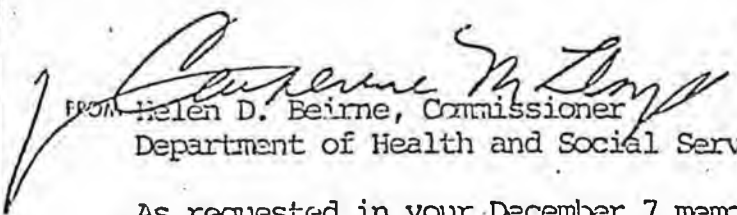
AGENCY: Health & Social Services      BRU: Program Services      COMPONENT: Foster Care      REVISED: \_\_\_\_\_

TO: [ Ronald B. Lind, Director  
Division of Budget and Management  
Office of the Governor

DATE: December 18, 1978

FILE NO:

TELEPHONE NO:

FROM:  Helen D. Beirne, Commissioner  
Department of Health and Social Services.

SUBJECT: FY 78 and FY 79 Supplemental  
Requests

As requested in your December 7 memo, FY 78 and FY 79 Supplemental Budget Requests for the Division of Social Services are attached on the prescribed forms.

PROGRAM SERVICES BRU:

1. FY 79 Foster Care and Institutional Care - The Division is required to provide 24-hour care, and supportive items for children under AS 47.10.230 and 47.40.040. Children placed in foster care are committed to the Division's custody and the Division has no control over the number of children for whom care must be provided or the rates paid. Travel to and from placements and for witnesses at court hearings, initial placement clothing purchases, medical care and psychiatric and psychological evaluations and treatment (the majority of which are court ordered for the child and the parents) must also be provided. A great deal of the costs for evaluations, testing, examinations and other medically related care previously were borne by the Division of Public Assistance Medicaid program; however, the costs now are the program's responsibility. This policy change was enforced just recently, and therefore, was not included in the original budget request. The costs of such supportive care has not kept pace with rising costs over the years.

In addition, Federal Title IV-A funds were appropriated and the majority of these funds cannot be claimed. Therefore, it is apparent that there will be a significant shortfall of federal receipts. The majority of the children placed in care now are in need of protective services and are committed by court order or through voluntary placements. These children, for the most part, do not meet the federal criteria for AFDC-FC eligibility which is required to receive Title IV-A reimbursement (45 CFR 233.110(a)(1) and (a)(2)). Other General Funds to replace all currently appropriated Title IV-A funds are requested.

2. If funding is not made available, the legal responsibilities will not be met when current funding is exhausted. Children in need of protective care may be forced to remain in living situations where they will be abused and neglected. There are no alternatives to this program.

3. Both components have historically supplemental funding due to the inability to accurately project caseloads or full-cost-of-care rates within the budget preparation cycles.

Supplemental needs for Travel and Commodities are based upon a one-month payment lag; Contractual upon actual contact limitations. Benefits to Individuals is based upon a two-month lag in Foster Care; and a one-month lag, plus encumbrances in Institutional Care. This line item includes medical care, and the invoices are never received on a timely basis.

FY 78 FOSTER CARE AND INSTITUTIONAL CARE:

1. As stated above, AS 47.10.230 and 47.40.040 require the Division to provide necessary care and support to children in custody. Due to the increased number of children in care who do not meet the federal eligibility criteria for AFDC-FC, (45 CFR 233.110(a) (1) and (a) (2), reimbursement fell extremely short. The FY 78 budget request funding was based upon the assumption that more children would meet the eligibility criteria. General funds to replace the shortfall are requested. This portion of the supplemental request during FY 78 was not acted upon by the legislature.

Social Security benefits also fell short. These benefits are extremely unreliable since they depend solely upon the individual child.

2. If the supplemental funding is not approved, FY 78 expenditures will exceed the current General Fund and Title IV-B federal funding of the appropriation. There is no alternative from which to replace this shortfall in federal funds.
3. Replacement of federal Title IV-A funds was included in our original FY 78 supplemental request, however, it was not enacted with the passage of HB 610.

SOCIAL SERVICES BRU:

1. AS 47.05, 47.10, 47.17, 47.35, and 47.40 charges the Division with administering the social services programs, as well as federal Title IV-A, IV-B, IV-C and XI of the Social Security Act. The current appropriation for communications will be insufficient to meet maintenance level operational costs due to the interim rate increase of 87% awarded RCA, and the 15% U.S. Postal Service rate increase. These increases were not included in the FY 79 budget request since they were not known at that time.

FY 78 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 78 (DEFICIT) OR EXCESS	FY 80 CONTINUING
PERSONAL SERVICES											
TRAVEL	42.5	65.3	87.3							(22.5)	
CONTRACTUAL SERVICES	51.3	106.0	21.1							(105.1)	
COMMODITIES	21.9	22.1	37.2							(15.1)	
EQUIPMENT	.1										
LANDS, BLDG. ...											
GRANTS, CLAIMS	1,341.8	1,906.7	1,764.2							142.5	
MISCELLANEOUS											
TOTAL	1,457.6	2,100.1	2,100.3							(.2)	
										(194.8) IV A shortfall	
										0 RGF to OSF	
										(59.6) Proj. Def. shortfall	
										(254.6) Total supplement	
										(194.8)	
FEDERAL RECEIPTS	337.4	437.4	242.6								
REQUIRED GF MATCHING	234.4	372.3	- 98.0							(40.8)	
OTHER GENERAL FUND	616.1	1,107.8	1,636.7							(295.4)	
INTER-AGENCY RECEIPTS											
Program Receipts	128.4	182.6	123.0							(59.6)	
Other Funds	141.1										

AGENCY: Health & Social Services      BRU: Program Services      COMPONENT: Foster Care      REVISED: \_\_\_\_\_

FY 78 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 78 (DEFICIT) OR EXCESS	FY 80 CONTINUATION:
PERSONAL SERVICES											
TRAVEL	41.5	45.2	45.2							0	
CONTRACTUAL SERVICES	17.7	( 138.0)								(138.0)	
COMMODITIES	5.3	12.4	10.3							2.1	
EQUIPMENT											
LANDS, BLDG. ...											
GRANTS, CLAIMS	2,891.4	4,298.0	4,161.9							136.1	
MISCELLANEOUS											
TOTAL	2,955.9	4,217.6	4,217.4							.2 (441.3) IV 0 RCF to OCF 8.0 Total for shortfall (450.0) Total Supplement	
FEDERAL RECEIPTS	421.9	719.3	278.0							(441.3)	
REQUIRED OF MATCHING	464.6	719.3	278.0							(464.3)	
OTHER GENERAL FUND	1,902.2	2,751.2	3,929.4							(400.3)	
INTER-AGENCY RECEIPTS											
Program Receipts	26.1	27.8	18.9							(8.9)	
Other Funds	141.1										

AGENCY: Health & Social Services      BRU: Program Services      COMPONENT: Institutional Care      REVISED: \_\_\_\_\_

# STATE OF ALASKA

JAY S. HAMMOND, GOVERNOR

## OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

POUCH AM — JUNEAU 99811  
PHONE 465-2213

March 13, 1979

SB 142

Honorable John Sackett  
Chairman, Senate Finance Committee  
Alaska State Legislature  
Pouch V  
Juneau, Alaska 99811

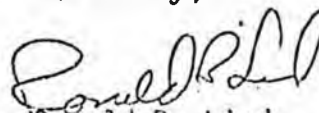
Dear Senator Sackett:

Please amend Senate Bill 142, "An Act making a supplemental appropriation to the Department of Health and Social Services; and providing for an effective date", by adding an additional appropriation, as follows:

The sum of \$29,200 is appropriated to the Department of Health and Social Services for the purpose of meeting increased costs for Medical Surveillance Review and Medicaid Claims Processing for fiscal year 1979. The \$29,200 is appropriated from the following sources:

General Funds	\$17,900
Federal Funds	11,300

Sincerely,



Ronald B. Lind  
Director

cc: Russ Meekins  
House Finance

SFC



## POSITION PAPER

## SENATE BILL NO. 142

"An Act making a supplemental appropriation to the Department of Health and Social Services; and providing for an effective date."

Office of Internal Review

Senate Bill No. 142, in regard to the Office of Internal Review, provides for replacing a shortfall of federal funds with state general funds. The AFDC eligibility for children in foster care and institutional care changed drastically since the preparation of the FY 1979 budget. Activities by the Administration and Audit Components of the Office of Internal Review relating to children in foster care and institutional care are no longer eligible for Title IV-A federal reimbursement. A significant amount of effort by this unit is made in auditing and rate setting of AS 47.40 related services.

If state general funds are not made available to replace the lost federal receipts, all Administrative and Audit staff will be subject to layoff by mid-April.

SB 142 should be reduced from \$88.0 to \$43.7.

Division of Social Services

Senate Bill No. 142 provides for supplemental funding of \$1,353.8 to replace unclaimable federal Title IV-A funds and to meet the increased costs of the foster care and institutional care programs. Recent projections based upon actual expenditures, the first six months of the fiscal year, indicate it is possible to reduce the supplemental request to \$1,332.0, and further to \$1,288.7 by the transfer of \$43.3 GF from the Day Care Component.

Under AS 47.10.230 and 47.40.040, the Division is required to provide 24-hour care and supportive costs for children in need of aid. Children placed in foster and institutional care are committed to the Division's custody, and the Division has no control over the number of children for who care must be provided or the rates paid (see attached audited rates).

Supportive costs, such as travel to and from placements, witnesses at court hearings, initial placement clothing purchases, medical care and psychiatric and psychological evaluations and treatment (the majority of which are court ordered for the child and parent(s)) must also be provided. The majority of the costs for evaluation, testing, examinations and other medically related care were borne by the Division of Public Assistance's Medicaid program in the past; however, such costs must now be assumed by the program. This policy change was enforced in FY 79 and therefore, the increases were not anticipated at the time the original budget request was prepared.

Replacement of \$880.9 federal Title IV-A funds with general funds is required. Federal representatives conducted a review of the cases for which Title IV-A funds were being claimed, resulting in a drastic reduction in revenues for FY 78. The number of children meeting the federal criteria for AFDC-FC eligibility (45 CFR 233.110(a)(1) and (a)(2), has decreased drastically. Therefore, Title IV-A funds appropriated for FY 79 will far exceed actual revenues. Total replacement of these funds with general funds is requested, however, both the Divisions of Social Services and Public Assistance will continue determining eligibility and claiming all possible federal reimbursement.

If general funds are not appropriated to cover the above, we will be unable to meet foster care costs beyond mid-May, and institutional care costs beyond mid-April.

Supplemental need for travel are based upon a one-month payment lag; professional costs upon actual contract limitations; clothing, provider payments and medical upon a two-month lag in Foster Care and a one-month lag, plus recent encumbrances, in Institutional Care. The total request is as follows:

	<u>200</u>	<u>300</u>	<u>400</u>	<u>700</u>	<u>Fed Shortfall</u>	<u>GF Total</u>
Foster Care	\$51.8	\$58.1	\$26.4	-0-	\$314.6	\$450.9
Institutional Care	<u>30.3</u>	<u>-</u>	<u>9.9</u>	<u>274.6</u>	<u>566.3</u>	<u>881.1</u>
	<u>82.1</u>	<u>58.1</u>	<u>36.3</u>	<u>274.6</u>	<u>880.9</u>	<u>1,332.0</u>

Less GF transfer from the Day Care Component by revised program verbally approved by the Division of Budget and Management:

-43.3

1,288.7

The Division of Social Services portion of SB No. 142 should be reduced to \$1,288.7.

DIVISION OF PUBLIC ASSISTANCE

Please amend Senate Bill 142 by adding an additional appropriation, as follows:

The sum of \$29.2 is appropriated to the Department of Health and Social Services for the purpose of meeting increased costs for Medical Surveillance Review and Medicaid Claims Processing for fiscal year 1979. The \$29.2 is appropriated from the following sources:

General Funds	\$17.9
Federal Funds	\$11.3

Enactment of Senate Bill No. 142 is recommended.

RECOMMENDED BY: Roger C. Lange DATE: 3.15.79  
Roger C. Lange, Administrator  
Office of Internal Review

RECOMMENDED BY: Art Holmberg DATE: 3/15/79  
Art Holmberg, Director  
Division of Social Services

RECOMMENDED BY: Rod Betit DATE: 3/15/79  
Rod Betit, Director  
Division of Public Assistance

APPROVED BY: Helen D. Beirne DATE: 3-15-79  
Helen D. Beirne, Commissioner  
Department of Health and Social Services

Attachments

POSITION PAPER/Department of Health & Social Services

March 13, 1979

Honorable John Sackett  
Chairman, Senate Finance Committee  
Alaska State Legislature  
Pouch V  
Juneau, Alaska 99811

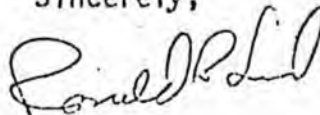
Dear Senator Sackett:

Please amend Senate Bill 142, "An Act making a supplemental appropriation to the Department of Health and Social Services; and providing for an effective date", by adding an additional appropriation, as follows:

The sum of \$29,200 is appropriated to the Department of Health and Social Services for the purpose of meeting increased costs for Medical Surveillance Review and Medicaid Claims Processing for fiscal year 1979. The \$29,200 is appropriated from the following sources:

General Funds	\$17,900
Federal Funds	11,300

Sincerely,



Ronald B. Lind  
Director

cc: Russ Meekins  
House Finance

FULL COST OF CARE  
CHILD CARE SERVICES FY 1979

	<u>Agency</u>	<u>Provisional Rates</u>	<u>Audited (Final) Rates</u>
Alaska Children's Services:			
	Aquarius	\$ 47.01	
ES	Bunnell Receiving Home <i>ES Contract</i>	<del>58.24</del>	
	Colletti	38.98	
	Jesse Lee	91.16	
	North Star	40.53	
ES	Youth Services Center	109.99	
	Alaskan Youth Village	52.15	
ES	North Slope Borough (Barrow) Receiving Home <i>Contract 064183 encumbrance</i>	110.19	
	Bethel Group Home	46.96	
	Booth Memorial Home	92.26	
	Covenant High School	16.52	
	Hilltop Home	51.00	
ES	Juneau Receiving Home	65.03	
	Juneau Teen Homes	46.12	
ES	Kenai Peninsula Community Care Center	<del>55.96</del>	
	Ketchikan Children's Home	60.52	
	Kodiak Baptist Mission/ Group Home	18.19	
ES	<i>Receiving Home - Kodiak</i>		
ES	Kona Receiving Home	59.97	
	North Star Children's Home	40.83	
	Presbyterian Hospital House	61.86	
	Turning Point Day's Ranch	66.51	
ES	Sitka Youth Advocates Receiving Home	57.32	
ES	St. Judes <i>Contract 064197 encumbrance</i>	66.11	

18

Explanation

FY 79

FY 80

## Institutional Care Daily Rates

Facility	FY 76 Audited Rate	FY 77 Audited Rate	Provisional FY 78 Rate	Est. FY 78 Revised Rate	Estimated FY 79 Rate	FY 78 Audited Rate	FY 79 Provisional Rate	FY 80 Es- timate Rate
Alaska Children's Services Inc.								
Jesse Lee	42.83	61.35	75.43	83.73	88.75	81.59	Jesse Lee 92.11	96.45
North Star House	33.91	39.88	64.52	71.62	75.92	67.01	North Star 40.56	42.97
Aquarius	27.43	36.26	45.79	50.83	53.88	47.61	Aquarius 47.01	49.83
Colicetti	27.16	36.94	48.70	54.06	57.30	50.42	Colicetti 38.98	41.32
Youth Services Center	43.99	54.26	69.37	77.22	81.85	71.76	Youth Svc 109.99	116.57
Alaskan Youth Village	31.17	37.19	44.06	48.91	51.84	-	Sunnell 53.24	56.83
Arrow Receiving Home			Rate not yet established			57.93	AK Youth V. 52.15	55.28
Chel Receiving	24.68	44.09	Closed in FY 77					
Booth Memorial Home	50.30	69.65	75.63	83.95	88.99	110.19	Barrow Rec. 110.19	116.11
Covenant High School		14.89	*	*		36.04	Booth Group 46.96	49.71
Hillcrest Receiving Home	35.32	33.55	Rate not yet established			75.63	Booth Mem. 92.26	97.82
Hilltop Home	35.47	42.43	46.30	51.39	54.41	18.42	Covenant 16.52	17.51
Hope Center*	40.51	55.01	*	*		46.30	Hillcrest 51.00	54.06
Hope Cottage "A"*	28.70	31.70	*	*			Hilltop	
Suit Volunteer Corps Group Home	29.53	26.21	36.04	40.00	42.40	62.04	Junco Rec. 66.03	69.59
Meanu Receiving Home	26.76	47.81	Rate not yet established				Junco Boys	
Meanu Teen Home						39.57	Girls 46.12	48.21
Boys	22.52	39.67	40.88	45.38	48.10	39.57	Girls 46.12	48.21
Girls	32.71	39.67	40.88	45.38	48.10	51.54	Kenai Care 55.96	59.21
Kenai Peninsula Community Care Center	36.58	48.06	51.54	57.21	60.64	48.50	Ketchikan Ch. 60.32	64.28
Ketchikan Children's Home						20.72	Kedlak 18.19	19.21
Receiving Home	39.22	43.30	48.50	53.84	57.07	62.25	Home Rec. 59.97	62.51
Teen Home	34.95	43.30	48.50	53.84	57.07	42.45	North Star 40.83	43.25
Wink Baptist Mission & Group Home	14.89	20.56	20.72	23.00	24.38	65.52	Hosp. House 64.86	68.21
Home Receiving Home	42.87	43.67	Closed in FY 77			46.81	Turning Point 65.51	69.51
North Star Home	18.94	22.92	Closed			42.26	Sitka Rec. H. 57.32	60.21
Presbyterian Hospitality House	61.48	62.36	Rate not yet established			68.71	St. Jud's 68.71	72.81
Waffield House (Hope Center)*	22.91	22.46	*	*				
St. Mary's High School	7.71		*	*				
Turning Point Boys Ranch	44.92	43.31	46.81	51.96	55.08			
Not under Institutional Care								

Program Services - Institutional Care

Dept. of Health & Social Services  
BRU CODE Health & Social Services REVISD

Inst. Institutional Care

DATE  
REVISD

18

EXPLANATION

Page 4 of 4

000591

CC



# RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smith  
Signature of Camera Operator

3/23/90  
Date



Original sponsor: Rules/Governor

Funding Information

General Fund \$1,332,400  
Other Funds -0-  
\$1,332,400

1 IN THE SENATE BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 142

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Department of Health and Social Services; and providing  
8 for an effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 \* Section 1. The sum of \$1,332,400 is appropriated from the general fund  
11 to the Department of Health and Social Services for the fiscal year ending  
12 June 30, 1979, to be allocated as follows:

13 Office of Internal Review -  
14 To replace shortfall of federal funds  
15 for fiscal year 1979 \$ 43,700  
16 Division of Social Services -  
17 To replace shortfall of federal funds  
18 for fiscal year 1979 and to cover ex-  
19 cess expenditures of fiscal year 1979  
20 appropriation 1,288,700

21 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-  
22 070(c).

23  
24  
25  
26  
27  
28  
29

FCCs

~~HCS~~ FOR CS FOR SB 142

EXPLANATION



1. Sections 1 thru 6: Add/Delete \$-0..

Replaces HB 430 without changing any figures in the bill. These sections provide for the following transfers:

	<u>Increase</u>	<u>Decrease</u>
Nursing	78,700	
Communicable Disease Control		35,700
Environmental Health	11,700	
Family Health		90,100
Laboratories	7,100	
Administration	28,300	
Emergency Medical Services	-0-	
	<u>\$125,800</u>	<u>\$125,800</u>

These sections are transfers to cover BRU's where the Department was substantially underfunded in FY 79 in the Personal Services area. Nursing was underfunded by \$264,623. The funds are being transferred from other Public Health BRU's where a surplus is projected.

2. Sections 7 through 11: Add/Delete \$-0-

Replaces Sections 3 through 10 of HB 210. The overall effect of these sections is to transfer funds from surpluses throughout the Department and increase the Personal Services funding at A.P.I. by \$200,000. A.P.I. personal services was underfunded by \$450,000 for FY 79. They claim they have not had enough vacancy and turnover to achieve that level and have been forced to terminate individuals to try and cut back.

These sections are also providing surplus funds of \$115,600 to fund the Division of Corrections transfer in Section 12.

3. Sec. 12, Probation & Parole - \$115.6 increase to restore personal services underfunding in FY 1979.

The Personal Services portion of the Probation & Parole FY 1979 appropriation was approved by the legislature at the identical amount requested by the Governor. The particular shortfalls seem to result from self-imposed vacancy assessments and salary increases of \$100,800, plus merit increases of \$46,500, which are partially offset by vacancy savings of \$31,700.

<u>Allocation</u>	<u>Total Pers. Servs. Underfunding Plus Merit Increases</u>	<u>LESS Year-to-Date Vacancy Savings =</u>	<u>Shortfall/Need</u>
First Judicial District	26,000	15,900	10,100
Third Judicial District	98,500	2,500	96,000
Fourth Judicial District	<u>22,800</u>	<u>13,300</u>	<u>9,500</u>
Totals	147,300	31,700	115,600

4. Section 13. Adult Confinement - Out-of-State.

The FY 1979 agency request and the Governor's budget requested \$1,216,400 to fund placement of 135 prisoners out-of-state. The Legislature approved \$1,109,000 to fund 122 placements. By January 3, 1979 the out-of-state prisoner count was 157. By April 30 the count was 161. In a position paper dated April 18, 1979, the agency estimated \$232,400 in supplemental funds would be sufficient to pay for the additional placements through June 30, 1979.

5. Sec. 14. Adult Confinement - Personal Services Shortfall.

The Legislature funded the FY 1979 Governor's budget for Personal Services in the Adult Confinement program. Through self-imposed vacancy assessments the FY 79 personal services underfunding is budgeted at \$335,800. In addition to this, the Governor's 1% veto reduced the appropriation an additional \$80,000.

Although the appropriated personnel budget report of 12/28/78 shows year-to-date vacancy savings of \$255,222 a shortfall is projected for the year because of the expenditures for temporaries which do not offset the vacancy savings figure in the report. In addition, projections from the same appropriated personnel budget report show that overtime expenditures may run \$50,000 over budgeted amounts.

The projected shortfall is \$382,000. Overtime is being restricted, and a correctional officer training class has been cancelled which will save overtime and temporary employee funds that would have been spent on fill-ins during trainee absences. The agency also has an excess of \$100,000 in the local facilities allocation which can be transferred to correction center allocations, thus reducing the supplemental request to \$282,000.

6. Section 15. \$353,618 G/F

Replaces HB 188 and provides supplemental funding (FY 79) to the Office of Alcoholism of \$353,618.

Grant payments at the end of FY 78 were incorrectly coded and charged against the FY 79 appropriation. The Department lapsed \$472.9 in Alcoholism for FY 78.

The \$8,900 for board travel funds in the original bill was deleted at the request of the Agency.

7. Section 16. \$967,100 G/F

Replaces HB 217, Section 1 provides supplemental funding (FY 79) for Aid to the Disabled (\$549.2) and Old Age Assistance (\$417.9).

(a) Aid to the Disabled - \$549.2

Based on revised figures increasing the average number of recipients from 1554 to 1787 and increasing the average monthly payment from \$143.00 to \$150.00.

(b) Old Age Assistance - \$417.9

Based on revised figures increasing the average number of recipients from 1810 to 2031 and the average monthly payment from \$118.50 to \$122.75.

8. Section 17. \$3,325,300 (50/50)

Replaces HB 217, Section 2 and provides supplemental funding (FY 79) for AFDC. This request totals \$3,325,300 and is 50/50 funding: 1,662,650 FED & 1,662,650 G/F match.

This is based on revised figures increasing the average number of cases from 4975 to 5598 and increasing the average monthly payment from \$304.86 to \$320.43.

9. Section 18. \$2,045,300

Replaces HB 217, Section 3 and provides supplemental funding (FY 79) to the Gen. Relief Medical program - \$2,045.3 (G/F). This is an increase of 30% over the FY 79 authorized amount. It is based on increased caseloads - 9%, increased utilization - 6.3%, and inflation of 10.7%.

10. Section 19 - \$1,266,346

Replaces HB 217, Section 4 and provides supplemental funding (FY 79) for the Medicaid program. Total is \$1,266,346 comprised of:

Federal Funds	575,800
General Funds	575,800
Revenue Sharing	114,746

11. Section 20. \$1,332,400 (G/F)

This is the original SB 142 as passed by the Senate without any changes. It provides supplemental funding (FY 79) for Foster Care, Institutional Care and related Internal Review costs due to shortfalls in federal funding and increased utilization. The Feds have determined almost all the children are not eligible for federal reimbursement.

12. Section 21. \$200,000

This is a revised figure from HB 210, Section 1. It provides supplemental funds for FY 78 to pay outstanding medical bills for Handicapped children incurred in FY 78. The Agency requested \$204,800 and this was cut back to \$200,000 to allow for the following:

Approved billings to date:	\$194,767
Allowance for Additional Billing	<u>5,233</u>
Total	\$200,000

The funding for this is as follows:

General Funds	178,156
Program Receipts	<u>21,844</u>
Total	\$200,000

13. Section 22 - \$31,100 (G/F)

Replaces HB 210 Section 2. This is an accounting adjustment. The Agency lapsed funds but had a federal funding shortfall. This appropriates the salary increase due them for FY 78 but never allocated to them because it appeared they had adequate funding.

Not appropriating these funds would not result in any hardship or unpaid bills.

14. Section 23 - \$3,400 (G/F)

This represents outstanding miscellaneous billings of two Administrative components of the Department. They are over-expenditures of their appropriations. This is shown as follows:

	<u>Amount Requested</u>	<u>FY 78 Lapsed Balance</u>
Public Health Administration	\$1,500	\$536
Public Assistance Administration	1,900	210

15. Sec. 24. Division of Corrections - Unpaid bills incurred during FY 1978.

The Division is requesting \$234,992 supplemental appropriation to pay unpaid invoices for expenses incurred during FY 1978.

The Division of Corrections budget components were funded by separate appropriations in FY 1978. A recent Supreme Court decision disallows transfers between appropriations. Therefore, while the Division in total lapsed \$372,732 in FY 1978, the majority of the lapses occurred in components other than those having the unpaid invoices. A chart is attached showing the unpaid invoices and lapsed funds by components.

request.

The invoices are summarized by BRU and relative lapsed funds are shown as follows: (Reference account inquiry system budget status 4/13/79).

<u>BRU/Component</u>	<u>Unpaid Invoices</u>	<u>Lapsed Funds Other</u>	<u>Pay</u>	<u>Total</u>
<u>Adult Confinement</u>				
102 - SCC/Palmer	\$ 9824	\$ 63	\$	\$ 63
104 - SCC/Anchorage State	94	9771	5608	45379
108 - SCC/Juneau	2573	6316	24002	30318
110 - SCC/Fairbanks	67546	475	60	535
112 - SCC/Ketchikan	18378	90	69	159
113 - SCC/Anchorage Annex	73531	33	1	34
115 - SCC/Eagle River	3703	293	-	293
117 - SCC/Ridgeview	2827	2248	84564	86812
119 - SCC/Nome	223	154	2824	2978
120 - Local Facilities	-	59008	4522	63530
140 - Out of State Contractual	-	2661	0	2661
	<u>\$178699</u>	<u>\$ 81112</u>	<u>\$151650</u>	<u>\$232762</u>
<u>Juvenile Confinement</u>				
202 - McLaughlin Youth Center	\$ 2456	\$ 8800	\$ 17	\$ 8817
220 - Institutional Care	53245	(1672)	-	(1672)
290 - Foster Care	-	1050	-	1050
	<u>\$ 55701</u>	<u>\$ 8178</u>	<u>\$ 17</u>	<u>\$ 8195</u>
<u>Probation &amp; Parole</u>				
410 - 1st Judicial District	\$ 592	\$ 25112	\$ 1498	\$ 26610
425 - 2nd Judicial District	-	24940	28697	53637
435 - 3rd Judicial District	-	3993	-	3993
455 - 4th Judicial District	-	25643	-	25643
	<u>\$ 592</u>	<u>\$ 79688</u>	<u>\$ 30195</u>	<u>\$109883</u>
<u>Administration &amp; Support</u>				
	<u>\$ -</u>	<u>\$ 1318</u>	<u>\$ 20574</u>	<u>\$ 21892</u>
TOTAL DIVISION	<u>\$234992</u>	<u>\$170296</u>	<u>\$202436</u>	<u>\$372732</u>

Section 25:

HB91

\$6,000 general fund appropriation to Dept. of Health & Social Services as grant to Fairbanks Breast Cancer Center.

Section 26:

HB91

\$26,100 general fund appropriation to Dept. of Health & Social Services for back payments to six employees as result of arbitration award.

Section 27:

HB308

\$9,706 general fund appropriation to Dept. of Health & Social Services to cover overexpenditure for salary increases for FY ending 6/30/78.

Section 28:

HB308

\$20,000 general fund appropriation to Dept. of Health & Social Services, office of aging, as grant to Upper Tanana aging program.

Section 29:

HB212

\$600,000 general fund appropriation to Dept. of Health & Social Services, for fiscal year ending 6/30/80 for kindergarten through twelfth grade alcoholism and drug abuse prevention education.

Section 30:

HB136

\$62,450 general fund appropriation to Dept. of Fish and Game for:

Sonar fish counter on Nushagak River in Bristol Bay	\$40,000
Sonar fish counting test on the Crescent River in Cook Inlet	\$11,450
Sonar fish counters on the Kenai Peninsula	\$11,000

Section 31:

FCC draft of HB91 *Gardiner Request*

\$48,000 general fund appropriation to Dept. of Fish and Game for steelhead trout restoration in Ward Creek in Ketchikan Gateway Borough. Appropriation contingent upon settlement for at least that amount from claims against Louisiana-Pacific resulting from chlorine discharge into Ward Creek.

Section 32. (SB83)

\$125,000 appropriation from the Fish and Game Fund to Dept. of Fish & Game for FY ending 6/30/79 to offset shortfall of federal receipts in division of game.

Section 33. (SB83)

\$7,000 appropriation from general fund to Dept. of Fish and Game for Fairbanks wildlife management area visitors program.

Section 34. (SB83)

Amends capital project appropriation to Dept. of Fish and Game (Sec. 9, Ch. 131, SLA 1971).  
Fisheries Rehabilitation Program \$115,400 (180,000)

Section 35. (SB83)

Amends capital project appropriation to Dept. of Fish and Game (Sec. 8, Ch. 91, SLA 1973).  
Akalura Lake rotenone, improvements \$17,600 (150,000)

Section 36. (SB83)

\$197,000 general fund appropriation to Dept. of Fish and Game for fish pass development in Kodiak/Afognak Island area.

Section 37. (HB91)

\$24,000 general fund appropriation to Dept. of Community & Regional Affairs as grant to McGrath for a full-time police officer.

Section 38. (SB83)

\$150,000 general fund appropriation to Office of the Governor, Alaska State Council on the Arts, as grant to the Alaska Repertory Theatre to meet challenge grant from the National Endowment on the Arts.

Section 39: (SB83)

\$30,000 general fund appropriation to Office of the Governor, contingency fund as reimbursement for payment to the Studio Club, Anchorage.

Section 40:

<sup>117,400</sup>  
~~\$48,600~~ general fund appropriation to Dept. of Law,  
legal services for FY ending 6/30/79 as follows:

\$61,000 expenses of contested 1978 primary  
election

\$24,000 Costs and fees in Angaiak v. Beirne

\$14,100 Right-of-way settlement Juneau Airport

\$ 5,000 Right-of-way settlement Knik River Road

\$13,300 Attorney fees in Moseley v. Beirne

~~\$21,200 Attorney fees in North Slope Borough v. Callagher~~

Section 41: SEN Hohman

\$50,000 general fund appropriation to DOT as a grant  
to the City of Dillingham for a dock facility.

Section 42: HB 21

\$55,509 general fund appropriation to University of Alaska  
for temporary processing staff at the Anchorage campus.

Section 43: Fiscal Note

\$162,900 general fund appropriation to Legislative  
Affairs Agency for additional expenses of the First  
Session of the Eleventh Legislature.

Section 44: Fiscal Note

\$9,000 general fund appropriation to Legislative Finance  
Division for additional expenses of First Session  
of the Eleventh Legislature.

Section 45: HB 308

Section 13, Ch. 6 SLA 1979 amended to provide for lapse  
of insurance funds relating to construction of the  
Allakaket school only up to the amount appropriated  
(\$120,000).

Section 46: FCCS 8787

\$6,000 general fund appropriation to Office of the Governor,  
Alaska State Council on the Arts, as grant to the Anchorage  
Youth Symphony.

Section 47:

FCCS HD91

Amends Section 2, ch. 94, SLA 1978 in order that funds lapse December 31 rather than June 30, 1979.

Section 48:

December 31, 1979 lapse provision for appropriation contained in Sec. 30.

Section 49:

Section 36 (capital project) made subject to AS 37.25.020.

Section 50:

Lapse provisions for Secs. 29, 33, and 42 (6/30/80).

Section 51:

Lapse provisions for Secs. 13-24, 26, 27, 32, 40, 43, and 44 (6/30/79).

Section 52:

Effective date of 7/1/79 for Section 29. Immediate effective date for remainder of the bill.

Original sponsor: Rules/Governor

Funding Information

General Fund \$ 9,282,981  
Other Funds 2,500,040  
\$11,783,021

1 IN THE SENATE

BY THE FREE CONFERENCE COMMITTEE

2 FREE CONFERENCE CS FOR SENATE BILL NO. 142

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act transferring among fiscal year 1979 appropria-  
7 tions to the Department of Health and Social Services;  
8 making appropriations to the Department of Health and  
9 Social Services, the Department of Fish and Game, the  
10 Department of Community and Regional Affairs; the  
11 Office of the Governor, the Department of Law, the  
12 Department of Transportation and Public Facilities, the  
13 University of Alaska, and the legislative agencies;  
14 amending a condition on an appropriation made to the  
15 Department of Education in ch. 6, SLA 1979; amending  
16 certain fiscal year 1971 and 1973 capital project  
17 appropriations made to the Department of Fish and Game;  
18 continuing an appropriation made to the University of  
19 Alaska Geophysical Institute; and providing for an  
20 effective date."

21 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

22 \* Section 1. Section 12, ch. 113 SLA 1978, page 23, line 26, and page 24,  
23 lines 4 - 7, is amended to read:

	ALLOCATION	APPROPRIATION	GENERAL	OTHER
		ITEMS	FUND	FUNDS
Nursing		<u>4,909,600</u>	<u>3,870,100</u>	1,039,500
		[4,830,900]	[3,791,400]	
Field Nursing				
(129 positions)	<u>3,857,300</u>			

1 [3,834,300]

2 Home Health Service

3 (2 positions) 53,500  
4 [52,000]

5 Administration

6 (18 positions) 768,300  
7 [717,500]

8 Early Screening

9 (3 positions) 230,500  
10 [227,100]

11 \* Sec. 2. Section 12, ch. 113 SLA 1978, page 24, lines 8, 9, 11 and 12,  
12 is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
13 Communicable Disease				
14 Control		<u>1,201,800</u>	<u>995,300</u>	206,500
15 Tuberculosis Control		[1,237,500]	[1,031,000]	
16 (12 positions)	<u>629,700</u>			
17	[644,200]			
18 Immunization				
19 (2 positions)	<u>71,800</u>			
20	[81,300]			
21 Epidemiology				
22 (2 positions)	<u>266,500</u>			
23	[278,200]			

24 \* Sec. 3. Section 12, ch. 113 SLA 1978, page 24, line 13, is amended to  
25 read:

26 APPROPRIATION GENERAL OTHER

1	ALLOCATIONS	ITEMS	FUND	FUNDS
2	Environmental			
3	Health (38 positions)	<u>1,263,300</u>	<u>1,098,300</u>	165,000
4		[1,251,600]	[1,086,600]	

5 \* Sec. 4. Section 12, ch. 113 SLA 1978, page 24, lines 14 - 18 and line  
6 23, is amended to read:

7		APPROPRIATION	GENERAL	OTHER
8	ALLOCATIONS	ITEMS	FUND	FUNDS
9	Child and Family Health	<u>3,488,500</u>	<u>2,150,500</u>	1,338,000
10		[3,578,600]	[2,240,600]	

11 Family Planning  
12 (3 positions) 377,200  
13 [396,300]

14 Maternal and Child  
15 Health  
16 (2 positions) 230,200  
17 [266,200]

18 Handicapped children  
19 (9 positions) 1,350,500  
20 [1,338,500]

21 Communicative Disorders  
22 (14 positions) 540,900  
23 [545,200]

24 Child Development  
25 Service (6 posi-  
26 tions) 218,300  
27 [261,000]

28 \* Sec. 5. Section 12, ch. 113 SLA 1978, page 24, line 27, and page 25,  
29 line 4, is amended to read:

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	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
Laboratories		<u>1,535,200</u>	<u>1,431,800</u>	103,400
		[1,528,100]	[1,424,700]	
Regional Labs				
(39 positions)	<u>1,414,000</u>			
	[1,406,900]			

\* Sec. 6. Section 12, ch. 113 SLA 1978, page 25, lines 9, 10 and 13, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
Public Health				
Administration		<u>1,400,700</u>	<u>1,293,300</u>	107,400
		[1,372,400]	[1,265,000]	
Administration				
(11 positions)	<u>639,500</u>			
	[618,800]			
Health Education				
(4 positions)	<u>161,200</u>			
	[153,600]			

\* Sec. 7. Section 12, ch. 113 SLA 1978, page 25, lines 16, 22 and 23, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
Medicaid		<u>38,014,500</u>	<u>6,880,600</u>	<u>31,133,900</u>
		[38,464,900]	[7,211,000]	[31,253,900]
State Institu-				
tions	<u>6,069,100</u>			
	[6,309,100]			

1 Indian Health

2 Services 6,211,900

3 [6,422,300]

4 \* Sec. 8. Section 12, ch. 113 SLA 1978, page 26, lines 24 - 26, is  
5 amended to read:

6	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
8	Alaska Psychiatric Insti-			
9	tute (253 positions)		<u>6,318,300</u>	<u>1,198,400</u>
10			[5,939,500]	[1,467,200]
11	Personal Services	<u>6,495,600</u>		
12		[6,295,600]		
13	Other	<u>1,021,100</u>		
14		[1,105,100]		

15 \* Sec. 9. Section 12, ch. 113 SLA 1978, page 27, line 5, is amended to  
16 read:

17	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
19	Contract Forensic Services			
20	Travel and Grants	<u>221,300</u>	<u>221,300</u>	
21		[256,300]	[256,300]	

22 \* Sec. 10. Section 12, ch. 113 SLA 1978, page 27, lines 6 and 7, is  
23 amended to read:

24	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
26	Community Mental			
27	Health Services	<u>2,869,500</u>	<u>2,804,500</u>	65,000
28		[2,884,500]	[2,819,500]	
29	Regional Administration			

1 (2 positions) 66,900

2 [81,900]

3 \* Sec. 11. Section 12, ch. 113 SLA 1978, page 27, lines 12 - 14, is  
4 amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
7 Harborview				
8 (156 positions)			<u>420,200</u>	5,078,600
			[534,200]	
10 Personal Services		<u>4,142,600</u>		
		[4,192,600]		
12 Other		<u>1,356,200</u>		
		[1,420,200]		

14 \* Sec. 12. Section 12, ch. 113 SLA 1978, page 41, lines 22, 23, 25 and  
15 26, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
18 Probation and Parole		<u>3,200,300</u>	<u>3,200,300</u>	
		[3,084,700]	[3,084,700]	
20 First Judicial				
21 District (19				
22 positions)	<u>676,200</u>			
	[666,100]			
24 Third Judicial				
25 District (51				
26 positions)	<u>1,669,500</u>			
	[1,573,500]			
28 Fourth Judicial				
29 District (18				

1 positions) 671,700

2 [662,200]

3 \* Sec. 13. The sum of \$232,400 is appropriated from the general fund to  
4 the Department of Health and Social Services, division of corrections, for  
5 increased prisoner placements in federal institutions during the fiscal year  
6 ending June 30, 1979.

7 \* Sec. 14. The sum of \$282,000 is appropriated from the general fund to  
8 the Department of Health and Social Services, division of corrections, for  
9 the shortfall in personal services costs for adult correctional institutions  
10 for the fiscal year ending June 30, 1979, to be allocated as follows:

11	Juneau	\$34,000
12	Fairbanks	80,000
13	Ketchikan	17,000
14	Eagle River	71,000
15	Ridgeview	80,000

16 \* Sec. 15. The sum of \$353,618 is appropriated from the general fund to  
17 the Department of Health and Social Services, office of alcoholism and drug  
18 abuse, for the fiscal year ending June 30, 1979, to be allocated as follows:

19	Grants for alcohol treatment programs	\$350,759
20	Unalaska alcoholism program - for unpaid bill	2,859

21 \* Sec. 16. The sum of \$967,100 is appropriated from the general fund to  
22 the Department of Health and Social Services for the fiscal year ending  
23 June 30, 1979, to be allocated as follows:

24	Payments to enrollees in the Aid to the	
25	Disabled assistance program	\$549,200
26	Payments to enrollees in the Old Age	
27	assistance program	417,900

28 \* Sec. 17. The sum of \$3,325,300 is appropriated to the Department of  
29 Health and Social Services for payments to enrollees in the Aid to Families

1 with Dependent Children program, for the fiscal year ending June 30, 1979.

2 This appropriation is from the following sources:

3	General fund	\$1,662,650
4	Federal receipts	1,662,650

5 \* Sec. 18. The sum of \$2,045,300 is appropriated from the general fund to  
6 the Department of Health and Social Services, General Relief Medical program,  
7 to pay medical bills for the fiscal year ending June 30, 1979.

8 \* Sec. 19. The sum of \$1,266,346 is appropriated to the Department of  
9 Health and Social Services, Medicaid program, to pay medical bills for the  
10 fiscal year ending June 30, 1979. This appropriation is from the following  
11 sources:

12	General fund	\$575,800
13	Federal receipts	575,800
14	Revenue sharing	114,746

15 \* Sec. 20. The sum of \$1,332,400 is appropriated from the general fund to  
16 the Department of Health and Social Services for the fiscal year ending  
17 June 30, 1979, to be allocated as follows:

18 Office of Internal Review -

19	To replace shortfall of federal	
20	receipts for fiscal year 1979	\$ 43,700

21 Division of Social Services -

22	To replace shortfall of federal	
23	receipts for fiscal year 1979 and to	
24	cover excess expenditures of the	
25	fiscal year 1979 appropriation	1,288,700

26 \* Sec. 21. The sum of \$200,000 is appropriated to the Department of  
27 Health and Social Services, division of public health, for bills incurred by  
28 the handicapped children's program during the fiscal year ending June 30,  
29 1978. This appropriation is from the following sources:



1 \* Sec. 29. The sum of \$600,000 is appropriated from the general fund to  
2 the Department of Health and Social Services for the fiscal year ending  
3 June 30, 1980, for kindergarten through twelfth grade alcoholism and drug  
4 abuse prevention education.

5 \* Sec. 30. The sum of \$62,450 is appropriated from the general fund to  
6 the Department of Fish and Game for the following projects in the amounts set  
7 out after each:

8 (1) operation of a sonar fish counter on the Nushagak River in  
9 Bristol Bay -- \$40,000;

10 (2) operation of a sonar fish counting test on the Crescent River  
11 in Cook Inlet -- \$11,450;

12 (3) expanded operation of sonar fish counters on the Kenai Penin-  
13 sula -- \$11,000.

14 \* Sec. 31. The sum of \$48,000 is appropriated from the general fund to  
15 the Department of Fish and Game for steelhead trout restoration in Ward Creek  
16 in the Ketchikan Gateway Borough. This appropriation is contingent upon  
17 deposit in the general fund of at least \$48,000 in satisfaction of pending  
18 state claims against Louisiana-Pacific Ketchikan resulting from the discharge  
19 of chlorine into Ward Creek on or about April 18, 1978.

20 \* Sec. 32. The sum of \$125,000 is appropriated from the fish and game  
21 fund to the Department of Fish and Game for the fiscal year ending June 30,  
22 1979, to offset a shortfall of federal receipts in the division of game.

23 \* Sec. 33. The sum of \$7,000 is appropriated from the general fund to the  
24 Department of Fish and Game for the Fairbanks wildlife management area visi-  
25 tors program.

26 \* Sec. 34. The appropriation for a capital project made to the Department  
27 of Fish and Game in sec. 9, ch. 131, SLA 1971, is amended to read:

28 Department of Fish and Game

29 Fisheries Rehabilitation Program 115,400 [180,000]

1 Fund Source

2 General Fund 115,400 [180,000]

3 \* Sec. 35. An appropriation for a capital project made to the Department  
4 of Fish and Game from the general fund in sec. 8, ch. 91, SLA 1973, is  
5 amended to read:

6 Akalura Lake rotenone, improvements 17,600 [150,000]

7 \* Sec. 36. The sum of \$197,000 is appropriated from the general fund to  
8 the Department of Fish and Game for fish pass development in the Kodiak -  
9 Afognak Island area. The amount appropriated by this section represents the  
10 amount of the capital project appropriations lapsed in sec. 34 and sec. 35 of  
11 this Act.

12 \* Sec. 37. The sum of \$24,000 is appropriated from the general fund to  
13 the Department of Community and Regional Affairs to be paid as a grant to the  
14 City of McGrath for a full-time police officer.

15 \* Sec. 38. The sum of \$150,000 is appropriated from the general fund to  
16 the Office of the Governor, Alaska State Council on the Arts, to be paid as a  
17 grant to the Alaska Repertory Theatre to assist in meeting the challenge  
18 grant from the National Endowment on the Arts.

19 \* Sec. 39. The sum of \$30,000 is appropriated from the general fund to  
20 the Office of the Governor, contingency fund, to reimburse the contingency  
21 fund for a payment to the Studio Club, Anchorage.

22 \* Sec. 40. The sum of \$117,400 is appropriated from the general fund to  
23 the Department of Law, legal services, for the fiscal year ending June 30,  
24 1979, to be allocated as follows:

25 Expenses incurred due to contested  
26 1978 primary election \$61,000  
27 Court costs and attorney fees in  
28 Angaiak v. Beirne 24,000  
29 Right-of-way settlement for access route

1	to Juneau International Airport	14,100
2	Right-of-way settlement for Knik River	
3	Road	5,000
4	Attorney fees and costs in Moseley v.	
5	Beirne	13,300

6 \* Sec. 41. The sum of \$50,000 is appropriated from the general fund to  
7 the Department of Transportation and Public Facilities to be paid as a grant  
8 to the City of Dillingham for a dock facility.

9 \* Sec. 42. The sum of \$55,509 is appropriated from the general fund to  
10 the University of Alaska for temporary processing staff at the Anchorage  
11 campus.

12 \* Sec. 43. The sum of \$162,900 is appropriated from the general fund to  
13 the Legislative Affairs Agency for the additional expenses of the First  
14 Session of the Eleventh Legislature.

15 \* Sec. 44. The sum of \$9,000 is appropriated from the general fund to the  
16 legislative finance division for the additional expenses of the First Session  
17 of the Eleventh Legislature.

18 \* Sec. 45. Section 13, ch. 6 SLA 1979 is amended to read:

19 " Sec. 13. The sum of \$120,000 is appropriated from the general fund  
20 to the Department of Education to begin construction of school facili-  
21 ties in Allakaket. Insurance proceeds received as a result of the  
22 school fire on January 25, 1979, up to the amount appropriated by this  
23 section, shall lapse into the general fund upon receipt.

24 \* Sec. 46. The sum of \$6,000 is appropriated from the general fund to the  
25 Office of the Governor, Alaska State Council on the Arts, for payment as a  
26 grant to the Anchorage Youth Symphony.

27 \* Sec. 47. Section 2, ch. 94, SLA 1978 is amended to read:

28 Sec. 2. The unexpended and unobligated portion of the appropria-  
29 tion made by sec. 1 of this Act lapses into the general fund December 31

1 [JUNE 30], 1979.

2 \* Sec. 48. The appropriation made in sec. 30 of this Act is for the 1979  
3 management season, and any unexpended or unobligated balance lapses into the  
4 general fund December 31, 1979.

5 \* Sec. 49. The appropriation made in sec. 36 of this Act is for a capital  
6 project and is subject to AS 37.25.020.

7 \* Sec. 50. The unexpended and unobligated portions of the appropriations  
8 made in secs. 29, 33, and 42 of this Act lapse into the general fund on  
9 June 30, 1980.

10 \* Sec. 51. The unexpended and unobligated portions of the appropriations  
11 made in secs. 13 - 24, 26, 27, 32, 40, 43, and 44 of this Act lapse into the  
12 funds from which appropriated on June 30, 1979.

13 \* Sec. 52. Section 29 of this Act takes effect July 1, 1979. The re-  
14 mainder of this Act takes effect immediately in accordance with AS 01.10.-  
15 070(c).

Original sponsor: Rules/Governor

<u>Funding Information</u>	
General Fund	\$1,332,400
Other Funds	-0-
	<u>\$1,332,400</u>

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IN THE SENATE

BY THE FINANCE COMMITTEE

CS FOR SENATE BILL NO. 142

IN THE LEGISLATURE OF THE STATE OF ALASKA

ELEVENTH LEGISLATURE - FIRST SESSION

A BILL

For an Act entitled: "An Act making a supplemental appropriation to the Department of Health and Social Services; and providing for an effective date."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

\* Section 1. The sum of \$1,332,400 is appropriated from the general fund to the Department of Health and Social Services for the fiscal year ending June 30, 1979, to be allocated as follows:

Office of Internal Review -	03-06-12-02-00 AOM	12.2
To replace shortfall of federal funds	03-06-12-03-00 Audit	31.5
for fiscal year 1979		\$ 43,700
Division of Social Services -		
To replace shortfall of federal funds	03-05-43-02-00	
for fiscal year 1979 and to cover ex-	Foster Care	407.6
cess expenditures of fiscal year 1979	03-05-03-03-00	
appropriation	Inst. med. Care	881.1
		1,288,700

\* Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-070(c).

February 12, 1979

The Honorable Clem Tillion  
President of the Senate  
Alaska State Legislature  
Juneau, Alaska 99811

Dear Mr. President:

Under the authority of art. III, sec. 18 of the Alaska Constitution, I am transmitting a bill making a supplemental appropriation to the Department of Health and Social Services.

The sum of \$88,000 is appropriated to the department's Office of Internal Review (Audit Component, \$75,800; Administration Component, \$12,200). Reimbursement for activities related to children in the care of the department can no longer be claimed because children in foster and institutional care, for the most part, are no longer considered eligible for Aid to Families with Dependent Children by the federal criteria. This change in federal criteria was not known until after the FY 79 budget was passed by the legislature.

The sum of \$1,353,800 is also requested for the department's Division of Social Services for foster and institutional care of children in the care of the department. The division is required by AS 47.10.230 and 47.40.040 to provide necessary care and support to children in custody. Due to the increased number of children in care who do not meet federal criteria for Aid to Families with Dependent Children (45 C.F.R. 233.110(a)(1) and (2)), reimbursement to the department fell far short of the amount anticipated.

Sincerely,



Jay S. Hammond  
Governor

DEC 20 1978

BUDGET MANAGEMENT

TO:  Ron Lind, Director  
Division of Budget and Management  
Office of the Governor

DATE: December 18, 1978

FILE NO:

TELEPHONE NO:

FROM:

*Catherine M. Lloyd*  
Helen D. Beirne, Commissioner  
Department of Health  
and Social Services

SUBJECT: FY 1979 Supplemental Appropriation  
Request - Office of Internal Review

A supplemental appropriation request for \$75,800 of State general funds for the Office of Internal Review, Audit Component is forwarded for your review and action.

- A. REASON FOR THE SUPPLEMENTAL: Children in Foster Care and Institutional Care, for the most part, are no longer considered AFDC eligible by the Federal criteria. Reimbursement for activities related to children in care of the Department can no longer be claimed. The change in eligibility criteria by the Federal Agency was not known until after the FY 1979 budget was passed by the Legislature. General funds to replace the appropriated Title IVA Funds are requested.
- B. CONSEQUENCES OF NOT FUNDING THE SUPPLEMENTAL: The required audits will not get completed. The backlog of audits to be completed will increase sharply. Two current employees would have to be laid off immediately.
- C. OTHER INFORMATION: Expenditures for this component have been less than one-twelfth of authorized per month. Vacant positions which have been filled during this fiscal year have been considered in this request. The total of Title IVA funding authorized for this component is \$96,200, but vacancies resulting in approximately \$40,000 has resulted in the lower Supplemental Request. No lapse in another BRU is anticipated, therefore, no funds can be identified which could be transferred to reduce this supplemental need.

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 70 FINAL AUTH.	FY 70 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINGENT
PERSONAL SERVICES	148.8	215.5	152.7	305.1	305.1	303.0	69.3	9.2	184.5	-40.0	321.5
TRAVEL	17.7	32.4	18.9	43.0	43.0	43.0	16.6	4.0	22.4	-0-	45.6
CONTRACTUAL SERVICES	9.7	12.2	8.9	65.5	65.5	65.5	11.4	6.5	47.6	-0-	71.8
COMMODITIES	1.8	3.2	2.7	4.9	4.9	4.9	.3		2.9	1.7	5.2
EQUIPMENT	.8	2.5	2.5				1.0			(1.0)	
LANDS, BLDG. ...											
GRANTS, CLAIMS											
MISCELLANEOUS											
TOTAL	178.8	265.8	185.7	418.5	418.5	416.4	98.6	19.7	<sup>257.4</sup> 275.4	40.7	444.1
FEDERAL RECEIPTS	22.9	86.1	-0-	148.5	148.5	148.5	-0-	-0-	72.7	75.8	62.9
REQUIRED GF MATCHING	22.9	86.1	60.1	148.6	148.6	148.6	-0-	-0-	72.8	75.8	62.9
OTHER GENERAL FUND	133.0	93.6	125.6	121.4	121.4	119.3	98.6	19.7	111.9	(110.9)	318.3
INTER-AGENCY RECEIPTS											

AGENCY: Health & Social Services DRU: Office of Internal Review COMPONENT: Audit REVISED: \_\_\_\_\_

40.7  
31.5  
9.2

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 79 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTING.
PERSONAL SERVICES	148.8	215.5	152.7	305.1	305.1	303.0	69.9	9.2	184.5	40.0	321.5
TRAVEL	17.7	32.4	18.9	43.0	43.0	43.0	16.6	4.0	22.4	-0-	45.6
CONTRACTUAL SERVICES	9.7	12.2	8.9	65.5	65.5	65.5	11.4	6.5	42.6	-0-	71.0
COMMODITIES	1.8	3.2	2.7	4.9	4.9	4.9	.3		2.9	1.7	5.2
EQUIPMENT	.8	2.5	2.5				1.0			(1.0)	
LANDS, BLDG. ...											
GRANTS, CLAIMS											
MISCELLANEOUS											
TOTAL	178.8	265.8	185.7	418.5	418.5	416.4	98.6	19.7	275.4	40.7	444.1
FEDERAL RECEIPTS	22.9	86.1	-0-	148.5	148.5	148.5	-0-	-0-	72.7	75.3	62.9
REQUIRED GF MATCHING	22.9	86.1	60.1	148.6	148.6	148.6	-0-	-0-	72.8	72.0	62.9
OTHER GENERAL FUND	133.0	93.6	125.6	121.4	121.4	119.3	98.6	19.7	111.9	(110.9)	318.3
INTER-AGENCY RECEIPTS											

AGENCY: Health & Social Services      BRU: Office of Internal Review      COMPONENT: Audit      REVISED: \_\_\_\_\_

STATE  
of ALASKA

## MEMORANDUM

RECEIVED

DEC 20 1978

BUDGET &amp; MANAGEMENT

TO:  Ron Lind, Director  
Division of Budget & Management  
Office of the Governor

DATE: December 18, 1978

FILE NO:

TELEPHONE NO:

FROM:

*Catherine M. Long*  
Helen D. Beirne, Commissioner  
Department of Health  
and Social ServicesSUBJECT: FY 1979 Supplemental Appropriation  
Request - Office of Internal Review

A supplemental appropriation request for \$12,200 of State general funds for the Office of Internal Review, Administration Component is forwarded for your review and action.

- A. REASON FOR THE SUPPLEMENTAL: Children in Foster Care and Institutional Care for the most part, are no longer considered AFDC eligible by the Federal criteria. Reimbursement for activities related to children in care of the Department can no longer be claimed. The change in eligibility criteria by the Federal Agency was not known until after after the FY 1979 budget was passed by the Legislature. General funds to replace the appropriation Title IVA Funds are requested.
- B. CONSEQUENCES OF NOT FUNDING THE SUPPLEMENTAL: Support services for the other components of this BRU would be cut off. This component is comprised of one Administrator and two Clerical support positions. Without funding, employees would have to be laid off to stay within the appropriation level of State General Funds.
- C. OTHER INFORMATION: No lapse in another BRU is anticipated, therefore, no funds can be identified which could be transferred to reduce this supplemental need.

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINGENT
PERSONAL SERVICES	61.0	78.6	79.9	84.7	84.7	84.1	32.4	3.6	48.1	-0-	92.0
TRAVEL	2.9	6.0	3.0	3.9	3.9	3.9	1.0	-0-	2.8	.1	4.1
CONTRACTUAL SERVICES	.2	6.2	4.3	6.5	6.5	6.5	5.2	-0-	1.3	-0-	8.1
COMMODITIES	.8	1.0	.6	.7	.7	.7	.5	-0-	.2	-0-	.7
EQUIPMENT	.2	1.4	.6				.1			(.1)	
LANDS, BLDG. ...											
GRANTS, CLAIMS, ...	4.7										
MISCELLANEOUS											
TOTAL	69.8	93.2	88.4	95.8	95.8	95.2	39.2	3.6	52.4	-0-	104.9
FEDERAL RECEIPTS	234.4	38.5	259.5	39.6	39.6	39.6	.1		27.3	12.2	20.6
REQUIRED GF MATCHING	76.0	38.4	36.5	39.5	39.5	39.5	.1		27.3	12.2	20.6
OTHER GENERAL FUND	(240.6)	16.3	(207.6)	16.7	16.7	16.1	39.0	3.6	(2.2)	(24.4)	63.7
INTER-AGENCY RECEIPTS											

AGENCY: Health and Social Services BRU: Office of Internal Review COMPONENT: Administration REVISED: \_\_\_\_\_

FY 79 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + CIRCUMSTANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPEN- DITURES + CIRCUMSTANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTING.
PERSONAL SERVICES	61.0	78.6	79.9	84.7	84.7	84.1	32.4	3.6	48.1	-0-	92.0
TRAVEL	2.9	6.0	3.0	3.9	3.9	3.9	1.0	-0-	2.8	.1	4.1
CONTRACTUAL SERVICES	2	6.2	4.3	6.5	6.5	6.5	5.2	-0-	1.3	-0-	8.1
COMMODITIES	.8	1.0	.6	.7	.7	.7	.5	-0-	.2	-0-	.7
EQUIPMENT	.2	1.4	.6				.1			(.1)	
LANDS, BLDG. ...											
GRANTS, CLAIMS	4.7										
MISCELLANEOUS											
TOTAL	69.8	93.2	88.4	95.8	95.8	95.2	39.2	3.6	52.4	-0-	104.9
FEDERAL RECEIPTS	234.4	38.5	259.5	39.6	39.6	39.6	.1		27.3	12.2	20.6
REQUIRED OF MATCHING	76.0	38.4	36.5	39.5	39.5	39.5	.1		27.3	12.2	20.6
OTHER GENERAL FUND	(240.6)	16.3	(207.6)	16.7	16.7	16.1	39.0	3.6	(2.2)	(24.4)	63.7
INTER-AGENCY RECEIPTS											

AGENCY: Health and Social Services DRU: Office of Internal Review COMPONENT: Administration REVISED: \_\_\_\_\_

FY 77 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINUATION
PERSONAL SERVICES											
TRAVEL	41.5	45.2	45.2	50.0	50.0	50.0	17.0	4.3	30.1	(1.4)	53.1
CONTRACTUAL SERVICES	17.7										
COMMODITIES	5.3	12.4	10.3	5.7	5.7	5.7	6.2	1.6	11.4	(13.5)	6.0
EQUIPMENT											
LANDS, BLDG. ...											
GRANTS, CLAIMS	2,891.4	4,298.0	4,161.9	4,282.0	4,663.8	4,663.8	1,763.1	700.5	2,479.4	(279.2)	5,399.3
MISCELLANEOUS											
TOTAL	2,955.9	4,217.6	4,217.4	4,337.7	4,719.5	4,719.5	1,786.3	706.4	2,520.9	(294.1) (566.3) IV A 0 RGF to OCF (960.4) Tot. Supp	5,457.4
FEDERAL RECEIPTS	421.9	719.3	278.0	542.2	566.3	566.3	0	0	0	(566.3)	0
REQUIRED GF MATCHING	464.6	719.3	278.0	542.2	566.3	566.3	0	0	0	(566.3)	0
OTHER GENERAL FUND	1,902.2	2,751.2	3,929.4	3,225.5	3,559.1	3,559.1	1,764.2	706.4	2,515.2	(1,426.7)	5,457.4
INTER-AGENCY RECEIPTS											
Program Receipts	26.1	27.8	18.9	27.8	27.8	27.8	22.1	0	5.7	0	0
Other Funds	141.1										

AGENCY: Health & Social Services BRU: Program Services COMPONENT: Institutional Care REVISED: \_\_\_\_\_

FY 78 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 79 (DEFICIT) OR EXCESS	FY 80 CONTINUATION
PERSONAL SERVICES											
TRAVEL	42.5	65.3	87.8	52.8	52.8	52.8	34.6	8.7	61.1	(51.6)	56.0
CONTRACTUAL SERVICES	51.3	106.0	211.1	114.2	114.2	114.2	172.3		0	(59.1)	102.8
COMMODITIES	21.9	22.1	37.2	34.0	34.0	34.0	17.3	4.3	30.2	(17.8)	36.0
EQUIPMENT	.1										
LANDS, BLDG. ...											
GRANTS, CLAIMS, ...	341.8	1,906.7	1,764.2	2,156.1	2,410.4	2,410.4	615.2	410.2	1,435.8	(50.8)	2,681.3
MISCELLANEOUS											
TOTAL	1,457.6	2,100.1	2,100.3	2,357.1	2,611.4	2,611.4	839.4	423.2	1,527.1	(178.3) (314.6) IV / 0 RCP to OCP (492.9) Total Supp.	2,879.1
FEDERAL RECEIPTS	337.4	437.4	242.6	429.1	452.2	452.2	35.0	33.8	68.8	(314.6)	137.6
REQUIRED OF MATCHING	234.4	372.3	98.0	291.5	314.6	314.6	0	0	0	(314.6)	0
OTHER GENERAL FUND	616.1	1,107.8	1,636.7	1,453.9	1,662.0	1,662.0	760.6	413.2	1,363.3	(807.5)	2,740.5
INTER-AGENCY RECEIPTS											
Program Receipts	128.4	182.6	123.0	182.6	182.6	182.6	43.8	43.8	95.0	0	0
Other Funds	161.3										

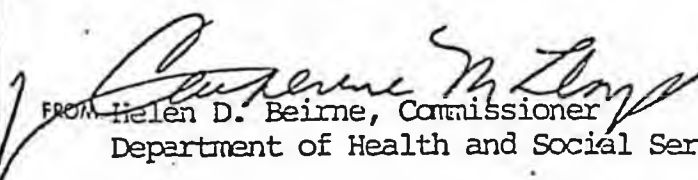
AGENCY: Health & Social Services DRU: Program Services COMPONENT: Foster Care REVISED: \_\_\_\_\_

TO: [Ronald B. Lind, Director  
Division of Budget and Management  
Office of the Governor

DATE: December 18, 1978

FILE NO:

TELEPHONE NO:

FROM:  Helen D. Beirne, Commissioner  
Department of Health and Social Services.

SUBJECT: FY 78 and FY 79 Supplemental  
Requests

As requested in your December 7 memo, FY 78 and FY 79 Supplemental Budget Requests for the Division of Social Services are attached on the prescribed forms.

PROGRAM SERVICES BRU:

1. FY 79 Foster Care and Institutional Care - The Division is required to provide 24-hour care, and supportive items for children under AS 47.10.230 and 47.40.040. Children placed in foster care are committed to the Division's custody and the Division has no control over the number of children for whom care must be provided or the rates paid. Travel to and from placements and for witnesses at court hearings, initial placement clothing purchases, medical care and psychiatric and psychological evaluations and treatment (the majority of which are court ordered for the child and the parents) must also be provided. A great deal of the costs for evaluations, testing, examinations and other medically related care previously were borne by the Division of Public Assistance Medicaid program; however, the costs now are the program's responsibility. This policy change was enforced just recently, and therefore, was not included in the original budget request. The costs of such supportive care has not kept pace with rising costs over the years.

In addition, Federal Title IV-A funds were appropriated and the majority of these funds cannot be claimed. Therefore, it is apparent that there will be a significant shortfall of federal receipts. The majority of the children placed in care now are in need of protective services and are committed by court order or through voluntary placements. These children, for the most part, do not meet the federal criteria for AFDC-FC eligibility which is required to receive Title IV-A reimbursement (45 CFR 233.110(a)(1) and (a)(2)). Other General Funds to replace all currently appropriated Title IV-A funds are requested.

2. If funding is not made available, the legal responsibilities will not be met when current funding is exhausted. Children in need of protective care may be forced to remain in living situations where they will be abused and neglected. There are no alternatives to this program.

3. Both components have historically supplemental funding due to the inability to accurately project caseloads or full-cost-of-care rates within the budget preparation cycles.

Supplemental needs for Travel and Commodities are based upon a one-month payment lag; Contractual upon actual contact limitations. Benefits to Individuals is based upon a two-month lag in Foster Care; and a one-month lag, plus encumbrances in Institutional Care. This line item includes medical care, and the invoices are never received on a timely basis.

FY 78 FOSTER CARE AND INSTITUTIONAL CARE:

1. As stated above, AS 47.10.230 and 47.40.040 require the Division to provide necessary care and support to children in custody. Due to the increased number of children in care who do not meet the federal eligibility criteria for AFDC-FC, (45 CFR 233.110(a)(1) and (a)(2), reimbursement fell extremely short. The FY 78 budget request funding was based upon the assumption that more children would meet the eligibility criteria. General funds to replace the shortfall are requested. This portion of the supplemental request during FY 78 was not acted upon by the legislature.

Social Security benefits also fell short. These benefits are extremely unreliable since they depend solely upon the individual child.

2. If the supplemental funding is not approved, FY 78 expenditures will exceed the current General Fund and Title IV-B federal funding of the appropriation. There is no alternative from which to replace this shortfall in federal funds.
3. Replacement of federal Title IV-A funds was included in our original FY 78 supplemental request, however, it was not enacted with the passage of HB 610.

SOCIAL SERVICES BRU:

1. AS 47.05, 47.10, 47.17, 47.35, and 47.40 charges the Division with administering the social services programs, as well as federal Title IV-A, IV-B, IV-C and XX of the Social Security Act. The current appropriation for communications will be insufficient to meet maintenance level operational costs due to the interim rate increase of 87% awarded RCA, and the 15% U.S. Postal Service rate increase. These increases were not included in the FY 79 budget request since they were not known at that time.

FY 78 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 78 (DEFICIT) OR EXCESS	FY 80 CONTINGENT
PERSONAL SERVICES											
TRAVEL	42.5	65.3	87.8							(22.5)	
CONTRACTUAL SERVICES	51.3	106.0	211.1							(105.1)	
COMMODITIES	21.9	22.1	37.2							(15.1)	
EQUIPMENT	.1										
LANDS, BLDG. ...											
GRANTS, CLAIMS	1,341.9	1,906.7	1,764.2							142.5	
MISCELLANEOUS											
TOTAL	1,457.6	2,100.1	2,100.3							(.2)	
FEDERAL RECEIPTS	337.4	437.4	242.6							(194.8) IV A shortfall 0 MCF to OSF	
REQUIRED OF MATCHING	234.4	372.3	- 98.0							(50.6) Unexp. Mat. shortfall	
OTHER GENERAL FUND	616.1	1,107.8	1,636.7							(254.6) Total supplement (19.9)	
INTER-AGENCY RECEIPTS											
Program Receipts	128.4	182.6	123.0							(59.6)	
Other Funds	141.1										

AGENCY: Health & Social Services DRU: Program Services COMPONENT: Foster Care REVISED: \_\_\_\_\_

FY 78 SUPPLEMENTAL REQUEST ANALYSIS

	FY 77 ACTUAL	FY 78 FINAL AUTH.	FY 78 ACTUAL	FY 79 GOV. BUDGET	FY 79 INITIAL AUTH.	FY 79 CURRENT AUTH.	EXPENDITURES + ENCUMBRANCES 7/1/-11/30	OTHER OBLIGATIONS 7/1/-11/30	PROJECTED EXPENDI- TURES + ENCUMBRANCES 12/1-6/30	FY 78 (DEFICIT) OR EXCESS	FY 80 CONTINUATIO:
PERSONAL SERVICES											
TRAVEL	41.5	45.2	45.2							0	
CONTRACTUAL SERVICES	17.7	( 138.0)								(138.0)	
COMMODITIES	5.3	12.4	10.3							2.1	
EQUIPMENT											
LANDS, BLDG. ...											
GRANTS, CLAIMS	2,891.4	4,298.0	4,161.9							136.1	
MISCELLANEOUS											
TOTAL	2,955.9	4,217.6	4,217.4							.2 (441.3) IV shortfall 0 RCF to OCF (8.9) Proj Rcf shortfall (450.0) Total Supplement (441.3)	
FEDERAL RECEIPTS	421.9	719.3	278.0								
REQUIRED OF MATCHING	464.6	719.3	278.0							(441.3)	
OTHER GENERAL FUND	1,902.2	2,751.2	3,929.4							(891.3)	
INTER-AGENCY RECEIPTS											
Program Receipts	26.1	27.8	18.9							(8.9)	
Other Funds	141.1										

AGENCY: Health & Social Services BRU: Program Services COMPONENT: Institutional Care REVISED: \_\_\_\_\_

# STATE OF ALASKA

JAY S. HAMMOND, GOVERNOR

## OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

POUCH AM — JUNEAU 99811  
PHONE 465-2213

March 13, 1979

SB 142

Honorable John Sackett  
Chairman, Senate Finance Committee  
Alaska State Legislature  
Pouch V  
Juneau, Alaska 99811

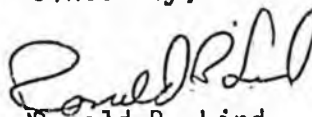
Dear Senator Sackett:

Please amend Senate Bill 142, "An Act making a supplemental appropriation to the Department of Health and Social Services; and providing for an effective date", by adding an additional appropriation, as follows:

The sum of \$29,200 is appropriated to the Department of Health and Social Services for the purpose of meeting increased costs for Medical Surveillance Review and Medicaid Claims Processing for fiscal year 1979. The \$29,200 is appropriated from the following sources:

General Funds	\$17,900
Federal Funds	11,300

Sincerely,



Ronald B. Lind  
Director

cc: Russ Meekins  
House Finance

Ron Lind, Director  
Division of Budget & Management

DATE: February 06, 1979

FILE NO: FM 8-3

TELEPHONE NO:

*Catherine M. Lloyd*  
FROM: Helen D. Beirne, Commissioner  
Division of Health &  
Social Services

SUBJECT: Revised FY 79 Supplemental  
Request - Department of  
Health & Social Services  
Public Assistance Administration

The Department of Health & Social Services, Division of Public Assistance requests a revision to the FY 79 Supplemental based on revised projections of expenditure shortfalls, excluding the RCA rate increase and postage increase.

	<u>FY 79 Authorized</u>	<u>Expended thru 12/31</u>	<u>Projected 01/01-06/30/79</u>	<u>Total</u>	<u>(over) Under Authorized</u>
onal ices	\$ 704.7	\$ 309.4	\$ 420.1	\$729.5	\$ (24.8)
el	15.8	14.0	8.5	22.5	( 6.7)
ractical ices.	178.1	159.7	18.4	178.1	-0-
odities	7.0	2.4	2.3	4.7	2.3
pment	1.0	-0-	1.0	1.0	-0-
r	<u>-0-</u>	<u>1.5</u>	<u>(1.5)</u>	<u>-0-</u>	<u>-0-</u>
l	<u>\$ 906.6</u>	<u>\$487.0</u>	<u>\$448.8</u>	<u>\$935.8</u>	<u>\$29.2</u>

The personal services shortfall is primarily due to an increase in utilization of Medical Assistance programs and subsequent need for supplemental FY 78 funds created a need for additional effort over and above maintaining current year activity.

The second area of needed funds is for travel: The additional travel needs resulted from increased need for travel in the Medical Surveillance Unit for required visitations to Nursing Homes and travel needs related to hearings for Medicaid and General Relief Medical regulations. In addition it will be necessary to hold at least one and preferably two meetings of the Medical Care Advisory Committee. A revised program will be submitted to transfer the projected balance on commodities to other line items as necessary.

Your consideration of this request will be appreciated

Institutional Care Daily Rates

Facility	FY 76 Audited Rate	FY 77 Audited Rate	Provisional FY 78 Rate	Est. FY 78 Revised Rate	Estimated FY 79 Rate	FY 78 Audited Rate	FY 79 Provisional Rate	FY 80 Es- Rate
aska Children's Services Inc.								
Jesse Lee	42.83	61.55	75.43	83.73	88.75	81.59	Jesse Lee 91.1	96.43
North Star House	33.91	59.88	64.52	71.62	75.92	67.01	North Star 40.56	42.99
Aquarius	27.43	36.26	45.79	50.83	53.88	47.61	Aquarius 47.01	49.83
Colletti	27.16	36.94	48.70	54.06	57.30	50.42	Colletti 38.98	41.32
Youth Services Center	45.99	54.26	69.57	77.22	81.85	71.76	Youth Svc 109.99	116.59
askan Youth Village	31.17	37.19	44.06	48.91	51.84		Bunnell 53.24	56.43
arrow Receiving Home			Rate not yet established			57.93	Alk Youth V. 52.15	55.28
thel Receiving	24.68	44.09	Closed in FY 77					
oth Memorial Home	50.30	60.65	75.63	83.95	88.99	110.19	Barrow Rec. 110.19	116.80
venant High School		14.89	*	*		36.04	Bethel Group 46.96	49.78
illcrest Receiving Home	35.32	53.55	Rate not yet established			75.63	Booth Mem. 92.26	97.80
illtop Home	35.47	42.43	46.30	51.39	54.47	18.42	Covenant 16.52	17.51
pe Center*	40.51	55.01	*			46.30	Hillcrest 51.00	54.06
ne Cottage "A"*	28.70	31.70	*				Hilltop	
suit Volunteer Corps Group Home	29.53	26.21	36.04	40.00	42.40	62.04	Juneau Rec. 66.03	69.99
neau Receiving Home	26.76	47.81	Rate not yet established				Juneau Teen	
neau Teen Home						39.57	Boys 46.12	48.81
Boys	22.52	39.67	40.88	45.38	48.10	39.57	Girls 46.12	48.81
Girls	32.71	39.67	40.88	45.38	48.10	51.54	Kenai Care 55.96	59.82
nai Peninsula Community Care Center	36.58	48.06	51.54	57.21	60.64	48.50	Ketchikan Ch. 60.52	64.48
etchikan Children's Home						20.72	Kodiak 18.19	19.29
Receiving Home	39.22	43.30	48.50	53.84	57.07	62.25	Nome Rec. 59.97	63.57
Teen Home	34.95	43.30	48.50	53.84	57.07	42.45	North Star 40.83	43.28
odiak Baptist Mission & Group Home	14.89	20.56	20.72	23.00	24.38	65.52	Hosp. House 64.86	68.75
ome Receiving Home	42.87	43.67	Closed in FY 77			46.91	Turning Point 65.51	69.41
orth Star Home	18.94	22.92	Closed			42.26	Sitka Rec. H. 57.32	60.70
resbyterian Hospital ity House	61.48	62.36	Rate not yet established			68.71	St-Judes 68.71	72.85
effield House (Hope Center)*	22.91	22.46	*					
t. Mary's High School	7.71		*					
urning Point Boys Ranch	44.92	43.31	46.81	51.96	55.08			
Not under Institutional Care								

Program Services - Institutional Care

Dept. of Health & Social Services  
BRU CODE Health & Social Services REVISD

NT Institutional Care

DATE REVISD

Introduced: 2/13/79  
Referred: Health, Education  
& Social Services and Finance

Funding Information:  
General Fund: \$1,441,800  
Other Funds: -0-  
\$1,441,800

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 142

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the  
7 Department of Health and Social Services; and pro-  
8 viding for an effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 \* Section 1. The sum of \$1,441,800 is appropriated from the general  
11 fund to the Department of Health and Social Services, to be allocated as  
12 follows:

13 Office of Internal Review -

14 Replacing shortfall of federal  
15 funds for FY 79

\$ 38,000

16 Division of Social Services -

17 Replacing shortfall of federal  
18 funds for FY 79 and cover  
19 excess expenditures of FY 79

20 appropriation 1,353,800

21 \* Sec. 2. The unexpended and unobligated portion of the appropriation  
22 made in sec. 1 of this Act lapses June 30, 1979.

23 \* Sec. 3. This Act takes effect immediately in accordance with AS 01.-  
24 10.070(c).

25  
26  
27  
28  
29

COMMITTEE REPORT  
SENATE

2/13/79

FURTHER: FINANCE

Date: \_\_\_\_\_

Mr. President:

The Committee on HESS has had SB 142  
making a supplemental appropriation to the Department of Health and  
Social Services; and providing for an effective date.

under consideration and (a majority of the committee) (the committee)  
reports it back with the following recommendations:

do pass  do not pass

<sup>2</sup> do pass with attached amendment(s)

replace with CS. for \_\_\_\_\_  same title  
 new title

and recommends \_\_\_\_\_

AND attaches a "Letter of Intent"  New Fiscal Note

reports it back without recommendation

referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

1 Arthur Sturges  
1 Butler  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

MEMBERS HAVING  
OTHER RECOMMENDATIONS:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

2 Blair Hadley  
CHAIRMAN

W. O. R. C.

AMENDMENT #1

OFFERED IN THE SENATE:

By: Senate Hess

To: \_\_\_\_\_ SENATE BILL No. SB 142

HOUSE BILL No. \_\_\_\_\_

PAGE: (1)

LINE: 15

Line 15 change \$88,000 to \$47,300

*Change  
line 16  
if adopted*

AMENDMENT #2

OFFERED IN THE SENATE:

By: Senate Hess

To: \_\_\_\_\_ SENATE BILL No. SB 142

HOUSE BILL No. \_\_\_\_\_

PAGE: (1)

LINE: 20

Line 20 change \$1,353,800 to \$1,310,500

POSITION PAPER

SENATE BILL NO. 142

"An Act making a supplemental appropriation to the Department of Health and Social Services; and providing for an effective date."

Office of Internal Review

Senate Bill No. 142, in regard to the Office of Internal Review, provides for replacing a shortfall of federal funds with state general funds. The AFDC eligibility for children in foster care and institutional care changed drastically since the preparation of the FY 1979 budget. Activities by the Administration and Audit Components of the Office of Internal Review relating to children in foster care and institutional care are no longer eligible for Title IV-A federal reimbursement. A significant amount of effort by this unit is made in auditing and rate setting of AS 47.40 related services.

If state general funds are not made available to replace the lost federal receipts, all Administrative and Audit staff will be subject to layoff by mid-April.

SE 142 should be reduced from \$88.0 to \$43.7.

Division of Social Services

Senate Bill No. 142 provides for supplemental funding of \$1,353.8 to replace unclaimable federal Title IV-A funds and to meet the increased costs of the foster care and institutional care programs. Recent projections based upon actual expenditures, the first six months of the fiscal year, indicate it is possible to reduce the supplemental request to \$1,332.0, and further to \$1,288.7 by the transfer of \$43.3 GF from the Day Care Component.

Under AS 47.10.230 and 47.40.040, the Division is required to provide 24-hour care and supportive costs for children in need of aid. Children placed in foster and institutional care are committed to the Division's custody, and the Division has no control over the number of children for who care must be provided or the rates paid (see attached audited rates).

Supportive costs, such as travel to and from placements, witnesses at court hearings, initial placement clothing purchases, medical care and psychiatric and psychological evaluations and treatment (the majority of which are court ordered for the child and parent(s)) must also be provided. The majority of the costs for evaluation, testing, examinations and other medically related care were borne by the Division of Public Assistance's Medicaid program in the past; however, such costs must now be assumed by the program. This policy change was enforced in FY 79 and therefore, the increases were not anticipated at the time the original budget request was prepared.

Replacement of \$880.9 federal Title IV-A funds with general funds is required. Federal representatives conducted a review of the cases for which Title IV-A funds were being claimed, resulting in a drastic reduction in revenues for FY 78. The number of children meeting the federal criteria for AFDC-FC eligibility (45 CFR 233.110(a)(1) and (a)(2)), has decreased drastically. Therefore, Title IV-A funds appropriated for FY 79 will far exceed actual revenues. Total replacement of these funds with general funds is requested, however, both the Divisions of Social Services and Public Assistance will continue determining eligibility and claiming all possible federal reimbursement.

If general funds are not appropriated to cover the above, we will be unable to meet foster care costs beyond mid-May, and institutional care costs beyond mid-April.

Supplemental need for travel are based upon a one-month payment lag; professional costs upon actual contract limitations; clothing, provider payments and medical upon a two-month lag in Foster Care and a one-month lag, plus recent encumbrances, in Institutional Care. The total request is as follows:

	<u>200</u>	<u>300</u>	<u>400</u>	<u>700</u>	<u>Fed Shortfall</u>	<u>GF Total</u>
Foster Care	\$51.8	\$58.1	\$26.4	-0-	\$314.6	\$450.9
Institutional Care	<u>30.3</u>	<u>-</u>	<u>9.9</u>	<u>274.6</u>	<u>566.3</u>	<u>881.1</u>
	82.1	58.1	36.3	274.6	880.9	1,332.0

Less GF transfer from the Day Care Component by revised program verbally approved by the Division of Budget and Management:

-43.3  
1,288.7

The Division of Social Services portion of SB No. 142 should be reduced to \$1,288.7.

DIVISION OF PUBLIC ASSISTANCE

Please amend Senate Bill 142 by adding an additional appropriation, as follows:

The sum of \$29.2 is appropriated to the Department of Health and Social Services for the purpose of meeting increased costs for Medical Surveillance Review and Medicaid Claims Processing for fiscal year 1979. The \$29.2 is appropriated from the following sources:

General Funds	\$17.9
Federal Funds	\$11.3

Enactment of Senate Bill No. 142 is recommended.

RECOMMENDED BY: Roger C. Lange  
Roger C. Lange, Administrator  
Office of Internal Review

DATE: 3.15.79

RECOMMENDED BY: Art Holmberg  
Art Holmberg, Director  
Division of Social Services

DATE: 3/15/79

RECOMMENDED BY: Rod Betit  
Rod Betit, Director  
Division of Public Assistance

DATE: 3/15/79

APPROVED BY: Helen D. Beirne  
Helen D. Beirne, Commissioner  
Department of Health and Social Services

DATE: 3-15-79

Attachments

March 13, 1979

Honorable John Sackett  
Chairman, Senate Finance Committee  
Alaska State Legislature  
Pouch V  
Juneau, Alaska 99811

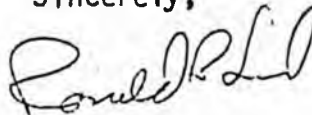
Dear Senator Sackett:

Please amend Senate Bill 142, "An Act making a supplemental appropriation to the Department of Health and Social Services; and providing for an effective date", by adding an additional appropriation, as follows:

The sum of \$29,200 is appropriated to the Department of Health and Social Services for the purpose of meeting increased costs for Medical Surveillance Review and Medicaid Claims Processing for fiscal year 1979. The \$29,200 is appropriated from the following sources:

General Funds	\$17,900
Federal Funds	11,300

Sincerely,



Ronald B. Lind  
Director

cc: Russ Meekins  
House Finance

FULL COST OF CARE  
CHILD CARE SERVICES BY 1979

Agency	Provisional Rates	Audited (Final) Rates
Alaska Children's Services:		
ES - Aquarius	\$ 47.01	
ES - Bunnell Receiving Home <i>ES Contract</i>	<del>53.24</del>	
Colletti	38.98	
Jesse Lee	91.16	
North Star	40.56	
ES - Youth Services Center	109.99	
Alaskan Youth Village	52.15	
ES - North Slope Borough (Barrow) Receiving Home <i>Contract 064183 encumbrance</i>	110.19	
Bethel Group Home	46.96	
Booth Memorial Home	92.26	
Covenant High School	16.52	
Hilltop Home	51.00	
ES - Juneau Receiving Home	66.03	
Juneau Teen Homes	46.12	
ES - Kenai Peninsula Community Care Center	<del>55.96</del>	
Ketchikan Children's Home	60.52	
Kodiak Baptist Mission/Group Home	18.19	
ES - <i>Kodiak Home, Kodiak</i>		
ES - Nome Receiving Home	59.97	
North Star Children's Home	40.83	
Presbyterian Hospital House	61.86	
Turning Point Day's Ranch	65.51	
ES - Sitka Youth Advocates Receiving Home	57.32	
ES - St. Jades <i>Contract 064191 encumbrance</i>	46.11	



Alaska State Legislature  
House

JUNEAU, ALASKA

MESSAGE TO THE SENATE

DATE April 28, 1979

MR. PRESIDENT:

The House has passed CSSB 142 (making a supplemental appropriation to the Dept. of Health and Social Services; effective date) with the following amendment:

HCS CSSB 142 (transferring among fiscal year 1979 appropriations to the Dept. of Health and Social Services and making supplemental appropriations to the Department of Health and Social Services for the fiscal years ending June 30, 1978 and June 30, 1979; effective date)

and transmitting same for consideration.

Not concurred

Dankert  
Sorenson  
Hahn

Irene Puckett

Chief Clerk of the House

Original sponsor: Rules/Governor

Offered: 4/24/79  
Referred: Rules

Funding Information

General Fund	\$ 7,898,916
Other Funds	2,375,040
	<u>\$10,273,956</u>

1 IN THE SENATE BY THE FINANCE COMMITTEE  
 2 HOUSE CS FOR CS FOR SENATE BILL NO. 142  
 3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
 4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act transferring among fiscal year 1979 appropria-  
 7 tions to the Department of Health and Social Services  
 8 and making supplemental appropriations to the Department  
 9 of Health and Social Services for the fiscal years end-  
 10 ing June 30, 1978 and June 30, 1979; and providing for  
 11 an effective date."

12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

13 \* Section 1. Section 12, ch. 113 SLA 1978, page 23, line 26, and page 24,  
 14 lines 4 - 7, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
17 Nursing		<u>4,909,600</u>	<u>3,870,100</u>	1,039,500
		[4,830,900]	[3,791,400]	
19 Field Nursing				
20 (129 positions)	<u>3,857,300</u>			
	[3,834,300]			
22 Home Health Service				
23 (2 positions)	<u>53,500</u>			
	[52,000]			
25 Administration				
26 (18 positions)	<u>768,300</u>			
	[717,500]			
28 Early Screening				
29 (3 positions)	<u>230,500</u>			

1 [227,100]

2 \* Sec. 2. Section 12, ch. 113 SLA 1978, page 24, lines 8, 9, 11 and 12,  
3 is amended to read:

4		APPROPRIATION	GENERAL	OTHER
5	ALLOCATIONS	ITEMS	FUND	FUNDS
6	Communicable Disease			
7	Control	<u>1,201,800</u>	<u>995,300</u>	206,500
8		[1,237,500]	[1,031,000]	
9	Tuberculosis Control			
10	(12 positions)	<u>629,700</u>		
11		[644,200]		
12	Immunization			
13	(2 positions)	<u>71,800</u>		
14		[81,300]		
15	Epidemiology			
16	(2 positions)	<u>266,500</u>		
17		[278,200]		

18 \* Sec. 3. Section 12, ch. 113 SLA 1978, page 24, line 13, is amended to  
19 read:

20		APPROPRIATION	GENERAL	OTHER
21	ALLOCATIONS	ITEMS	FUND	FUNDS
22	Environmental			
23	Health (38 positions)	<u>1,263,300</u>	<u>1,098,300</u>	165,000
24		[1,251,600]	[1,086,600]	

25 \* Sec. 4. Section 12, ch. 113 SLA 1978, page 24, lines 14 - 18 and line  
26 23, is amended to read:

27		APPROPRIATION	GENERAL	OTHER
28	ALLOCATIONS	ITEMS	FUND	FUNDS
29	Child and Family Health	<u>3,488,500</u>	<u>2,150,500</u>	1,338,000

1 [3,578,600] [2,240,600]

2 Family Planning  
3 (3 positions) 377,200  
4 [396,300]

5 Maternal and Child  
6 Health  
7 (2 positions) 230,200  
8 [266,200]

9 Handicapped children  
10 (9 positions) 1,350,500  
11 [1,338,500]

12 Communicative Disorders  
13 (14 positions) 540,900  
14 [545,200]

15 Child Development  
16 Service (6 posi-  
17 tions) 218,300  
18 [261,000]

19 \* Sec. 5. Section 12, ch. 113 SLA 1978, page 24, line 27, and page 25,  
20 line 4, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
21				
22				
23	Laboratories	<u>1,535,200</u>	<u>1,431,800</u>	103,400
24		[1,528,100]	[1,424,700]	
25	Regional Labs			
26	(39 positions) <u>1,414,000</u>			
27	[1,406,900]			

28 \* Sec. 6. Section 12, ch. 113 SLA 1978, page 25, lines 9, 10 and 13, is  
29 amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
Public Health Administration		<u>1,400,700</u>	<u>1,293,300</u>	107,400
		[1,372,400]	[1,265,000]	
Administration (11 positions)	<u>639,500</u>			
	[618,800]			
Health Education (4 positions)	<u>161,200</u>			
	[153,600]			

\* Sec. 7. Section 12, ch. 113 SLA 1978, page 25, lines 16, 22 and 23, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
Medicaid		<u>38,014,500</u>	<u>6,880,600</u>	<u>31,133,900</u>
		[38,464,900]	[7,211,000]	[31,253,900]
State Institutions	<u>6,069,100</u>			
	[6,309,100]			
Indian Health Services	<u>6,211,900</u>			
	[6,422,300]			

\* Sec. 8. Section 12, ch. 113 SLA 1978, page 26, lines 24 - 26, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
Alaska Psychiatric Institute (253 positions)			<u>6,318,300</u>	<u>1,198,400</u>