

Leg. Finance-House & Senate Finance Comte Files (1991-1992) 833

1 (4) in order for the state to increase its effectiveness in the battle against homelessness,
2 we must first understand the scope and nature of the problem and examine the responses to the problem
3 that are currently being utilized by the federal government, our state government, and by the "third
4 sector", private and non-profit groups and organizations; and

5 (5) numerous states and the federal government have established councils or task forces
6 on the homeless as an effective way to collect and exchange information and resources, reduce
7 duplication of effort, identify ways in which the homeless may be better served and the homeless
8 problem better addressed, and to develop a coordinated response to combat homelessness and to most
9 effectively use limited resources;

10 (6) the needs of the homeless would be better served by the development of a field
11 network to share professional and technical expertise among federal agencies, state agencies, local
12 governments, and private and nonprofit organizations serving the homeless.

13 * Sec. 2. ALASKA INTERAGENCY TASK FORCE ON THE HOMELESS ESTABLISHED. (a)
14 The Alaska Interagency Task Force on the Homeless is established under the jurisdiction of the
15 legislative council.

16 (b) The task force consists of 16 members appointed by the legislative council as follows:

17 (1) three members from the Department of Health and Social Services who are the
18 directors or program administrators or their designees in the following areas:

19 (A) mental health;

20 (B) alcoholism and drug abuse; and

21 (C) public assistance;

22 (2) one member from the Department of Community and Regional Affairs who is the
23 director or program administrator for rural development or the designee of the member;

24 (3) one member from the Department of Education who is the director or program
25 administrator for adult education or the designee of the member;

26 (4) one member from the Department of Administration who is the director or program
27 administrator of the office of public advocacy or the designee of the member;

28 (5) one member from the Department of Military and Veterans Affairs;

29 (6) one member who is the executive director of the Alaska State Housing Authority or
30 the designee of the member;

31 (7) one member from the United States Department of Housing and Urban Development;

- 1 (8) one member from the Alaska Council on Domestic Violence and Sexual Assault;
- 2 (9) one member from the Alaska Job Service;
- 3 (10) one member from the United States Department of the Interior, Bureau of Indian,
- 4 Affairs;
- 5 (11) two members from the Alaska Coalition for the Homeless; and
- 6 (12) two members, one each from two communities that have an identified homeless
- 7 population; one member shall be from a community with a population of less than 3,000 people.
- 8 (c) Members of the task force serve without compensation, but are entitled to per diem and travel *sin. President*
- 9 expenses authorized for boards and commissions under AS 39.20.180.

10 * Sec. 3. DUTIES OF TASK FORCE. The Alaska Interagency Task Force on the Homeless shall

- 11 (1) collect and disseminate information relating to the homeless;
- 12 (2) study and report on the best means to establish a field network of professional and
- 13 technical expertise to assist federal agencies, state agencies, local governments, and private and nonprofit
- 14 agencies serving the homeless;
- 15 (3) recommend changes in statutes, regulations, procedures, and policy to reduce
- 16 duplication of effort among federal, state, and local agencies; and
- 17 (4) review, monitor, evaluate, and recommend improvements in federal, state, and local
- 18 programs to assist the homeless.

19 * Sec. 4. POWERS OF TASK FORCE. The Alaska Interagency Task Force on the Homeless may

20 request the cooperation, provision of technical assistance, and may utilize the services of executive

21 branch departments, federal agencies, local governments, consultants whose advice is considered

22 necessary to assist the task force in obtaining information, or any other person or entity to assist the task

23 force in fulfilling its duties under this Act.

24 * Sec. 5. REPORT AND RECOMMENDATIONS. (a) The Alaska Interagency Task Force on the

25 Homeless shall submit to the legislature by the third day of the Second Session of the Seventeenth

26 Alaska State Legislature a preliminary report of

- 27 (1) its proceedings for the previous year and its fulfillment of its duties under sec. 3 of
- 28 this Act;
- 29 (2) its assessment of the nature and extent of the problems of the homeless in the state;
- 30 (3) the levels of state and local assistance necessary to meet their needs; and
- 31 (4) recommendations for legislative and administrative action to alleviate the problems

1 of the homeless.

2 (b) The task force shall submit a final complete report no later than June 30, 1992.

3 * Sec. 6. This Act takes effect July 1, 1991.

4 * Sec. 7. This Act is repealed June 30, 1992.

FISCAL NOTE

No. 1

STATE OF ALASKA
1991 LEGISLATIVE SESSION

Bill Version: SB 59

(S) Publish Date: 2-11-91

Revision Date: _____

Department Affected: Office of the Governor

Title: "An Act establishing the Alaska Council on the Homeless, ..."

BRU: Commissions and Special Offices

Component: Alaska Council on the Homeless

Sponsor: Senator Fahrenkamp

Requestor: Senator Fahrenkamp

COMPONENT SERIAL NO.

n	a		
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Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES	52.9	54.7	56.5	58.3	60.2	62.1
TRAVEL	6.5	6.5	6.5	6.5	6.5	6.5
CONTRACTUAL	35.3	35.3	35.3	35.3	35.3	35.3
SUPPLIES	1.7	1.7	1.7	1.7	1.7	1.7
EQUIPMENT	8.7	.5	.5	.5	.5	.5
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	105.1	98.7	100.5	102.3	104.2	106.1

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND	105.1	98.7	100.5	102.3	104.2	106.1
FEDERAL FUNDS						
OTHER						
TOTAL	105.1	98.7	100.5	102.3	104.2	106.1

POSITIONS.

FULL-TIME	1	1	1	1	1	1
PART-TIME						
TEMPORARY						

Estimate of current year impact: none

ANALYSIS: (Attach a separate page if necessary.)

See attached analysis

Prepared By: Michael Nizich, Director *Michael Nizich* Phone: 465-3616

Division: Division of Administrative Services Date: 2/4/91

Approved by Commissioner: D. Max Hodel, Chief of Staff

Agency: Office of the Governor Date: _____

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies).

PERSONAL SERVICES 52.9

Fiscal note assumes Juneau location of Council's program coordinator with needed clerical support provided by Executive Branch departments involved in Council. Request for New Position form is attached. Salary shown is step A for FY 91 and includes a one-step merit increase for subsequent years.

TRAVEL 6.5

Travel assumes one face-to-face meeting annually in either Anchorage or Juneau - additional meetings will be conducted through teleconference.

Per diem calculation based on three non-state employee members only.

Annual face-to-face meeting

Airfare	3,824
Per Diem	1,380

Teleconference meetings

Per diem for non-state employee members	1,260
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Total Travel: 6,464

CONTRACTUAL 35.3

Communication:

Telephone (toll costs, base/local fixed costs, centrex network costs) 400/mo x 12 months	4,800	
Telecopier charges -- 50/mo x 12 months	600	
Teleconference charges -- 4 @ 1400	5,600	
Postage -- 300/mo x 12	3,600	14,600

Transportation:

Freight and express charges -- 50/mo x 12	600
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Advertising, Printing & Binding:

Subscriptions	75	
Advertising -- 5 meetings x 750	3,750	
Printing -- 5 newsletters x 800 each	4,000	
Annual report	7,500	
Forms, misc.	750	16,075

Minor Repair, Maintenance	1,200
Rental for Space:	
150 sq. ft. x \$1.55/sf	2,790
Total Contractual:	35,265

SUPPLIES AND MATERIALS 1.7

Office and library supplies, 100/mo x 12 =	1,200	
Data processing supplies =	500	1,700

EQUIPMENT 8.7

Communication Equipment:

Phone	500
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Data Processing Equipment:

1 PC/printer/software	6,600
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Furniture/Office Equipment:

Desk, chair, etc.	=	900	
2 file cabinets	=	400	
Bookcase	=	200	
Calculator	=	75	1,575

Total Equipment:	8,675
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Position Title Project Coordinator		No. of Positions 1	Range / Step 17/A	Bayt. Unit X
Time Status PFT	Staff Months 12	Location Juneau		Election District
TYPE OF EXPENDITURE		Amount	Justification Staff to Council on Homeless - provides support to Council and serves as central information source for federal, state and private agencies for services to the homeless.	
Salary		37,875.60		
Benefits		14,991.01		
Premium Pay				
Other				
Total Personal Services		52,866.61		
Travel				
Contractual				
Commodities				
Equipment		1,575.00		
Other				
Total Cost		54,441.61		
FUNDING SOURCE FOR TOTAL COST				
Federal Receipts	1002			
G.F. Match	1003			
General Fund	1004	54,441.61		
I-A Receipts	1007			
CIP Receipts	1061			
Other				

**Request For
New Position**

AGENCY Office of the Governor
 BRU Commissions and Special Offices
 COMPONENT Alaska Council on the Homeless

FY 92

Page 1 of 1
 Revised Date: _____

Alaska State Legislature

SENATOR BETTYE FAHRENKAMP
CHAIRMAN, RESOURCES COMMITTEE
119 N. CUSHMAN STREET, SUITE 201
FAIRBANKS, ALASKA 99701
OFFICE (907) 452-4882
HOME (907) 456-2899



Senate

WHILE IN JUNEAU
PO. BOX V
JUNEAU, ALASKA 99811
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MEMORANDUM

TO: Senator Pat Pourchot
Senator Jalmar Kerttula
Co-Chairs, Senate Finance Committee

FROM: Senator Bettye Fahrenkamp

DATE: March 26, 1991

SUBJECT: SB 59 Proposed Committee Substitute

In response to a valid concern by Senator Adams that the rural homeless be represented on the task force established in Senate Bill 59, attached you will find a proposed Finance Committee Substitute for Senate Bill 59.

The only change to the bill is on page 3, line 7, where we added:

"; one member shall be from a community with a population of less than 3,000 people."

It is our desire that this task force be as balanced as possible as it addresses provision of service to the homeless, and we believe that this amendment enhances this bill.

Thank you for your consideration.

**FINANCE COMMITTEE
TUESDAY
MARCH 26, 1991**

**STATE AFFAIRS CS FOR SB 59: TO ESTABLISH THE ALASKA INTRA-AGENCY
TASK FORCE ON THE HOMELESS AND PROVIDING FOR AN EFFECTIVE DATE
SPONSOR: FAHRENKAMP
FISCAL: \$66.1- LEG COUNCIL**

**ESTABLISHES A 16 MEMBER 1 YEAR TASK FORCE TO LOOK AT PROBLEMS
OF HOMELESSNESS AND RECOMMEND SOLUTIONS**

**USED TO BE UNDER GOVERNOR'S OFFICE AND HAVE 15 MEMBERS AND IT
COST TWICE AS MUCH**

**"YOU" SUGGESTED AN AMENDMENT THAT WILL BE BEFORE THE
COMMITTEE TODAY. IT HAS TO DO WITH THE FACT THAT DESPITE THE
ANCHORAGE STUDY WHICH SHOWED THAT A DISPROPORTIONATE NUMBER
OF THE HOMELESS WERE NATIVE AND BLACK, THAT THIS GROUP COULD
HAVE ENDED UP BEING A GROUP OF WHITE BUREAUCRATS DECIDING
(AGAIN) WHAT IS BEST FOR MINORITIES.**

**"YOUR" AMENDMENT BRINGS IN THAT ONE OF THE PUBLIC MEMBERS
SHOULD COME FROM A COMMUNITY OF 3,000 OR LESS. JOAN FROM
FAHRENKAMP'S OFFICE PROMISED THAT THE PERSON WOULD BE NATIVE-
THEY WILL BE INVOLVED IN THE SELECTION OF THE TWO PUBLIC
MEMBERS.**

Alaska State Legislature

SENATOR BETTYE FAHRENKAMP
CHAIRMAN, RESOURCES COMMITTEE
119 N. CUSHMAN STREET, SUITE 201
FAIRBANKS, ALASKA 99701
OFFICE (907) 452-4882
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Senate

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MEMORANDUM

TO: Senator Pat Pourchot
Senator Jalmar Kerttula
Co-Chairs, Senate Finance Committee

FROM: Senator Bettye Fahrenkamp

DATE: March 12, 1991

SUBJECT: CS SB 59 (State Affairs)
"An Act to establish the Alaska Interagency Task Force on the Homeless; efd"

BILL SUMMARY:

- * Establishes a 16-member task force made up of federal, state, municipal and non-profit providers of services to the homeless.
- * Charges the task force with collecting and disseminating information relating to the homeless, recommending ways to reduce duplication of services, recommending ways to improve programs to assist the homeless, and studying and reporting on how to best establish a field network of professional and technical expertise to assist those serving the homeless.
- * Requires a preliminary report to the Legislature at the beginning of session in 1992, and a final report on June 30, 1992 (the date on which the task force is terminated).

Homelessness is a complicated issue. It is not just about being without shelter. To quote a recent report by the Council of State Governments, "The diversity of factors contributing to homelessness requires combinations of temporary shelter, social services, physical and mental health programs, long-term housing, community development and institutionalization."

This bill recognizes the difficulty of coordinating services to the homeless. The federal government and numerous states have found a council or task force to be an effective way to better use limited resources to combat homelessness.

Senate Bill 59 has the support of the Alaska Coalition for the Homeless, the Municipality of Anchorage, and the Governor. In your packets you will find excerpts from some of the source documents I used in drafting this bill, and I would be happy to provide you with more information if you wish. I strongly urge your support for SB 59.

Alaska Coalition for the Homeless

Approved Resolution No. 91-2

(Supporting the Speedy Passage of Senate Bill 59)

WHEREAS the Alaska Coalition for the Homeless recognizes an increasing homelessness problem in Alaska's urban areas; and

WHEREAS the factors contributing to our state's homelessness include the lack of affordable housing in both urban and rural areas, as well as unemployment, under-employment, domestic violence, mental illness, alcohol and other substance abuse, and runaway and throwaway children; and

WHEREAS the solution to homelessness requires a partnership among government, public and private, non-profit and for-profit agencies, as well as homeless persons; and

WHEREAS the services needed to relieve the emergency of homelessness include shelter, food, clothing, physical and mental health care, counseling and social service access assistance; and

WHEREAS the elimination of homelessness will require the development of transitional housing with support services as well as an increase in low income, permanent housing; and

WHEREAS there is a need to gather additional, specific information and data on homelessness in Alaska and to identify and prioritize a coordinated response aimed at its elimination; therefore,

BE IT RESOLVED that the Alaska Coalition for the Homeless supports the creation of an Alaska Interagency Task Force on the Homeless in order to bring together the various entities who serve the homeless; and

BE IT FURTHER RESOLVED that the Alaska Coalition for the Homeless supports the mission of the Task Force, to-wit: to collect and disseminate information relating to the homeless; to recommend ways to reduce duplication of services and ways to improve programs to assist the homeless; to study and report on how best to establish a field network of professional and technical expertise; and to recommend changes to statutes and regulations in order to better meet the needs of the homeless; and

BE IT FURTHER RESOLVED that the Alaska Coalition for the Homeless encourages the Alaska Legislature to pass Senate Bill 59 as quickly as possible, so that this important work can begin without delay; and

BE IT FURTHER RESOLVED that the Alaska Coalition for the Homeless encourages Governor Hickel to continue to support Senate Bill 59, and thanks Governor Hickel for his strong support of the measure to date.

COPIES OF THIS RESOLUTION shall be sent to the Honorable Richard Eliason, President of the Alaska Senate; and to the Honorable Ben Grussendorf, Speaker of the Alaska House of Representatives; and to the Honorable Walter J. Hickel, Governor of Alaska; and to all other members of the Alaska Legislature.

PASSED AND APPROVED THIS 19th DAY OF MARCH, 1991.


Eileen Cummings, Chair

SENATE STATE AFFAIRS COMMITTEE

Dear Mr. Chair and Committee Members

Senate Bill 59 is an example of the the first rung on the ladder of sucessful solutions to this devastating condition of Homelessness

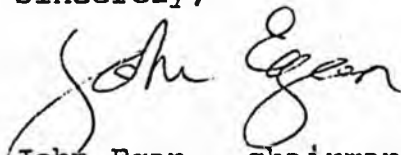
The concept of a State Interagency Council on The Homeless is not new nor is it uncommon. Aside from The federal organization headed by Jack Kemp, most states have some typr of similar council within their governments that allows the agencies with the resources to talk directly with one another.

This model is also demonstrated through the Alsaka Coalition for The Homeless which conjoins advocates, service providers and concerned citizens around the state. This group has made homelessness it's priority and share their hands-on experience with others. Two members of the Coalition have been indicated to serve on this Council.

Great success in solving thje problem of homelessness will not come unless everbody - the governments, the non-profit providers, and the business/housing sector - understands all the issues involved and only when all these groups work from the same base of accurate information.

As chairman of The Alaska Coalition for the Homeless, I fully support this bill and its intent to finally bring the reality of the problems AND the solutions to homelessness to the state level.

Sincerely,



John Egan, Chairman
Alaska Coalition For The Homeless

SB64

() USE COMMITTEE REPORT

(11)

Date Referred: May 8, 1991

FURTHER REFERRALS:

Date of Committee Action: 5/14/91

The FINANCE Committee considered:

CSSB 64(FIN)am

CS FOR SENATE BILL NO. 64 (FINANCE) am

ALASKA HOUSING FINANCE CORPORATION

"An Act defining 'sponsors' for purposes of laws relating to the Alaska Housing Finance Corporation; extending the date applicable to inspections and code compliance of certain housing; and providing for an effective date."

RECOMMENDATIONS: the same title
 be replaced with _____ a new title

have attached amendments(s)

do pass

do not pass

no recommendations

individual recommendations

additional referral to the _____ Committee

ADOPTS: _____ letter of Intent

ATTACHES NEW FISCAL NOTE(s): (Dep:)

APPROVES PREVIOUS: (Dep/Date)

fiscal impact _____

fiscal note(s) _____

zero fiscal note _____

zero fiscal note(s) Dep Revenue 3/14/91

SIGNING <u>DO PASS</u>	DP	<u>OTHER RECOMMENDATIONS</u>	DNP	NR	AM
<i>Mike Navarre</i> NAVARRE	✓				
<i>Mark Boyer</i> BOYER	X				
<i>Jan Brown</i> BROWN	✓				
<i>Thomas Koponen</i> KOPONEN	✓				
<i>George Jacob</i> JACOB	X				
<i>Robert Phillips</i> PHILLIPS	✓				
<i>William Ulmer</i> ULMER	X				
<i>Ann Barnes</i> BARNES	X				

Mike Navarre NAVARRE

 CO - CHAIRMAN'S SIGNATURE

FISCAL NOTE

No. 1

STATE OF ALASKA
1991 LEGISLATIVE SESSION

Bill Version: SB 64

(S) Publish Date: 3-14-91
Revenue

Revision Date: _____

Department Affected: _____

Title: defining "sponsors" as related to laws concerning AHFC

BRU: Alaska Housing Finance Corporation

Component: Alaska Housing Finance Corporation

Sponsor: Fahrenkamp

Requestor: Fahrenkamp

COMPONENT SERIAL NO.		1	1	0
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Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
SUPPLIES	-0-	-0-	-0-	-0-	-0-	-0-
EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
GRANTS. CLAIMS	-0-	-0-	-0-	-0-	-0-	-0-
MISCELLANEOUS	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE	-0-	-0-	-0-	-0-	-0-	-0-
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FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS	-0-	-0-	-0-	-0-	-0-	-0-
OTHER	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME	-0-	-0-	-0-	-0-	-0-	-0-
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

Estimate of current year impact: -0-

ANALYSIS: (Attach a separate page if necessary.)

The bill elaborates on the term "sponsor", which is already in current statute. AHFC supports this bill in its present form.

Changes in CSSB 64 (FIN) have no fiscal impact. This fiscal note is appropriate.

Prepared By: Mitzi C. Barker

Division: AHFC/Planning & Research

4/9/91 /date cal Comte Aide (initial)

Approved by Commissioner: Mitzi C. Barker for

Agency: Revenue Date: 1-29-91

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies).

CS FOR SENATE BILL NO. 64 (FINANCE) am
 IN THE LEGISLATURE OF THE STATE OF ALASKA
 SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Amended: 4/24/91
 Offered: 4/10/91
 Referred: Rules

Sponsor(s): SENATOR FAHRENKAMP

A BILL

FOR AN ACT ENTITLED

1 "An Act defining 'sponsors' for purposes of laws relating to the Alaska Housing Finance
 2 Corporation; extending the date applicable to inspections and code compliance of certain
 3 housing; and providing for an effective date."

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

5 * Section 1. AS 18.56.300(a) is amended to read:

6 (a) The corporation may not make or purchase a housing loan for residential housing the
 7 construction of which begins after June 30, 1992 [1991], unless the seller of the mortgage loan
 8 complies with the provisions of this section and unless

9 (1) the unit is in compliance with the construction codes of the municipality, if
 10 the unit is located within a municipality that has adopted and enforces construction codes and
 11 each of those codes meets or exceeds the comparable standards for similar housing established
 12 by the state building code; or

13 (2) the unit is in compliance with the comparable standards for similar housing
 14 established by the state building code

1 (A) if the unit is located

2 (i) within a municipality whose construction codes do not meet the
3 standards for similar housing established by the state building code;

4 (ii) within a municipality that does not enforce construction codes;

5 or

6 (iii) outside a municipality; or

7 (B) as to each specific code within the construction codes of the
8 municipality that has adopted and enforces construction codes if the specific code does
9 not meet or exceed the comparable standard for similar housing established by the state
10 building code.

11 * Sec. 2. AS 18.56.300(b) is amended to read:

12 (b) As a condition of a commitment to purchase or approve a loan under this section for
13 residential housing the construction of which begins after June 30, 1992 [1991], the corporation
14 shall require inspection of the unit of residential housing that is the subject of the loan. The
15 inspection must be performed by a municipal building inspector or by a person who is approved
16 or certified to perform residential inspections by the International Conference of Building
17 Officials or the International Association of Electrical Inspectors. The person who makes the
18 inspection shall determine whether the construction conforms to relevant provisions of the
19 construction codes of the municipality or of the state building code, as applicable, at each of the
20 following stages of construction:

21 (1) plan approval;

22 (2) completion of footings and foundations;

23 (3) completion of electrical installation, plumbing, and framing;

24 (4) completion of installation of insulation;

25 (5) final approval.

26 * Sec. 3. AS 18.56.900 is amended by adding a new paragraph to read:

27 (14) "sponsors" means individuals, public and private corporations, associations,
28 partnerships or other entities, whether or not operated for profit; and consumer housing
29 cooperatives, associations, partnerships, or other entities organized under law for the primary
30 purpose of providing housing to individuals and families of lower and moderate income. It
31 includes organizations engaged in the production, origination, and development of residential

1 housing units intended to qualify for financial assistance under 42 U.S.C. 1437f (sec. 8, Housing
2 Act of 1937), as amended.

3 * Sec. 4. Section 3, ch. 85, SLA 1990, is amended to read:

4 Sec. 3. AS 18.56.300(e)(2)(A) and (B), enacted by sec. 2 of this Act are intended to
5 assure that, for purposes of determining whether housing the construction of which begins after
6 June 30, 1992 [1991], meets the building and mechanical standards under AS 18.56.300(a) and
7 (b), enacted by sec. 2 of this Act, the standards set out in each of the following fully apply to
8 residences containing fewer than four dwelling units, even though those residences are excepted
9 from regulation by AS 18.70.080(a)(2):

- 10 (1) the Uniform Building Code, adopted for the state by 13 AAC 50.020(a);
11 (2) the Uniform Mechanical Code, adopted for the state by 13 AAC 50.020(b).

12 * Sec. 5. This Act takes effect immediately under AS 01.10.070(c).

Alaska State Legislature

SENATOR BETTYE FAHRENKAMP
CHAIRMAN, RESOURCES COMMITTEE
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Senate

MEMORANDUM

TO: Representative Mike Navarre
Representative Eileen MacLean
Co-Chairs, House Finance Committee

FROM: Senator Bettye Fahrenkamp

DATE: May 11, 1991

SUBJECT: CS SB 64 (Fin) AM
"An Act defining 'sponsors' for purposes of laws relating to the Alaska Housing Finance Corporation; extending the date applicable to inspections and code compliance of certain housing; and providing for an effective date."

This bill got much bigger when it was amended on the Senate floor, but it really consists of two fairly straightforward pieces: a definition and extension of an effective date.

Section 3 is the substance of the bill before the floor amendments. It defines the term 'sponsors.' Throughout AHFC statutes, there are repeated references to sponsors (e.g., AS 18.56.090, which lists the general powers of the corporation, states that AHFC "may, for the purpose of providing housing for persons of lower and moderate income or persons located in remote, underdeveloped, or blighted areas of the state and for its other corporate purposes, make or participate in the making of mortgage loans to *sponsors*, developers, builders, and purchasers of residential housing....").

Section 3 clarifies what a sponsor is. The definition in the bill would allow a non-profit housing agency, a consumer housing cooperative, a cooperative church council or other non-governmental entities to qualify for AHFC loans to provide low income housing, should AHFC choose to begin making loans for that purpose.

Sections 1, 2, 4 and 5 are the result of an amendment offered by Senator Rodey on the Senate floor. Last year, a bill passed (HB 368 by Rep. Swackhammer) which established building standards for homes to be financed with public funds and constructed after June 30, 1991. One of the requirements is inspection by a qualified building inspector. However, at this time, there are only 5 such inspectors in the state, and all work for municipalities. Certifying inspectors has proven to be more time consuming than originally anticipated.

In order to avoid delaying new construction, AHFC has asked that we provide an additional year to implement the provisions of the new law. Former Rep. Swackhammer recommended the extension, Sen. Rodey agreed to offer it and the Senate supported the amendment and passage of SB 64 unanimously.

SB64

SENATE FINANCE COMMITTEE REPORT

DATE: 3/14/91

FURTHER:

DATE TURNED INTO OFFICE: 4/9/91

The Finance Committee considered SENATE BILL NO. 64

"An Act defining sponsors for purposes of laws relating to the Alaska Housing Finance Corporation."

and recommended:

- replace with _____ CS SB64 (Finance) same title
- or adopt _____ CS _____ new title
- attached amendment(s) technical title change (HB only)
- _____ letter of intent adopted

- do pass
- do not pass
- no recommendation
- individual recommendations
- further referral to _____

ATTACHES NEW FISCAL NOTE(S):
Dept/Date:
 fiscal note(s) _____

APPROVES PREVIOUS:
Dept/Date:
 fiscal note(s) _____

zero fiscal note(s) _____

zero fiscal note(s) DOR 3/22/91

appropriation-no fiscal note

SIGNING DO PASS:

OTHER RECOMMENDATIONS:

Jim Duncan
Al Adams
Tom Hoffman
Doug [unclear]

Tim [unclear] (no Rec)

1. T & J [unclear] do pass 2. [unclear] do pass

Co-Chairs: Signatures and Recommendations

FISCAL NOTE

No. 1

STATE OF ALASKA
1991 LEGISLATIVE SESSION

Bill Version: SB 64

(S) Publish Date: 3-14-91
Revenue

Revision Date: _____

Department Affected: _____

Title: defining "sponsors" as related to laws concerning AHFC

BRU: Alaska Housing Finance Corporation

Component: Alaska Housing Finance Corporation

Sponsor: Fahrenkamp

Requestor: Fahrenkamp

COMPONENT SERIAL NO.

	1	1	0
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Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
SUPPLIES	-0-	-0-	-0-	-0-	-0-	-0-
EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
GRANTS. CLAIMS	-0-	-0-	-0-	-0-	-0-	-0-
MISCELLANEOUS	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE	-0-	-0-	-0-	-0-	-0-	-0-
---------	-----	-----	-----	-----	-----	-----

FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS	-0-	-0-	-0-	-0-	-0-	-0-
OTHER	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME	-0-	-0-	-0-	-0-	-0-	-0-
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

Estimate of current year impact: -0-

ANALYSIS: (Attach a separate page if necessary.)

The bill elaborates on the term "sponsor", which is already in current statute. AHFC supports this bill in its present form.

Prepared By: Mitzi C. Barker

Phone: 564-9323

Division: AHFC/Planning & Research

Date: 1/28/91

Approved by Commissioner: Mitzi C. Barker for

Agency: Revenue

Date: 1-29-91

Distribution (by preparer): Legislative Finance, Let

Rev 10/90

Changes in CS SB 64 (FIN) reflect NO FISCAL CHANGE from the original fiscal note. This fiscal note is appropriate.

4/19/91
Comptroller (initial)

ed Agency(ies).

Page 1 of

CS FOR SENATE BILL NO. 64 (FINANCE)
IN THE LEGISLATURE OF THE STATE OF ALASKA
SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATOR FAHRENKAMP

A BILL

FOR AN ACT ENTITLED

1 "An Act defining 'sponsors' for purposes of laws relating to the Alaska Housing Finance
2 Corporation."

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

4 * Section 1. AS 18.56.900 is amended by adding a new paragraph to read:

5 (14) "sponsors" means individuals, public and private corporations, associations,
6 partnerships or other entities, whether or not operated for profit; and consumer housing
7 cooperatives, associations, partnerships, or other entities organized under law for the primary
8 purpose of providing housing to individuals and families of lower and moderate income. It
9 includes organizations engaged in the production, origination, and development of residential
10 housing units intended to qualify for financial assistance under 42 U.S.C. 1437f (sec. 8, Housing
11 Act of 1937), as amended.

Alaska State Legislature

SENATOR BETTYE FAHRENKAMP
CHAIRMAN, RESOURCES COMMITTEE
119 N. CUSHMAN STREET, SUITE 201
FAIRBANKS, ALASKA 99701
OFFICE (907) 452-4882
HOME (907) 456-2899



Senate

WHILE IN JUNEAU
P.O. BOX V
JUNEAU, ALASKA 99811
CAPITOL, ROOM 125
OFFICE (907) 465-3834
HOME (907) 780-6027

MEMORANDUM

TO: Senator Drue Pearce, Chair
Senate Labor and Commerce Committee

FROM: Senator Bettye Fahrenkamp

DATE: March 8, 1991

SUBJECT: Senate Bill 64
"An Act defining 'sponsors' for purposes of laws relating to the Alaska Housing Finance Corporation."

The statutes which created the Alaska Housing Finance Corporation state, in the Findings and Purpose section, that "it is imperative that the supply of housing for persons of lower and moderate income . . . be increased and that coordination and cooperation among private enterprise, state and local government be encouraged to *sponsor*, build and rehabilitate residential housing for these persons."

AS 18.56.090, which lists the general powers of the corporation, states that AHFC "may, for the purpose of providing housing for persons of lower and moderate income or persons located in remote, underdeveloped, or blighted areas of the state and for its other corporate purposes, make or participate in the making of mortgage loans to *sponsors*, developers, builders, and purchasers of residential housing. . . ."

It is clear that the legislature envisioned non-governmental entities as participants in providing low income housing through the use of AHFC funds. However, nowhere in these statutes is "sponsor" defined.

SB 64 clarifies what a "sponsor" is. The definition in the bill would allow a cooperative church council, a non-profit housing agency, a consumer housing cooperative or other non-governmental entities to qualify for AHFC loans to provide low income housing, should AHFC choose to begin making loans for that purpose.

I have included copies of the pertinent statutes, and would be happy to answer any questions you might have on this bill. I would like to thank you for bringing this bill before the committee, and encourage your favorable consideration.

SENATE BILL NO. 64

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - FIRST SESSION

BY SENATOR FAHRENKAMP

Introduced: 1/21/91

Referred: L&C and Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act defining 'sponsors' for purposes of laws relating to the Alaska Housing Finance
2 Corporation."

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

adopted

4 * Section 1. AS 18.56.090 ^{Moved to .900} is amended by adding a new subsection to read:

5 (b) In this section, "sponsors" means individuals, public and private corporations, associations,
6 partnerships or other entities, whether or not operated for profit; and consumer housing
7 cooperatives, associations, partnerships, or other entities organized under law for the primary
8 purpose of providing housing to individuals and families of lower and moderate income. It
9 includes organizations engaged in the production, origination, and development of residential
10 housing units intended to qualify for financial assistance under 42 U.S.C. 1437f (sec. 8, Housing
11 Act of 1937), as amended.

SENATE COMMITTEE REPORT

(FIRST COMMITTEE OF REFERRAL)

DATE: 1/21/91

FURTHER: Finance

Date of 5-Day Notice: 3/7/91
(in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 3-14-91

L&C Committee considered SENATE BILL NO. 64

"An Act defining sponsors for purposes of laws relating to the Alaska Housing Finance Corporation."

and recommended:

and a majority of the committee recommends do pass

- replace with _____ CS _____ same title
- attached amendment(s) new title
- _____ letter of intent adopted

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

Φ PM

ATTACHES NEW FISCAL NOTE(S):

Department(s)/Date:

Department(s)/Date:

fiscal note(s) _____

zero fiscal note(s) REVENUE 1/28/91

appropriation-no fiscal note

Governor's bill w/fiscal note

SIGNING DO PASS:

OTHER RECOMMENDATIONS:

McGowan
William Walker
Kirk Halford

Irma Jeanne
Chair: Signature and Recommendation

SB 65

HOUSE COMMITTEE REPORT

111

Date Reported: May 18, 1991

FURTHER REFERRALS:

Date of Committee Action: 5-18-91

The FINANCE Committee considered:

CSSSSB 65(FIN)

CS FOR SPONSOR SUBSTITUTE FOR SENATE BILL NO. 65 (FINANCE)

MENTAL HEALTH TRUST LAND ADMINISTRATION

"An Act establishing the Alaska Mental Health Trust Authority and defining its powers and duties; relating to the trust established by the Alaska Mental Health Enabling Act of 1956 and to an integrated comprehensive mental health program; abolishing the Interim Mental Health Trust Commission; relating to the Older Alaskans Commission and the Governor's Council for the Handicapped and Gifted, and services provided under the →

RECOMMENDATIONS:

be replaced with HCS CSSSB 65 (FIN) the same title a new title

have attached amendments(s)

do pass

do not pass

no recommendations

individual recommendations

additional referral to the _____ Committee

ADOPTS: SENATE letter of Intent

ATTACHES NEW FISCAL NOTE(S): (Dept)

APPROVES PREVIOUS: (Dept/Date)

fiscal impact COURT

fiscal note(s) Admin, REL (TRANS), IT CSS (2)

zero fiscal note

zero fiscal note(s) REL

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	DNP	NR	AM
<i>[Signature]</i>	<input checked="" type="checkbox"/>			<input checked="" type="checkbox"/>	
<i>Mike Havane</i>	<input checked="" type="checkbox"/>				
<i>[Signature]</i>	<input checked="" type="checkbox"/>				
<i>[Signature]</i>	<input checked="" type="checkbox"/>				
<i>[Signature]</i>	<input checked="" type="checkbox"/>				
<i>Bob Kemp</i>	<input checked="" type="checkbox"/>				
<i>Mark Boyer</i>	<input checked="" type="checkbox"/>				

Mike Havane
CHAIRMAN'S SIGNATURE

ADOPTED BY SENATE

May 18, 1991

SENATE
LETTER OF INTENT

It is the intent of the Legislature that the commissioner of the Department of Natural Resources and the Mental Health Authority report annually to the Legislature at the beginning of the session on the progress of implementation of this legislation, including a list of lands traded and conveyed.

FISCAL NOTE

STATE OF ALASKA
1991 LEGISLATIVE SESSION

Bill No. HCS CS SB 65 (FIN)

Revision Date: _____ Department Affected: Alaska Court System
 Title: An Act establishing the Alaska BRU: Appellate Courts
Mental Health Trust Authority... Components: _____
 Sponsor: Resources Committee
 Requestor: Finance COMPONENT SERIAL NO. 000 | 000 | 000 : 768

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES	19.5 99.0	39.0	39.0	39.0	39.0	39.0
TRAVEL	7.5 46.0	15.0	15.0	15.0	15.0	15.0
CONTRACTUAL	148.8 297.5	297.5	297.5	297.5	297.5	297.5
SUPPLIES	1.5 3.0	3.0	3.0	3.0	3.0	3.0
EQUIPMENT	18.0 18.0					
LAND & STRUCTURES						
GRANTS & CLAIMS						
TOTAL OPERATING	195.3 372.5	354.5	354.5	354.5	354.5	354.5

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUNDS	195.3 372.5	354.5	354.5	354.5	354.5	354.5
FEDERAL FUNDS						
OTHER						
TOTAL	195.3 372.5	354.5	354.5	354.5	354.5	354.5


POSITIONS:

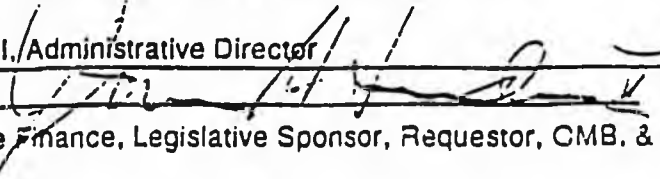
FULL-TIME	1.0	1.0	1.0	1.0	1.0	1.0
PART-TIME						
TEMPORARY						

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary)

See attached analysis

Prepared by: C. S. Christensen III, Staff Counsel  Phone: 264-8228
 Division: Alaska Court System Date: 05/10/91

Approved by: Arthur H. Snowden, II, Administrative Director 
 Agency: Alaska Court System Date: 05/10/91

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, CMB, & Impacted Agency(ies).

Alaska Court System

Fiscal Analysis

CS SSHB 79 (Resources)

Personal Services

	<u>Salary</u>	<u>Benefits</u>	<u>Total</u>
In-Court Clerk, 12B, Anchorage, permanent full-time	13,296 26,592	2,204 3,108	15,500 29,700

Travel

Travel by special master to view parcels and conduct hearings and investigations			7,500 15,000
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Contractual Services

Professional services - special master for 1,500 hours at \$125 an hour		93,750	187,500
Professional services - paralegal assistant, full-time position		17,500	45,000
Professional services - secretary, full-time position		17,500	35,000
Office rental - 1,000 square feet at \$2.50 a foot		15,000	30,000
Total		148,750	297,500

Supplies

Office supplies		1,500	3,000
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Equipment

Desks, chairs, computers, typewriters, filing cabinets, printer, statutes and reference materials			18,000
---------------------------------------------------------------------------------------------------	--	--	--------

Total First Year Cost

195,250
~~332,500~~

FISCAL NOTE

HCS CSSB 65(FIN)

STATE OF ALASKA
1991 LEGISLATIVE SESSION

BILL NO. _____

Revision Date: _____
 Title: An Act establishing the Alaska Mental Health Trust
 Authority: _____
 Sponsor: Duncan
 Requestor: _____

Department Affected: Administration
 BRU: Older Alaskans Commission
 Component: Older Alaskans Services

COMPONENT SERIAL NO.

--	--	--	--

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES	59.4	61.0	62.4	64.2	65.7	67.3
TRAVEL	20.1	20.1	20.1	20.1	20.1	20.1
CONTRACTUAL	3.5	3.5	3.5	3.5	3.5	3.5
SUPPLIES	2.0	2.0	2.0	2.0	2.0	2.0
EQUIPMENT	3.5	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	88.5	86.6	88.0	89.8	91.3	93.0

CAPITAL	0.0	0.0	0.0	0.0	0.0	0.0
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REVENUE	0.0	0.0	0.0	0.0	0.0	0.0
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FUNDING: (Thousands of Dollars)

GENERAL FUND	0.0	0.0	0.0	0.0	0.0	0.0
FEDERAL FUNDS	0.0	0.0	0.0	0.0	0.0	0.0
OTHER/MHT	88.5	86.6	88.0	89.8	91.3	93.0
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

FULL-TIME	1.0	1.0	1.0	1.0	1.0	1.0
PART-TIME	0.0	0.0	0.0	0.0	0.0	0.0
TEMPORARY	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary.) To meet its expanded duties under this bill, the Older Alaskans Commission (OAC) needs: (1) funds to increase commission meetings from three to four per year, one meeting for mental health (Alzheimer's) planning duties and public hearings; and (2) one staffer to carry out OAC's new planning duties and to monitor the mental health services funded by OAC. Staffer will also report back, and coordinate with the meetings, planning sessions, and regulatory requirements of the new Mental Health Authority, the Division of Mental Health, and the other three "coordinating" boards for mental health services.

Prepared by: Connie J. Sipe *Connie J. Sipe*
 Division: Older Alaskans Commission

Phone: 465-3250
 Date: May 9, 1991

Approved by Commissioner: Millett Keller *Millett Keller*
 Agency: Administration

Date: 5/13/91

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies).

Department of Administration
Older Alaskans Commission
May 9, 1991

DETAIL OF FISCAL NOTE ON SB 65

100	<u>PERSONAL SERVICES</u>	
	1 PFT Health Program Spec. II (Range 19) Juneau -	\$59.4
200	<u>TRAVEL</u>	
	1 three-day Commission meeting in Anchorage including a half-day statewide teleconference to specifically focus on OAC's responsibilities under the mental health trust (\$14.0); travel funds to allow the position and Commission member to attend numerous meetings of the Alaska Mental Health Authority, the Mental Health Board, and the annual planning session of the Division of Mental Health and Developmental Disabilities (\$6.1).	\$20.1
300	<u>CONTRACTUAL</u>	
	RSA with DOA word processing for reports, copying, and mailing; telephone and related fixed costs.	\$ 3.5
400	<u>SUPPLIES</u>	\$ 2.0
500	<u>EQUIPMENT</u>	
	Includes as one time expenses: computer, software, related office equipment	<u>\$ 3.5</u>
	FY 92 TOTAL:	\$88.5

FISCAL NOTE

HCS CSSB 65 (FIN)
BILL NO. _____

STATE OF ALASKA
1991 LEGISLATIVE SESSION

Revision Date: May 16, 1991
Title: An Act establishing the Mental Health Trust
Authority and defining its powers and duties: _____
Sponsor: Senator Duncan
Requestor: _____

Department Affected: Revenue
BRU: Treasury
Component: _____

Component Serial No.

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL						
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REVENUE						
---------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	0	0	0	0	0	0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year impact: _____

ANALYSIS: See attached bill analysis.

Prepared by: Brian C. Andrews *BA*

Phone: 465-2350

Division: Treasury

Date: May 16, 1991

Approved by Commissioner: *[Signature]*

Agency: Revenue

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies).

Rev 10/90

Changes in CS SS SB 65 (FIN) have no fiscal impact. This fiscal note is appropriate.

5/17/91
date *[Signature]* Comte Aide (initia.)

Bill Analysis
CSSSSB_65

The Department of Revenue views the investment management of the assets of the Alaska Mental Health Trust as the responsibility of the State's Treasury. The statutory purpose of the Permanent Fund Corporation (37.13.030) is to manage and invest the assets allocated by law (37.13.010) to the Alaska Permanent Fund. The purpose of the State's Treasury is to manage all other investment and trust funds for the State. Currently, there are nine funds under Treasury's investment management which total more than six billion dollars. Of these nine funds there are two, the Public School Investment Trust Fund and the University of Alaska Investment Trust Fund, which are managed as endowment trust funds for which the corpus or principal is invested for perpetuity.

The Treasury has investment management expertise equal to the Permanent Fund Corporation. Simply stated, the State's Treasury has a track record which is competitive in all areas of investment management such as operational costs, investment performance, accounting, auditing etc. The State has a Treasury which is governed by laws and regulations that are based on the prudent-investor rule.

The State's Treasury is the proper organizational entity from either a statutory or competitive perspective. The Department of Revenue believes that the State's Treasury is the proper entity to carry out the investment management functions of the assets of the Alaska Mental Health Trust.

FISCAL NOTE

STATE OF ALASKA
1991 LEGISLATIVE SESSION

BILL NO. HCS CSSB 65 (FIN)

Revision Date: _____ Department Affected: Revenue
 Title: Establishing the Mental BRU: Treasury
Health Trust Authority Component: Mental Health Trust Authority

Sponsor: _____
 Requestor: _____ COMPONENT SERIAL NO.

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Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES	80.0	200.0	200.0	200.0	200.0	
TRAVEL	40.0	90.0	90.0	90.0	90.0	
CONTRACTUAL	30.0	230.0	330.0	330.0	330.0	
SUPPLIES	3.0	6.0	6.0	6.0	6.0	
EQUIPMENT	30.0	5.0	5.0	5.0	5.0	
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	183.0	531.0	631.0	631.0	631.0	

CAPITAL						
---------	--	--	--	--	--	--

REVENUE						
---------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER ^{MHITA}	183.0	531.0	631.0	631.0	631.0	
TOTAL						

POSITIONS:

FULL-TIME	3	3	3	3	3	
PART-TIME						
TEMPORARY						

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary.)

Prepared By: *Pat Pourchot* Phone: 465-4935
 Division: Senator Pat Pourchot, Co-chairman Date: May 17, 1991
Senate Finance Committee

Approved by Commissioner: _____ Date: _____
 Agency: _____

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies).

CSSSSB65 (FIN) FISCAL NOTE

ALASKA MENTAL HEALTH TRUST AUTHORITY (AMHTA)

This newly created agency will be located for budgetary and administrative purposes within the Department of Revenue. The agency composition, staff and duties are outlined in section 25 of the bill. The agency, through its board of trustees, will be responsible for administration and management of the mental health trust. Duties will include making the trust property productive and recommending to the governor and legislature appropriate trust earnings expenditure for the integrated comprehensive mental health program. The expertise required in the trustees and the staff must include financial management and investment, land management and services for the beneficiaries of the trust.

Total FY92 operating costs are estimated at \$183,000. This will provide funds for start up of the agency for approximately six months.

Personal services costs include the chief executive officer who will be directly responsible to the board and who must possess a high degree of knowledge in all the requisite skill areas. An administrator will assist the chief executive officer in contract management, budget review and analysis for proposals to the governor and legislature, integration of planning and other recommendations from the various appropriate advisory and administrative entities, and other aspects of operational support. The two person professional staff will require support of a secretary. Total personal services costs in the start up year are estimated at \$80,000.

Travel costs for the board of trustees and staff, including trustee honoraria, and costs for board meetings total \$40,000.

Project planning, counsel, and hearing officer professional services will be obtained from contractual funds. Minimal such costs are anticipated in the first six months of operations. Office expense and costs for public notice and production of reports added to professional service costs bring contractual cost total to \$30,000.

Basic office supplies are estimated at \$3,000.

Furniture and equipment to support development project planning, integrated mental health program plan tracking and evaluation, financial management and office administration with a local area network will require an estimated \$30,000.

**ALASKA MENTAL HEALTH TRUST AUTHORITY
OPERATING BUDGET FY92 (START UP)**

	FY92
PERSONAL SERVICES	
1FTE - Chief Executive Officer -R26C - 6 months	\$46,742
1FTE - Administrator - R22A - 4 months	\$22,921
1FTE - Secretary I - R10A - 4 months	\$10,325
TOTAL	\$79,988
 TRAVEL	
Professional Staff Travel	\$9,900
Board of Trustees Travel	\$9,100
Board of Trustees Honoraria	\$21,000
TOTAL	\$40,000
 CONTRACTUAL	
Professional Services	\$7,000
Rent	\$8,000
Communications	\$5,000
Advertsing, Printing & Binding	\$10,000
TOTAL	\$30,000
 SUPPLIES	
Office Supplies	\$3,000
TOTAL	\$3,000
 500 EQUIPMENT	
4 station computer network, software, peripherals	\$26,000
Office furnishings	\$4,000
TOTAL	\$30,000
 TOTAL FY92 DIRECT COSTS	 \$182,988

FISCAL NOTE

STATE OF ALASKA
1991 LEGISLATIVE SESSION

BILL NO. HCS CSSB 65 (FIN)

Revision Date: _____ Department Affected: Health & Social Services
 Title: Est. Alaska Mental Health BRU: Administrative Services
 Trust Authority: _____ Component: Alaska Mental Health Board
 Sponsor: Duncan
 Requestor: Senate Finance COMPONENT SERIAL NO.

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Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES						
TRAVEL	48.4	50.8	53.3	56.0	58.8	61.7
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS. CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	48.4	50.8	53.3	56.0	58.8	61.7

CAPITAL						
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REVENUE						
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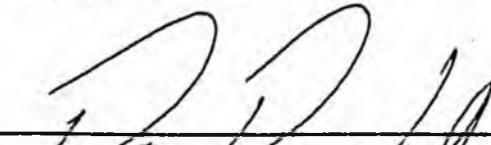
FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER MHT/GF	48.4	50.8	53.3	56.0	58.8	61.7
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary.)


Prepared By: Senator Pat Pourchot, Co-chairman Phone: 465-4935
 Division: Senate Finance Committee Date: May 17, 1991
 Approved by Commissioner: _____
 Agency: _____ Date: _____

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies).

FISCAL NOTE

STATE OF ALASKA
1991 LEGISLATIVE SESSION

HCS CSSB 65 (FIN)
BILL NO. _____

Revision Date: _____ Department Affected: Health & Social Services
 Title: An Act establishing the Alaska BRU: Alcoholism & Drug Abuse
Mental Health Trust Authority Component: Advisory Board on Alcoholism
 Sponsor: Senator Duncan & Drug Abuse
 Requestor: _____ COMPONENT SERIAL NO.

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Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97
PERSONAL SERVICES	109.6	177.5	177.5	177.5	177.5	177.5
TRAVEL	56.0	94.5	99.2	104.2	109.4	114.9
CONTRACTUAL	47.5	49.9	52.4	55.0	57.8	60.7
SUPPLIES	5.8	6.0	6.3	6.6	6.9	7.2
EQUIPMENT	14.0	0	0	0	0	0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	232.9	327.9	335.4	343.3	351.6	360.3

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND	232.9	327.9	335.4	343.3	351.6	360.3
FEDERAL FUNDS						
OTHER						
TOTAL	232.9	327.9	335.4	343.3	351.6	360.3

POSITIONS:

FULL-TIME	2	3	3	3	3	3
PART-TIME						
TEMPORARY						

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary.)


Prepared By: Senator Pat Pourchot, Co-chairman Phone: 465-3879
 Division: Senate Finance Committee Date: May 17, 1991

Approved by Commissioner: _____ Date: _____
 Agency: _____

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies).

State of Alaska
Department of Health & Social Services
Division of Alcoholism & Drug Abuse

HB 79 Analysis

The following budget is comprised of three positions and associated costs comparable to the Alaska Mental Health Board.

Personal Services:

Executive Director, Range 21	72.4	
Secretary I, Range 10	37.2	
Research Analyst III, Range 18	59.5 0	

Total	169.1	109.6

Travel:

Statewide travel by professional staff	49.0	15.0
Three additional board members	11.0	
Per Diem	30.0	

Total	90.0	56.0

Contractual:

Communication	15.0	
Advertising, Printing & Binding	15.0	
Minor Repair & Maintenance	.5	
Space Rental	10.0	
Rental Machinery	7.0	

Total	47.5	

Commodities:

Office Supplies	5.8	
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Equipment (one-time only)

Workstations for 3 employees	18.0	12.0
Computer Software	2.0	

Total	20.0	14.0

Grand Total for FY 92

	332.4	232.9
	=====	

HOUSE CS FOR CS FOR SPONSOR SUBSTITUTE FOR SENATE BILL NO. 65 (FINANCE)
IN THE LEGISLATURE OF THE STATE OF ALASKA
SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATORS DUNCAN, Zharoff, Kerttula, Sturgulewski, Collins, Fischer, Menard, Pearce, Shultz,
Rodey, Jones

A BILL

FOR AN ACT ENTITLED

1 "An Act establishing the Alaska Mental Health Trust Authority and defining its powers
2 and duties; relating to the trust established by the Alaska Mental Health Enabling Act
3 of 1956 and to an integrated comprehensive mental health program; abolishing the Interim
4 Mental Health Trust Commission; relating to the Older Alaskans Commission and the
5 Governor's Council for the Handicapped and Gifted, and services provided under the
6 Uniform Alcoholism and Intoxication Treatment Act; amending the duties of the Alaska
7 Permanent Fund Corporation and the membership and duties of the Advisory Board on
8 Alcoholism and Drug Abuse and the Alaska Mental Health Board; amending the
9 jurisdiction of courts; exempting trust property from municipal taxation; and providing for
10 an effective date."

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

12 * Section 1. PURPOSE. (a) It is the purpose of this Act to implement the state's obligation as the

1 trustee of the trust established by the Alaska Mental Health Enabling Act of 1956, P.L. 84-830, 70 Stat.
2 709, by providing an integrated comprehensive mental health program and by resolving the serious and
3 significant legal questions attending the status of that trust

4 (1) in accordance with State v. Weiss, 706 P.2d 681 (Alaska 1985);

5 (2) in a manner that

6 (A) provides fair compensation to the trust as agreed upon by the parties to the
7 litigation, subject to approval by the court as fair and equitable to the beneficiaries of the trust;

8 (B) provides adequate assurances that the trust will be administered properly and
9 in a way that determines and meets the necessary expenses of a comprehensive service program
10 for the beneficiaries of the trust;

11 (C) assures appropriate expenditures from the trust;

12 (D) establishes an independent trust authority; and

13 (E) is enforceable.

14 (b) It is the further purpose of this Act that the trust serve, at a minimum, the mentally ill, the
15 mentally defective and retarded, chronic alcoholics suffering from psychoses, and senile people who as
16 a result of their senility suffer major mental illness.

17 * Sec. 2. AS 09.25.050(a) is amended to read:

18 (a) The uninterrupted adverse notorious possession of real property under color and claim
19 of title for seven years or more is conclusively presumed to give title to the property except as
20 against the state or the United States. For the purpose of this section, land that is in the trust
21 established by the Alaska Mental Health Enabling Act of 1956, P.L. 84-830, 70 Stat. 709.
22 is land owned by the state.

23 * Sec. 3. AS 29.45.030(a) is amended to read:

24 (a) The following property is exempt from general taxation:

25 (1) municipal, state, or federally owned property, or land that is in the trust
26 established by the Alaska Mental Health Enabling Act of 1956, P.L. 84-830, 70 Stat. 709,
27 except that a private leasehold, contract, or other interest in the property is taxable to the extent
28 of the interest;

29 (2) household furniture and personal effects of members of a household;

30 (3) property used exclusively for nonprofit religious, charitable, cemetery,
31 hospital, or educational purposes;

1 (4) property of a nonbusiness organization composed entirely of persons with 90
2 days or more of active service in the armed forces of the United States whose conditions of
3 service and separation were other than dishonorable, or the property of an auxiliary of that
4 organization;

5 (5) money on deposit;

6 (6) the real property of certain residents of the state to the extent and subject to
7 the conditions provided in (e) of this section;

8 (7) real property or an interest in real property that is exempt from taxation under
9 43 U.S.C. 1620(d), as amended.

10 * Sec. 4. AS 36.30.850(b) is amended to read:

11 (b) This chapter applies to every expenditure of state money by the state, acting through
12 an agency, under a contract, except that this chapter does not apply to

13 (1) grants;

14 (2) contracts for professional witnesses to provide for professional services or
15 testimony relating to existing or probable lawsuits in which the state is or may become a party;

16 (3) contracts of the University of Alaska where the work is to be performed
17 substantially by students enrolled in the university;

18 (4) contracts for medical doctors and dentists;

19 (5) acquisitions or disposals of real property or interest in real property, except
20 as provided in AS 36.30.080;

21 (6) disposals under AS 38.05;

22 (7) contracts for the preparation of ballots under AS 15.15.030;

23 (8) acquisitions or disposals of property and other contracts relating to airports
24 under AS 02.15.070, 02.15.090, and 02.15.091;

25 (9) disposals of obsolete property under AS 19.05.060;

26 (10) disposals of obsolete material or equipment under AS 35.20.060;

27 (11) agreements with providers of services under AS 44.47.250; AS 47.07;
28 AS 47.08; AS 47.10; AS 47.17; AS 47.24; AS 47.25.195, and 47.25.310;

29 (12) contracts of the Department of Fish and Game for flights that involve
30 specialized flying and piloting skills and are not point-to-point;

31 (13) purchases of income-producing assets for the state treasury or a public

1 corporation of the state;

2 (14) operation of the state boarding school established under AS 14.16, if the
3 State Board of Education or the commissioner of education adopts regulations for use by the state
4 boarding school in procurement and contracting;

5 (15) a contract that is a delegation, in whole or in part, of investment powers held
6 by the commissioner of revenue under AS 14.25.180, AS 14.40.400, AS 14.42.200, 14.42.210,
7 AS 18.56.095, AS 22.25.048, AS 26.05.228, AS 37.10.070, 37.10.071, AS 37.14, or
8 AS 39.35.080;

9 (16) a contract that is a delegation, in whole or in part, of investment powers of

10 (A) the Board of Trustees of the Alaska Permanent Fund Corporation
11 under AS 37.13;

12 (B) the Alaska Mental Health Trust Authority under AS 37.14.001 -
13 37.14.099;

14 (17) the purchase of books, book binding services, newspapers, periodicals,
15 audio-visual materials, network information services access, approval plans, professional
16 memberships, archival materials, objects of art, and items for museum or archival acquisition
17 having cultural, historical, or archaeological significance; in this paragraph

18 (A) "approval plans" means book selection services in which current book
19 titles meeting an agency's customized specifications are provided to the agency subject
20 to the right of the agency to return those books that do not meet with the agency's
21 approval;

22 (B) "archival materials" means the noncurrent records of an agency that are
23 preserved after appraisal because of their value;

24 (C) "audio-visual materials" means nonbook prerecorded materials,
25 including records, tapes, slides, transparencies, films, filmstrips, cassettes, videos, compact
26 discs, laser discs, and items that require the use of equipment to render them usable;

27 (D) "network information services" means a group of resources from which
28 cataloging information, holdings records, inter-library loans, acquisitions information, and
29 other reference resources can be obtained;

30 (18) contracts for the purchase of standardized examinations for licensure under
31 AS 08;

1 (19) contracts for home health care and adult residential and foster care services
2 provided under regulations adopted by the Department of Health and Social Services;

3 (20) contracts for supplies or services for research projects funded by money
4 received from the federal government or private grants; or

5 (21) guest speakers or performers for an educational or cultural activity.

6 * Sec. 5. AS 37.05.146 is amended to read:

7 Sec. 37.05.146. DEFINITION OF PROGRAM RECEIPTS. In AS 37.05.142 - 37.05.146
8 and AS 37.07.080, "program receipts" means fees, charges, income earned on assets, and other
9 state money received by a state agency in connection with the performance of its functions; all
10 program receipts except the following are general fund program receipts:

11 (1) federal receipts;

12 (2) University of Alaska receipts (AS 14.40.491);

13 (3) individual, foundation, or corporation gifts, grants, or bequests that by their
14 terms are restricted to a specific purpose;

15 (4) receipts of the following funds:

16 (A) highway working capital fund (AS 44.68.210);

17 (B) correctional industries fund (AS 33.32.020);

18 (C) loan funds;

19 (D) international airport revenue fund (AS 37.15.430);

20 (E) funds managed by the Alaska State Housing Authority (AS 18.55.020),
21 the Alaska Housing Finance Corporation (AS 18.56.020), the Medical Indemnity
22 Corporation of Alaska (AS 21.88.020), the Alaska Railroad Corporation (AS 42.40.010),
23 the Municipal Bond Bank Authority (AS 44.85.020), or the Alaska Industrial
24 Development and Export Authority (AS 44.88.020);

25 (F) fish and game fund (AS 16.05.100);

26 (G) school fund (AS 43.50.140);

27 (H) training and building fund (AS 23.20.130);

28 (I) retirement funds (AS 14.25, AS 22.25, AS 26.05.222, AS 39.35, and
29 former AS 39.37);

30 (J) permanent fund (art. IX, sec. 15, Alaska Constitution);

31 (K) public school trust fund (AS 37.14.110);

- 1 (L) second injury fund (AS 23.30.040);
2 (M) fishermen's fund (AS 23.35.060);
3 (N) FICA administration fund (AS 39.30.050);
4 (O) mental health trust fund (AS 37.14.031).

5 * Sec. 6. AS 37.05.540(b) is amended to read:

6 (b) Except for appropriations to the permanent fund or for Alaska permanent fund
7 dividends, appropriations to the budget reserve fund, appropriations of revenue bond proceeds,
8 appropriations required to pay the principal and interest on general obligation bonds, [AND]
9 appropriations of money received from a nonstate source in trust for a specific purpose, including
10 revenue of a public enterprise or public corporation of the state that issues revenue bonds,
11 appropriations from the mental health trust income account (AS 37.14.036), and
12 appropriations made to the mental health trust fund (AS 37.14.031), appropriations from the
13 treasury made in a fiscal year may not exceed appropriations made in the preceding fiscal year
14 by more than five percent plus the change in population and inflation since the beginning of the
15 preceding fiscal year. For purposes of applying this limit an appropriation is considered to be
16 made in the fiscal year in which it is enacted and a reappropriation remains attributed to the
17 fiscal year in which the original appropriation is enacted. The determination of the change in
18 population for purposes of this subsection shall be based on an annual estimate of population by
19 the Department of Labor. The determination of the change in inflation for purposes of this
20 subsection shall be based on the Consumer Price Index for all urban consumers for Anchorage
21 prepared by the United States Bureau of Labor Statistics. The amount of money received by the
22 state that is subject to the appropriation limit includes the balance in the general fund carried
23 forward from the preceding fiscal year.

24 * Sec. 7. AS 37.13.030 is amended to read:

25 Sec. 37.13.030. PURPOSE. It is the purpose of AS 37.13.010 - 37.13.210 [THIS
26 CHAPTER] to provide a mechanism for the management and investment of those permanent fund
27 assets allocated to the Alaska Permanent Fund Corporation in a manner consistent with the
28 findings in AS 37.13.020.

29 * Sec. 8. AS 37.13.040 is amended to read:

30 Sec. 37.13.040. ALASKA PERMANENT FUND CORPORATION. There is established
31 the Alaska Permanent Fund Corporation. The corporation is a public corporation and government

1 instrumentality in the Department of Revenue managed by the board of trustees. The purpose
2 of the board is to manage and invest the assets of the corporation in accordance with
3 AS 37.13.010 - 37.13.210 [THIS CHAPTER].

4 * Sec. 9. AS 37.13. is amended by adding a new section to read:

5 Sec. 37.13.300. CORPORATION TO MANAGE CERTAIN ASSETS OF THE MENTAL
6 HEALTH TRUST. (a) Subject to agreement with the Alaska Mental Health Trust Authority
7 (AS 47.30.011) entered into under AS 37.14.009(a)(5), the corporation shall manage the cash
8 assets of the corpus of the trust established under the Alaska Mental Health Enabling Act of
9 1956, P.L. 84-830, 70 Stat. 709.

10 (b) The corporation shall

11 (1) hold and invest the cash assets of the corpus of the trust that are transferred
12 to its custody subject to AS 37.13.120;

13 (2) at least quarterly, prepare, publish, and distribute to the Board of Trustees of
14 the Alaska Mental Health Trust Authority a financial report showing investment revenue and
15 expenditures, including the allocation of the cash assets of the trust among investments;

16 (3) annually prepare, publish, and distribute to the Board of Trustees of the Alaska
17 Mental Health Trust Authority financial statements prepared in accordance with generally
18 accepted accounting principles consistently applied, and an audit report prepared by a certified
19 public accountant; and

20 (4) periodically advise the Board of Trustees of the Alaska Mental Health Trust
21 Authority when revisions to long-range investment policy, including asset allocation changes, are
22 contemplated, and provide an opportunity for consultation and comment on the changes before
23 they are implemented.

24 (c) Net income from the cash assets of the corpus of the trust managed under this section
25 may not be included in the computation of net income available for distribution under
26 AS 37.13.140.

27 * Sec. 10. AS 37.14 is amended by adding new sections to read:

28 Sec. 37.14.001. MENTAL HEALTH TRUST. In carrying out its trust obligations under
29 the Mental Health Enabling Act of 1956, the state acts through the governor, the legislature, and
30 the Alaska Mental Health Trust Authority (AS 47.30.011).

31 Sec. 37.14.003. RESPONSIBILITIES OF THE GOVERNOR. (a) In reviewing

1 appropriations from the mental health trust income account proposed by the authority, the
2 governor shall consider the needs of the beneficiaries of the trust without regard to other potential
3 objects of state expenditure. The governor shall, by December 15 of each year, submit to the
4 legislature a separate appropriation bill limited to appropriations from the mental health trust
5 income account.

6 (b) If the appropriations in the bill submitted by the governor under (a) of this section
7 differ from those proposed by the authority, the bill must contain findings explaining the reasons
8 for the differences and providing the basis for determining that the proposed appropriations meet
9 the needs of the beneficiaries of the trust. If the governor proposes to increase the amount of
10 money to be transferred from the mental health trust income account to the unrestricted general
11 fund over the authority's recommendation made under AS 47.30.046(a)(3), the bill must contain
12 findings supporting the determination that the additional money is not reasonably necessary to
13 meet the projected operating and capital expenses of the integrated comprehensive mental health
14 program to be financed from the trust.

15 (c) In reviewing the appropriations of money from the mental health trust income account
16 for possible veto, the governor shall consider only the needs of the beneficiaries of the trust
17 without regard to other potential objects of state expenditures. If the governor vetoes all or a part
18 of an appropriation of money from the mental health trust income account, the governor's veto
19 message must include the reasons the governor believes the remaining appropriations meet the
20 needs of the beneficiaries of the trust.

21 Sec. 37.14.005. RESPONSIBILITIES OF THE LEGISLATURE. (a) The legislature
22 shall annually pass and transmit to the governor a bill making appropriations of money from the
23 mental health trust income account no later than the 75th day of the regular session.

24 (b) Before taking action on appropriations from the mental health trust income account
25 proposed by the governor, the legislature shall consider the needs of the beneficiaries of the trust
26 without regard to other potential objects of state expenditure. The legislature shall make
27 appropriations from the mental health trust income account in a separate appropriation bill limited
28 to appropriations from the mental health trust income account.

29 (c) If the appropriations in the bill passed by the legislature differ from those proposed
30 by the authority, the bill must contain findings explaining the reasons for the differences and
31 providing the basis for determining that the appropriations meet the needs of the beneficiaries of

1 the trust. If the legislature increases the amount of money to be transferred from the trust to the
2 general fund over the authority's recommendation made under AS 47.30.046(a)(3), the bill must
3 contain findings supporting the determination that the additional money is not reasonably
4 necessary to meet the projected operating and capital expenses of the integrated comprehensive
5 mental health program to be financed from the trust.

6 Sec. 37.14.007. AUTHORITY AS TRUSTEE. (a) The Alaska Mental Health Trust
7 Authority, established by AS 47.30.011, is the trustee of the trust established under the Alaska
8 Mental Health Enabling Act of 1956, P.L. 84-830, 70 Stat. 709.

9 (b) In exercising the powers, duties, and responsibilities as trustee, the authority is under
10 a duty to the public and the trust beneficiaries to

- 11 (1) administer the trust solely in the interest of the beneficiaries;
- 12 (2) keep and render clear and accurate accounts with respect to the administration
13 of the trust;
- 14 (3) make public and available complete and accurate information as to the nature
15 and amount of the trust property;
- 16 (4) exercise a high degree of care in administering the trust;
- 17 (5) take reasonable steps to take and keep control of the trust property;
- 18 (6) use care and skill to preserve the trust property;
- 19 (7) take reasonable steps to realize on claims that are held in trust;
- 20 (8) defend against actions that may result in a loss to the trust estate, unless under
21 all the circumstances, considering the other duties owed to the trust, it is reasonable not to make
22 the defense;
- 23 (9) separately account for trust property;
- 24 (10) ensure that trust property is designated as property of the trust;
- 25 (11) use care and skill to make the trust property productive; however, nothing
26 in this paragraph shall prevent the state from using trust property directly or indirectly, by
27 contractual stipulation or otherwise, as a component of the state's mental health trust program;
28 and
- 29 (12) deal impartially with the different trust beneficiaries as provided in
30 AS 47.30.056.

31 Sec. 37.14.009. TRUST MANAGEMENT. (a) The Alaska Mental Health Trust

1 Authority

2 (1) shall manage the assets of the trust in a fiduciary manner to fulfill the
3 purposes of the trust;

4 (2) may, consistent with (1) of this subsection and AS 47.30.036(1), sell, lease,
5 exchange, or otherwise dispose of land in the trust;

6 (3) may, consistent with (1) of this subsection, use land that is an asset of the
7 trust directly for the integrated comprehensive mental health program;

8 (4) may contract with the Department of Natural Resources to manage the land
9 assets of the trust; and

10 (5) shall contract with the Alaska Permanent Fund Corporation for management
11 of the trust's cash assets, unless the authority finds that the best interests of trust beneficiaries
12 would be served by contracting with another entity.

13 (b) In exercising its power under (a)(2) or (3) of this section, the authority shall give
14 public notice in the manner provided under AS 38.05.945(b) and (c), but is not otherwise bound
15 by the provisions of AS 38.04 or AS 38.05.

16 * Sec. 11. AS 37.14 is amended by adding new sections to read:

17 Sec. 37.14.031. TRUST FUND ESTABLISHED. The mental health trust fund is
18 established as a separate fund within the state treasury. The fund consists of the cash assets of
19 the principal of the trust.

20 Sec. 37.14.036. TRUST INCOME ACCOUNT ESTABLISHED. (a) The mental health
21 trust income account is established as a separate account within the general fund of the state.
22 The mental health trust income account consists of

23 (1) fees, charges, income earned on assets, and other money received by the trust
24 that is not attributable to the principal of the trust;

25 (2) money deposited in the account in accordance with appropriations or
26 allocations made by law;

27 (3) the amounts allocated to it under (c) of this section.

28 (b) The authority may establish subaccounts within the mental health trust income
29 account.

30 (c) In each of the following state fiscal years, the commissioner of revenue shall allocate
31 from the general fund of the state to the mental health trust income account in the general fund

1 an amount equal to the percent of the unrestricted revenue of the state specified for that fiscal
2 year:

3 FISCAL YEAR ENDING	PERCENT OF UNRESTRICTED STATE REVENUE
4 June 30, 1992	six percent
5 June 30, 1993	six percent
6 June 30, 1994	five percent
7 June 30, 1995	five percent
8 June 30, 1996	four percent
9 June 30, 1997	four percent
10 June 30, 1998	three percent
11 June 30, 1999	three percent
12 June 30, 2000	two percent
13 June 30, 2001	two percent
14 June 30, 2002	one percent
15 June 30, 2003	one percent

16 Sec. 37.14.099. DEFINITIONS. In AS 37.14.001 - 37.14.099,

17 (1) "authority" means the Alaska Mental Health Trust Authority established under
18 AS 47.30.011;

19 (2) "board" means the board of trustees of the authority;

20 (3) "enabling Act" means the Alaska Mental Health Enabling Act of 1956, P.L.
21 84-830, 70 Stat. 709.

22 * Sec. 12. AS 38.07.030(c) is amended to read:

23 (c) The cost of clearing land leased from the state, including but not limited to school
24 [AND MENTAL HEALTH] land, shall be borne by the state. The lessee shall repay the cost
25 over a 10-year period at five percent interest.

26 * Sec. 13. AS 39.25.120(c)(9) is amended to read:

27 (9) the principal executive officer of the following boards, councils, or
28 commissions:

29 (A) Alaska Public Broadcasting Commission;

30 (B) Professional Teaching Practices Commission;

31 (C) Parole Board;

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- (D) Board of Nursing;
- (E) Real Estate Commission;
- (F) Alaska Royalty Oil and Gas Development Advisory Board;
- (G) Alaska Historical Commission;
- (H) Alaska State Council on the Arts;
- (I) Alaska Police Standards Council;
- (J) Older Alaskans Commission;
- (K) Alaska Mental Health Board;
- (L) State Medical Board;
- (M) Governor's Council for the Handicapped and Gifted;
- (N) Advisory Board on Alcoholism and Drug Abuse;

* Sec. 14. AS 41.15 is amended by adding a new section to read:

Sec. 41.15.025. FIRE PROTECTION ON MENTAL HEALTH TRUST LAND. Land that is in the mental health trust is, for the purpose of wild fire suppression, land owned by the state.

* Sec. 15. AS 44.21.230(a) is amended to read:

(a) The commission shall

- (1) formulate a comprehensive statewide plan that identifies the concerns and needs of older Alaskans and, with reference to the plan adopted, prepare and submit to the governor and legislature an annual analysis and evaluation of the services that are provided to older Alaskans;
- (2) make recommendations directly to the governor and legislature with respect to legislation, regulations, and appropriations for programs or services that benefit older Alaskans;
- (3) encourage and aid the development of municipal commissions serving older Alaskans and community-oriented programs and services for the benefit of older Alaskans;
- (4) employ an executive director who serves at the pleasure of the commission;
- (5) help older Alaskans lead dignified, independent, and useful lives;
- (6) request and receive reports and audits from state agencies and local institutions concerned with the conditions and needs of older Alaskans;
- (7) administer, with the approval of the commissioner of administration, federal programs as provided under 42 U.S.C. 3001 - 3045i (Older Americans Act), as amended;

L

1 (8) administer, with the approval of the commissioner of administration, state
2 programs as provided under AS 47.65; [AND]

3 (9) give assistance, on request, to the senior housing office in the Department of
4 Community and Regional Affairs in administration of the senior housing loan program under
5 AS 44.47.587 - 44.47.609 and in the performance of the office's other duties under
6 AS 44.47.585; and

7 (10) provide to the Alaska Mental Health Trust Authority, for its review and
8 consideration, recommendations concerning the integrated comprehensive mental health
9 program for persons who are described in AS 47.30.056(b)(4) and the use of the money in
10 the mental health trust income account in a manner consistent with regulations adopted
11 under AS 47.30.031.

12 * Sec. 16. AS 44.29.022 is amended by adding a new subsection to read:

13 (d) A regulation that establishes a fee for services under AS 44.29.020(a)(7) that are part
14 of the integrated comprehensive mental health program under AS 47.30 may be adopted under
15 this section after consultation with the Alaska Mental Health Trust Authority.

16 * Sec. 17. AS 44.29.024 is amended by adding a new subsection to read:

17 (c) A regulation that establishes a schedule of reasonable fees for services provided by
18 a contractor or grantee that are part of the integrated comprehensive mental health program
19 established under AS 47.30 may be adopted under this section after consultation with the Alaska
20 Mental Health Trust Authority.

21 * Sec. 18. AS 44.29.100 is amended to read:

22 Sec. 44.29.100. ADVISORY BOARD ON ALCOHOLISM AND DRUG ABUSE. There
23 is established in the Department of Health and Social Services an advisory board on alcoholism
24 and drug abuse. [THE BOARD SHALL FUNCTION AS A STANDING COMMITTEE OF THE
25 STATEWIDE HEALTH COORDINATING COUNCIL ESTABLISHED UNDER AS 18.07.011.]

26 * Sec. 19. AS 44.29.110 is amended to read:

27 Sec. 44.29.110. COMPOSITION. The board consists of 15 [12] members, 14 of whom
28 are public members appointed by the governor, and the 15th who is the director of the
29 division of alcoholism and drug abuse ex officio.

30 * Sec. 20. AS 44.29.115 is amended to read:

31 Sec. 44.29.115. QUALIFICATIONS OF BOARD MEMBERS. The governor shall

1 appoint the 14 public [12] members so that the board consists of the following public members:

2 (1) one member [TWO MEMBERS] who is [ARE] licensed to practice
3 medicine in the state [, ONE OF WHOM IS CERTIFIED IN PSYCHIATRY BY THE
4 AMERICAN BOARD OF PSYCHIATRY AND NEUROLOGY];

5 (2) one member who is admitted to practice law in the state [ALASKA];

6 (3) four members who are chronic alcoholics with psychoses who are
7 recovering;

8 (4) three members who are substance abuse treatment professionals who
9 represent public and private providers of substance abuse prevention and treatment
10 services; and

11 (5) five [EIGHT] members who have shown an interest in the problems of
12 alcoholism or drug abuse and who have knowledge of the social problems associated with
13 alcoholism or drug abuse [; AND

14 (4) ONE MEMBER WHO IS A REPRESENTATIVE OF THE LIQUOR
15 INDUSTRY].

16 * Sec. 21. AS 44.29.120 is amended to read:

17 Sec. 44.29.120. TERM OF OFFICE. (a) The governor shall appoint the public
18 members of the board for staggered terms of four years.

19 (b) The governor shall fill a vacancy of a public member on the board by appointment
20 for the unexpired part of the vacated term.

21 (c) Public [BOARD] members of the board serve at the pleasure of the governor. The
22 governor shall replace a public [ANY] member who by poor attendance or lack of contribution
23 to the board's work demonstrates ineffectiveness as a board member. In this subsection, "poor
24 attendance" means the failure to attend three or more consecutive meetings.

25 * Sec. 22. AS 44.29.130 is amended to read:

26 Sec. 44.29.130. COMPENSATION, PER DIEM, AND EXPENSES. The public
27 members [MEMBERS] of the board are not entitled to a salary, but are entitled to per diem,
28 reimbursement for travel, and other expenses authorized by law for other boards.

29 * Sec. 23. AS 44.29 is amended by adding a new section to read:

30 Sec. 44.29.135. OFFICERS AND STAFF. (a) The board, by a majority of its
31 membership, shall annually elect a presiding officer and other officers it considers necessary from

1 among its membership.

2 (b) The board shall have a paid staff provided by the department, including an executive
3 director who shall be selected by the board. The executive director is in the partially exempt
4 service and may hire additional employees in the classified service of the state. The department
5 shall provide for the assignment of personnel to the board to ensure the board has the capacity
6 to fulfill its responsibilities. The executive director of the board shall be directly responsible to
7 the board in the performance of the director's duty.

8 * Sec. 24. AS 44.29.140 is amended to read:

9 Sec. 44.29.140. DUTIES. The board shall

10 (1) act in an advisory capacity to the legislature, the governor, and state
11 agencies [COMMISSIONER OF HEALTH AND SOCIAL SERVICES] in the following matters:

12 (A) [(1)] special problems affecting mental health that alcoholism or drug
13 abuse may present;

14 (B) [(2)] educational research and public informational activities
15 [CONDUCTED BY THE DEPARTMENT OF HEALTH AND SOCIAL SERVICES
16 AND OTHERS] in respect to the problems presented by alcoholism or drug abuse;

17 (C) [(3)] social problems that affect rehabilitation of alcoholics and drug
18 abusers;

19 (D) [(4)] legal processes that affect the treatment and rehabilitation of
20 alcoholics and drug abusers;

21 (E) [(5)] development of programs of prevention, treatment, and
22 rehabilitation for alcoholics and drug abusers; and

23 (F) [(6)] REVIEW OF APPLICATIONS AND SUBSEQUENT
24 RECOMMENDATIONS TO THE COMMISSIONER OF HEALTH AND SOCIAL
25 SERVICES ON USE OF FUNDS FOR GRANTS FOR LOCAL ALCOHOLISM OR
26 DRUG ABUSE PROJECTS AND PROGRAMS;

27 (7)] evaluation of effectiveness of alcoholism and drug abuse programs in the
28 state;

29 (2) provide to the Alaska Mental Health Trust Authority for its review and
30 consideration recommendations concerning the integrated comprehensive mental health
31 program for the people who are described in AS 47.30.056(b)(3), and concerning the use of

1 money in the mental health trust income account in a manner consistent with regulations
2 adopted under AS 47.30.031.

3 * Sec. 25. AS 44.29.140 is amended by adding new subsections to read:

4 (b) The board is the state planning and coordinating body for purposes of federal and
5 state laws relating to alcohol, drug, and other substance abuse prevention and treatment services.

6 (c) The board shall prepare and maintain a comprehensive plan of services for the
7 prevention and treatment of alcohol, drug, and other substance abuse.

8 * Sec. 26. AS 47.30 is amended by adding new sections to read:

9 Sec. 47.30.011. ALASKA MENTAL HEALTH TRUST AUTHORITY. (a) The Alaska
10 Mental Health Trust Authority is established as a public corporation of the state within the
11 Department of Revenue.

12 (b) The purpose of the authority is to ensure an integrated comprehensive mental health
13 program.

14 (c) The authority

15 (1) shall administer the trust established under the Alaska Mental Health Enabling
16 Act of 1956;

17 (2) may sue and be sued;

18 (3) may retain the services of independent counsel when, in the judgment of the
19 authority's board of trustees, independent counsel is needed;

20 (4) shall insure or indemnify and protect the board, a member of the board, or an
21 agent or employee of the authority against financial loss and expense, including reasonable legal
22 fees and costs, arising out of a claim, demand, suit, or judgment by reason of alleged negligence,
23 alleged violation of civil rights, or alleged wrongful act resulting in death or bodily injury to a
24 person or accidental damage to or destruction of property if the board member, agent, or
25 employee, at the time of the occurrence, was acting under the direction of the authority within
26 the course or scope of the duties of the board member, agent, or employee.

27 (d) The provisions of AS 44.62.330 - 44.62.630 do not apply to the Alaska Mental Health
28 Trust Authority.

29 Sec. 47.30.016. MEMBERSHIP OF THE BOARD. (a) The authority shall be governed
30 by its board of trustees.

31 (b) The board consists of seven members appointed by the governor. The members

1 appointed under this subsection shall be appointed

2 (1) based upon their ability in financial management and investment, in land
3 management, or in services for the beneficiaries of the trust;

4 (2) after the governor has considered a list of persons prepared by a panel of six
5 persons who are beneficiaries, or who are the guardians, family members, or representatives of
6 beneficiaries; the panel shall consist of

7 (A) one person selected by the Alaska Mental Health Board
8 (AS 47.30.661);

9 (B) one person selected by the Governor's Council for the Handicapped
10 and Gifted (AS 47.80.030);

11 (C) one person selected by the Advisory Board on Alcoholism and Drug
12 Abuse (AS 44.29.110);

13 (D) one person selected by the Older Alaskans Commission
14 (AS 44.21.200);

15 (E) one person selected by the Alaska Native Health Board; and

16 (F) one person selected by the authority.

17 (c) A member of the board appointed by the governor under (b) of this section may not

18 (1) be an officer or employee of the state; or

19 (2) within the preceding two years or during the member's term of office have
20 an interest in, served on the governing board of, or been employed by an organization that has
21 received, during that same period, money from the mental health trust income account under a
22 contract for services.

23 (d) A quorum of the board is four members.

24 (e) A member of the board is entitled to

25 (1) an honorarium of \$200 for each day or any part of a day spent at a meeting
26 of the board, at a meeting of a subcommittee of the board, or as a representative of the board;
27 and

28 (2) per diem and travel expenses authorized for boards and commissions under
29 AS 39.20.180.

30 Sec. 47.30.021. TERM OF OFFICE, VACANCIES, AND REMOVAL. (a) The
31 members of the board serve staggered five-year terms. A member shall continue to serve until

1 the member's successor is appointed and confirmed.

2 (b) A vacancy occurring in the membership of the board shall be filled within 60 days
3 by appointment of the governor for the unexpired portion of the vacated term.

4 (c) The governor may remove a member of the board only for cause, including
5 incompetence, neglect of duty, misconduct in office, poor attendance, or lack of contribution to
6 the board's work. A member being removed for cause shall be given a copy of the charges and
7 afforded an opportunity to publicly present a defense in person or by counsel upon not less than
8 10 days' written notice. If a member is removed for cause, the governor shall file with the
9 lieutenant governor a complete statement of all charges made against the member and the
10 governor's findings based on the charges, together with a complete record of the proceedings.
11 The removal of a member for cause constitutes a final administrative order. A member seeking
12 to appeal the governor's removal of a member for cause under this subsection shall file a notice
13 of appeal with the superior court under AS 44.62.560.

14 (d) Except for a trustee who has served two consecutive five-year terms, a member of
15 the board may be reappointed. A member of the board who has served two consecutive five-year
16 terms is not eligible for reappointment to the board until one year has intervened.

17 Sec. 47.30.026. OFFICERS AND STAFF. (a) The board shall annually elect a presiding
18 officer and other officers it considers necessary from among its membership.

19 (b) The board shall employ a chief executive officer who shall be selected by the board.
20 The chief executive officer shall be compensated at no less than range 26 of the pay plan for
21 state employees under AS 39.27.011(a). The chief executive officer may

22 (1) hire additional employees;

23 (2) appoint hearing officers to perform the responsibilities set out in
24 AS 47.30.031(b)(5); and

25 (3) contract for the services of consultants and others.

26 (c) The chief executive officer is directly responsible to the board.

27 Sec. 47.30.031. REGULATIONS. (a) The board shall adopt regulations under the
28 Administrative Procedure Act (AS 44.62) consistent with state law and the fiduciary
29 responsibilities imposed by law on members of boards of directors of corporations having trust
30 responsibilities.

31 (b) The regulations shall address, but are not limited to,

- 1 (1) the requirements of AS 47.30.056(h) and (j);
2 (2) provisions governing the administration and management of the mental health
3 trust;
4 (3) procedures by which an aggrieved person or group who believe they have not
5 received services that should be provided from the trust may apply to the authority for redress;
6 (4) provisions that allow and encourage entities providing trust funded services
7 to integrate those services with other community human services funded by other sources;
8 (5) administrative adjudication procedures, including but not limited to
9 (A) the acceptance of applications under (4) of this subsection;
10 (B) investigations;
11 (C) hearings; and
12 (D) the issuance of administrative orders, as necessary;
13 (6) provisions that establish a process for long-range planning for expenditures
14 from the mental health trust income account; and
15 (7) criteria for determining the nature and extent of necessary services and related
16 expenses to be funded by the trust.

17 Sec. 47.30.036. DUTIES OF THE BOARD. The board shall

- 18 (1) preserve and protect the trust corpus;
19 (2) coordinate with other state agencies involved with programs affecting persons
20 in need of mental health services;
21 (3) review and consider the recommendations submitted under
22 AS 44.21.230(a)(10), AS 44.29.140(2), AS 47.30.666(6), and AS 47.80.090(13);
23 (4) adopt bylaws governing its meetings, selection of officers, proceedings, and
24 other aspects of board procedure;
25 (5) make an annual written report of its activities to the legislature, governor, and
26 the public; and
27 (6) fulfill its obligations under AS 47.30.046.

28 Sec. 47.30.041. BOARD ADVISORS. The commissioners of health and social services,
29 natural resources, and revenue, or their respective designees, are advisors to the board.

30 Sec. 47.30.046. BUDGET RECOMMENDATIONS; REPORTS. (a) The board shall
31 annually, not later than September 15, submit to the governor and the Legislative Budget and

1 Audit Committee a budget for the next fiscal year and a proposed plan of implementation based
2 on the integrated comprehensive mental health program plan prepared under AS 47.30.660(a)(1).
3 The budget must include the authority's determination of the amount

4 (1) recommended for expenditure from the mental health trust income account
5 during the next fiscal year to

6 (A) meet the administrative expenses of the authority;

7 (B) offset the effect of inflation on the value of the trust corpus; and

8 (C) meet the necessary operating and capital expenses of the integrated
9 comprehensive mental health program;

10 (2) recommended for expenditure from the general fund, if any, during the next
11 fiscal year to meet the necessary operating and capital expenses of the integrated comprehensive
12 mental health program; and

13 (3) in the mental health trust income account, if any, that is not reasonably
14 necessary to meet the projected operating and capital expenses of the integrated comprehensive
15 mental health program that may be transferred into the general fund.

16 (b) When the authority submits its proposed budget under (a) of this section, the authority
17 shall also provide a report to the Legislative Budget and Audit Committee, the governor, the
18 Office of Management and Budget, the commissioner of health and social services, and all
19 entities providing services with money in the mental health trust income account, and shall make
20 it available to the public. The report must describe at least the following:

21 (1) the assets, earnings, and expenditures of the trust as of the end of the
22 preceding fiscal year;

23 (2) comparisons of the trust's assets, earnings, and expenditures with the prior five
24 fiscal years;

25 (3) projections of the trust's assets, earnings, and expenditures for the next five
26 fiscal years;

27 (4) the authority's budget recommendations submitted under (a) of this section,
28 and its reasons for making those recommendations;

29 (5) the authority's guidelines for the establishment of services; the provision of
30 services shall be based on the principle that services paid for from the trust are provided to
31 recipients as close to the recipient's home and family as practical with due consideration of

1 demographics, mental health service requirements, use of mental health services, economic
2 feasibility, and capital expenditures required for provision of minimum levels of service;

3 (6) forecasts of the number of persons needing services;

4 (7) projections of the resources required to provide the necessary services and
5 facilities; and

6 (8) reviews of the status of the integrated comprehensive mental health program,
7 including evaluation of program goals, objectives, targets and timelines, and overall effectiveness.

8 Sec. 47.30.051. SUBMISSIONS REQUIRING USE OF TRUST MONEY. An agency
9 or entity proposing an expenditure of money by the trust shall present its proposal to the
10 authority under regulations adopted under AS 47.30.031.

11 Sec. 47.30.056. USE OF MONEY IN THE MENTAL HEALTH TRUST INCOME
12 ACCOUNT. (a) If appropriated by law, the money in the mental health trust income account
13 established in AS 37.14.036 shall be used to

14 (1) provide an integrated comprehensive mental health program as required by
15 this section;

16 (2) meet the authority's annual administrative expenses; and

17 (3) offset the effect of inflation on the corpus of the trust.

18 (b) Expenditures under (a)(1) of this section shall provide for a reasonable level of
19 necessary services to

20 (1) the mentally ill;

21 (2) the mentally defective and retarded;

22 (3) chronic alcoholics suffering from psychoses;

23 (4) senile people who as a result of their senility suffer major mental illness; and

24 (5) other persons needing mental health services, as the legislature may determine.

25 (c) The integrated comprehensive mental health program for which expenditures are made
26 under this section

27 (1) shall give priority in service delivery to persons who, as a result of a mental
28 disorder or of a disorder identified in (b) of this section;

29 (A) may require or are at risk of hospitalization; or

30 (B) experience such major impairment of self-care, self-direction, or social
31 and economic functioning that they require continuing or intensive services;

1 (2) may, at the discretion of the board, include services to persons who are not
2 included under (b) or (c)(1) of this section.

3 (d) In (b)(1) of this section, "the mentally ill" includes persons with the following mental
4 disorders:

- 5 (1) schizophrenia;
- 6 (2) delusional (paranoid) disorder;
- 7 (3) mood disorders;
- 8 (4) anxiety disorders;
- 9 (5) somatoform disorders;
- 10 (6) organic mental disorders;
- 11 (7) personality disorders;
- 12 (8) dissociative disorders;
- 13 (9) other psychotic or severe and persistent mental disorders manifested by
14 behavioral changes and symptoms of comparable severity to those manifested by persons with
15 mental disorders listed in this subsection; and
- 16 (10) persons who have been diagnosed by a licensed psychologist, psychiatrist,
17 or physician licensed to practice medicine in the state and, as a result of the diagnosis, have been
18 determined to have a childhood disorder manifested by behaviors or symptoms suggesting risk
19 of developing a mental disorder listed in this subsection.

20 (e) In (b)(2) of this section, "the mentally defective and retarded" includes persons with
21 the following neurologic or mental disorders:

- 22 (1) cerebral palsy;
- 23 (2) epilepsy;
- 24 (3) mental retardation;
- 25 (4) autistic disorder;
- 26 (5) severe organic brain impairment;
- 27 (6) significant developmental delay during early childhood indicating risk of
28 developing a disorder listed in this subsection;
- 29 (7) other severe and persistent mental disorders manifested by behaviors and
30 symptoms similar to those manifested by persons with disorders listed in this subsection.

31 (f) In (b)(3) of this section, "chronic alcoholics suffering from psychoses" includes

1 persons with the following disorders:

- 2 (1) alcohol withdrawal delirium (delirium tremens);
- 3 (2) alcohol hallucinosis;
- 4 (3) alcohol amnestic disorder;
- 5 (4) dementia associated with alcoholism;
- 6 (5) alcohol-induced organic mental disorder;
- 7 (6) alcoholic depressive disorder;
- 8 (7) other severe and persistent disorders associated with a history of prolonged
- 9 or excessive drinking or episodes of drinking out of control and manifested by behavioral
- 10 changes and symptoms similar to those manifested by persons with disorders listed in this
- 11 subsection.

12 (g) In (b)(4) of this section, "senile people who as a result of their senility suffer major

13 mental illness" includes persons with the following mental disorders:

- 14 (1) primary degenerative dementia of the Alzheimer type;
- 15 (2) multi-infarct dementia;
- 16 (3) senile dementia;
- 17 (4) presenile dementia;
- 18 (5) other severe and persistent mental disorders manifested by behaviors and
- 19 symptoms similar to those manifested by persons with disorders listed in this subsection.

20 (h) The authority shall adopt regulations defining the disorders identified in this section

21 to reflect revisions in the diagnostic nomenclature of the health professions serving the

22 beneficiaries of the trust. The authority shall review and revise the regulations as necessary.

23 Regulations adopted under this subsection must be in the long term best interest of the trust and

24 of persons with disorders equivalent to those identified in (b) and (c) of this section.

25 (i) In this section, "an integrated comprehensive mental health program"

26 (1) means public health programs and services that, on the effective date of this

27 Act, are separately recognizable and administered, without regard to the administrative unit

28 directly responsible for the delivery of the service; among the services included are services for

29 the mentally ill, community mental health services, services for the developmentally disabled,

30 alcoholism services, and services for children, youth, adults, and seniors with mental disorders;

31 (2) includes, at a minimum, each of the following services as appropriate:

- 1 (A) emergency services on a 24-hour basis;
- 2 (B) screening examination and evaluation services required to complete
- 3 the involuntary commitment process under AS 47.30.700 - 47.30.815;
- 4 (C) inpatient care;
- 5 (D) crisis stabilization services, which may include:
- 6 (i) active community outreach;
- 7 (ii) in-hospital contact;
- 8 (iii) mobile crisis teams of mental health professionals;
- 9 (iv) crisis beds to provide a short term residential program for
- 10 persons experiencing an acute episode of mental illness that requires temporary
- 11 removal from a home environment;
- 12 (E) treatment services, which may include
- 13 (i) diagnosis, testing, and evaluation of medical needs;
- 14 (ii) medication monitoring;
- 15 (iii) physical examinations;
- 16 (iv) dispensing psychotropic and other medication;
- 17 (v) detoxification;
- 18 (vi) individual or group therapy;
- 19 (vii) aftercare;
- 20 (F) case management, which may include
- 21 (i) evaluation of needs;
- 22 (ii) development of individualized treatment plans;
- 23 (iii) enhancement of access to available resources and programs;
- 24 (iv) development of interagency contacts and family involvement;
- 25 (v) advocacy;
- 26 (G) daily structure and support, which may include
- 27 (i) daily living skills training;
- 28 (ii) socialization activities;
- 29 (iii) recreation;
- 30 (iv) transportation;
- 31 (v) day care services;

- 1 (vi) client and care provider education and support services;
2 (H) residential services, which may include
3 (i) crisis or respite care;
4 (ii) board and care;
5 (iii) foster care, group homes, halfway houses, or supervised
6 apartments;
7 (iv) intermediate care facilities;
8 (v) long-term care facilities;
9 (vi) in-home care;
10 (I) vocational services, which may include
11 (i) prevocational services;
12 (ii) work adjustment;
13 (iii) supported work;
14 (iv) sheltered work;
15 (v) training in which participants achieve useful work experience;
16 (J) outpatient screening, diagnosis, and treatment services, including
17 individual, family, and group psychotherapy, counseling, and referral;
18 (K) prevention and education services, including consultation with
19 organizations, providers, and the public; and
20 (L) administrative services, including appropriate operating expenses of
21 state agencies and other service providers.

22 (j) The authority shall adopt regulations regarding the services described in (i) of this
23 section to reflect advances in the appropriate professions. The authority shall review and revise
24 the regulations as necessary. Regulations adopted under this subsection must be in the long term
25 best interest of the mental health trust.

26 Sec. 47.30.061. DEFINITIONS. In AS 47.30.011 - 47.30.061,

- 27 (1) "authority" means the Alaska Mental Health Trust Authority established by
28 AS 47.30.011;
29 (2) "board" means the board of trustees of the authority;
30 (3) "trust" means the trust established by the Alaska Mental Health Enabling Act
31 of 1956, P.L.84-830, 70 Stat. 709.

1 * Sec. 27. AS 47.30.470 is amended by adding new paragraphs to read:

2 (8) prepare that part of the plan for the integrated comprehensive mental health
3 program under AS 47.30.056 that relates to the services and facilities that are necessary for the
4 care and treatment of persons identified as chronic alcoholics suffering from psychoses, as
5 defined in AS 47.30.056(b)(3) and (f); in preparing the plan of services for persons identified in
6 this paragraph, the department shall coordinate with the Alaska Mental Health Trust Authority
7 and the Advisory Board on Alcoholism and Drug Abuse;

8 (9) use money appropriated from the mental health trust income account
9 established under AS 37.14.036 to provide the necessary services identified in (8) of this section
10 and in accordance with AS 47.30.056.

11 * Sec. 28. AS 47.30.520 is amended to read:

12 Sec. 47.30.520. LEGISLATIVE PURPOSE. It is the purpose of the [LEGISLATURE
13 IN ENACTING THE] Community Mental Health Services Act to

14 (1) [TO] provide a range of community based inpatient, outpatient, and
15 support services for persons with mental disorders;

16 (2) [OR EMOTIONAL DISTURBANCES AND TO] assist [LOCAL]
17 communities in planning, organizing, and financing community mental health services through
18 locally developed, administered, and controlled community mental health programs;

19 (3) [. IT IS FURTHER INTENDED TO] better develop and use [UTILIZE
20 EXISTING] resources at both state and local levels;

21 (4) [IN ORDER TO (1)] develop and implement plans for comprehensive
22 [INITIATING MAXIMUM] mental health services based on demonstrated need on a regional
23 basis [FOR SERVICES IN EACH GEOGRAPHICAL PLANNING AREA, AS WELL AS
24 REGIONALIZED COMPREHENSIVE MENTAL HEALTH SERVICES];

25 (5) [(2)] improve the effectiveness of existing mental health services;

26 (6) [(3)] integrate state-operated and community mental health programs into a
27 unified mental health system;

28 (7) ensure that consumers, families, and representatives of [(4) PROVIDE A
29 MEANS FOR PARTICIPATION BY LOCAL] communities within mental health planning
30 regions can participate in determining [THE DETERMINATION OF] the need for and the
31 allocation of mental health resources;

1 (8) [(5) ESTABLISH A UNIFORM RATIO OF LOCAL AND STATE
2 GOVERNMENT RESPONSIBILITY FOR FINANCING MENTAL HEALTH SERVICES;

3 (6)] provide a means of allocating money available for state mental health
4 services [FUNDS] according to community needs;

5 (9) [(7)] encourage the full use of all existing public or private agencies, facilities,
6 personnel, and funds to accomplish these objectives; and

7 (10) [(8)] prevent unnecessary duplication and fragmentation of services and
8 expenditures.

9 * Sec. 29. AS 47.30 is amended by adding a new section to read:

10 Sec. 47.30.523. COMMUNITY MENTAL HEALTH PROGRAM POLICY AND
11 PRINCIPLES. (a) It is the policy of the state that

12 (1) the community mental health program provide a comprehensive and integrated
13 system of community based facilities, supports, and mental health services including child and
14 adolescent screening and diagnosis, inpatient, outpatient, prevention, consultation, and education
15 services;

16 (2) persons most in need of community mental health services receive appropriate
17 services as provided under AS 47.30.056;

18 (3) the community mental health program be coordinated, to the maximum extent
19 possible, with the programs established under AS 47.37, AS 47.65, AS 47.80, and other programs
20 affecting the well being of persons in need of mental health services.

21 (b) Community mental health program service delivery principles include the principles
22 that persons

23 (1) have ready and prompt access to necessary screening, diagnosis, and treatment;

24 (2) receiving community mental health services be informed of their rights,
25 including their rights to confidentiality and to treatment with dignity;

26 (3) be provided community mental health services by staff and programs that
27 reflect the culture, linguistic, and other social characteristics of their community and that
28 incorporate multidisciplinary professional staff to meet client functional levels and diagnostic and
29 treatment needs;

30 (4) in need of community mental health services, and their families, be
31 encouraged to participate in formulating, delivering, and evaluating treatment and rehabilitation;

1 (5) in need of community mental health services be provided treatment and
2 rehabilitation services designed to minimize institutionalization and maximize individual potential;

3 (6) be treated in the least restrictive alternative environment consistent with their
4 treatment needs, enabling the person to live as normally as possible;

5 (7) be provided necessary treatment as close to the person's home as possible;

6 (8) be informed of and allowed to participate in planning their own treatment as
7 much as possible.

8 * Sec. 30. AS 47.30.530 is amended by adding a new subsection to read:

9 (b) In performing its duties under (a) of this section, the department shall coordinate with
10 the Alaska Mental Health Trust Authority established in AS 47.30.011.

11 * Sec. 31. AS 47.30.540(b) is amended to read:

12 (b) An [THE] entity designated by the department [IN THE LOCAL AREA AS THE
13 ORGANIZATIONAL UNIT] to receive **money** [FUNDS] under AS 47.30.520 - 47.30.620 [AND
14 TO ADMINISTER THE PROGRAM] shall ensure a broad base of community support as
15 evidenced by a governing board reasonably representative of the professional, civic, and citizen
16 groups in the community and including persons with mental disorders or family members
17 of persons with mental disorders. No more than two members, or 40 percent of the
18 membership, whichever is greater, may be providers of services under the program. In order to
19 receive funds under AS 47.30.520 - 47.30.620, a local community entity shall agree to

20 (1) give priority to mental health programs and services consistent with the
21 priorities set out in AS 47.30.056 and that provide the [HAVE A] maximum services for the
22 least expenditure of money from the mental health trust income account [EFFECT ON
23 OTHER TAX FUNDED PROGRAMS];

24 (2) furnish services through a qualified staff meeting reasonable standards of
25 experience and training;

26 (3) conform to a state cost accounting system showing the true cost of services
27 rendered, collect fees for services according to a schedule based on an analysis of reasonable
28 ability to pay, and provide that a person may not be refused services because of inability to pay
29 for those services;

30 (4) maintain adequate clinical and administrative records and furnish periodic
31 reports to the department;

1 (5) furnish the authority and the department an annual report of the preceding
2 fiscal year, including an evaluation of the effectiveness of the previous year's programs and their
3 costs; and

4 (6) furnish the authority and the department [EACH YEAR A] satisfactory
5 needs assessments for the population and area it serves and an annual update of a long-range
6 planning and budget statement that describes program goals for the coming year, the steps and
7 resources necessary to implement the goals, the projected means by which these resources will
8 be secured, and the procedures necessary to evaluate the program.

9 * Sec. 32. AS 47.30.545 is repealed and reenacted to read:

10 Sec. 47.30.545. POPULATIONS TO BE SERVED. The entities designated by the
11 department to receive money under AS 47.30.540(b) shall provide one or more of the services
12 that are set out in AS 47.30.056(i) to persons identified in AS 47.30.056.

13 * Sec. 33. AS 47.30.547 is amended to read

14 Sec. 47.30.547. STANDARDS FOR COMMUNITY MENTAL HEALTH SERVICES.
15 An entity that provides community mental health services shall

16 (1) make services available at times and locations that enable residents of the
17 entity's service area to obtain services readily;

18 (2) ensure each client's right to confidentiality and treatment with dignity;

19 (3) establish staffing patterns of qualified and trained personnel that reflect the
20 cultural, linguistic, and other social characteristics of the community and that incorporate
21 multidisciplinary professional staff to meet client functional levels and diagnostic and treatment
22 needs;

23 (4) promote client and family participation in formulating, delivering, and
24 evaluating treatment and rehabilitation;

25 (5) design screening, diagnosis, treatment, and rehabilitation services to
26 maximize individual potential and to minimize institutionalization; and

27 (6) provide services in the least restrictive setting, enabling the person
28 receiving the services to live as normally as possible.

29 * Sec. 34. AS 47.30.590 is amended to read:

30 Sec. 47.30.590. PATIENT RIGHTS AND THE CONFIDENTIAL NATURE OF
31 RECORDS AND INFORMATION. The department shall adopt regulations to assure patient

1 rights and to safeguard the confidential nature of records and information about the recipients of
2 services provided under this chapter [AS 47.30.520 - 47.30.620]. The regulations must require
3 that [LOCAL COMMUNITY] entities identified in AS 47.30.540(b) develop and include in any
4 plan submitted for approval adequate provisions for safeguarding confidential information. The
5 [DEPARTMENT'S] regulations must provide for disclosure of confidential information to
6 parents or guardians, to mental health professionals providing services to a recipient, and to
7 other appropriate service agencies when it is in the defined best interests of the patient.

8 * Sec. 35. AS 47.30.610 is repealed and reenacted to read:

9 Sec. 47.30.610. DEFINITIONS. In AS 47.30.520 - 47.30.610,

10 (1) "authority" means the Alaska Mental Health Trust Authority established in
11 AS 47.30.011;

12 (2) "department" means the Department of Health and Social Services;

13 (3) "persons with mental disorders" means persons with disorders currently
14 included within nationally accepted diagnostic systems of the mental health professions;

15 (4) "trust" has the meaning given in AS 47.30.061.

16 * Sec. 36. AS 47.30.660 is amended to read:

17 Sec. 47.30.660. POWERS AND DUTIES OF DEPARTMENT. (a) The department
18 shall

19 (1) prepare, and periodically revise and amend, a plan for an integrated
20 comprehensive mental health program; the preparation of the plan and any revision or
21 amendment of it shall

22 (A) be made in conjunction with the Alaska Mental Health Trust
23 Authority;

24 (B) be coordinated with federal, state, regional, local, and private
25 entities involved in mental health services; and

26 (2) in planning expenditures from the mental health trust income account,
27 conform to the regulations adopted by the Alaska Mental Health Trust Authority under
28 AS 47.30.031(b)(6); and

29 (3) implement an integrated comprehensive system of care that meets the
30 service needs of the beneficiaries of the trust established under the Alaska Mental Health
31 Enabling Act of 1956, as determined by the plan.

1 **(b) The department, in fulfilling its duties under this section and through its division**
2 **of mental health and developmental disabilities,** [IS THE MENTAL HEALTH AUTHORITY
3 OF THE STATE AND] shall

4 (1) administer a comprehensive program **of services for persons with mental**
5 **disorders,** for the prevention of mental illness, and the **for** care and treatment of **persons with**
6 **mental disorders** [THE MENTALLY ILL], including inpatient and outpatient care and treatment
7 and the procurement of services of specialists or other persons on a contractual or other basis;

8 (2) take the actions and undertake the obligations that are necessary to participate
9 in federal grants-in-aid programs and accept federal or other financial aid from whatever sources
10 for the study, **prevention,** examination, care, and treatment of **persons with mental disorders**
11 [THE MENTALLY ILL];

12 (3) administer AS 47.30.660 - 47.30.915;

13 (4) designate, operate, and maintain treatment facilities equipped and qualified to
14 provide inpatient and outpatient care and treatment for **persons with mental disorders** [THE
15 MENTALLY ILL];

16 (5) provide for the placement of [MENTALLY ILL] patients **with mental**
17 **disorders** in designated treatment facilities;

18 (6) enter into arrangements with governmental agencies for the care or treatment
19 of **persons with mental disorders** [THE MENTALLY ILL] in facilities of the governmental
20 agencies in the state or in another state;

21 (7) enter into contracts with treatment facilities for the custody and care or
22 treatment of **persons with mental disorders** [THE MENTALLY ILL]; contracts under this
23 paragraph are governed by AS 36.30 (State Procurement Code);

24 (8) enter into contracts, which incorporate safeguards consistent with
25 AS 47.30.660 - 47.30.915 and the preservation of the civil rights of the patients [,] with another
26 state for the custody and care or treatment of patients previously committed from this state under
27 48 U.S.C. 46 et seq., and **P.L. 84-830** [P.L. 830, 84TH CONGRESS, 2ND SESSION], 70 Stat.
28 709;

29 (9) prescribe the form of applications, records, reports, requests for release, and
30 consents to medical or psychological treatment required by AS 47.30.660 - 47.30.915;

31 (10) require reports from the head of a treatment facility concerning the care of

1 patients;

2 (11) visit each treatment facility at least annually to review methods of care or
3 treatment for patients;

4 (12) investigate complaints made by a patient or an interested party on behalf of
5 a patient;

6 (13) delegate upon mutual agreement to another officer or agency of it, or a
7 political subdivision of the state, or a treatment facility designated, any of the duties and powers
8 imposed upon it by AS 47.30.660 - 47.30.915; [AND]

9 (14) after consultation with the Alaska Mental Health Trust Authority, adopt
10 regulations to implement the provisions of AS 47.30.660 - 47.30.915; and

11 (15) provide technical assistance and training to providers of mental health
12 services.

13 * Sec. 37. AS 47.30.662 is repealed and reenacted to read:

14 Sec. 47.30.662. COMPOSITION. (a) The board consists of not fewer than 18 nor more
15 than 24 members appointed by the governor, with due regard for the demographics of the state
16 and balanced geographic representation of the state. The membership and committees of the
17 board shall fulfill the requirements of P.L. 99-660, as amended.

18 (b) Not less than one-half of the members shall be persons with a mental disorder
19 identified in AS 47.30.056(b)(1) or members of their families.

20 (c) The board members

21 (1) shall include the director of the division of mental health and developmental
22 disabilities in the department; and

23 (2) may include representatives of the principal state agencies with respect to
24 education, vocational rehabilitation, criminal justice, housing, social services, medical assistance,
25 substance abuse, and aging.

26 (d) Board members appointed under (c) of this section may not vote on matters before
27 the board.

28 (e) The board members shall include at least two licensed mental health professionals
29 who represent public and private providers of mental health services and at least one member
30 who is admitted to practice law in the state. Members appointed under this subsection may also
31 be family members identified under (b) of this section.

1 * Sec. 38. AS 47.30.664(b) is amended to read:

2 (b) The board shall have a paid staff provided by the department, including, but not
3 limited to, an executive director who shall be selected by the board [FROM CANDIDATES
4 PROVIDED BY THE DEPARTMENT]. The executive director is in the partially exempt service
5 and may hire additional employees in the classified service of the state. The department shall
6 provide for the assignment of personnel to the board to ensure the board has the capacity
7 to fulfill its responsibilities. The executive director [AND THE STAFF] of the board shall be
8 directly responsible to the board in the performance of the director's [THEIR] duties.

9 * Sec. 39. AS 47.30.666 is repealed and reenacted to read:

10 Sec. 47.30.666. DUTIES OF THE BOARD. The board is the state planning and
11 coordinating body for the purpose of federal and state laws relating to mental health services for
12 persons with mental disorders identified in AS 47.30.056(b)(1) and (4). On behalf of those
13 persons, the board shall

14 (1) prepare and maintain a comprehensive plan of treatment and rehabilitation
15 services;

16 (2) propose an annual implementation plan consistent with the comprehensive plan
17 and with due regard for the findings from evaluation of existing programs;

18 (3) provide a public forum for the discussion of issues related to the mental health
19 services for which the board has planning and coordinating responsibility;

20 (4) advocate the needs of persons with mental disorders before the governor,
21 executive agencies, the legislature, and the public;

22 (5) advise the legislature, the governor, the Alaska Mental Health Trust Authority,
23 and other state agencies in matters affecting persons with mental disorders, including, but not
24 limited to,

25 (A) development of necessary services for diagnosis, treatment, and
26 rehabilitation;

27 (B) evaluation of the effectiveness of programs in the state for diagnosis,
28 treatment, and rehabilitation;

29 (C) legal processes that affect screening, diagnosis, treatment, and
30 rehabilitation;

31 (6) provide to the Alaska Mental Health Trust Authority for its review and

1 consideration recommendations concerning the integrated comprehensive mental health program
2 for those persons who are described in AS 47.30.056(b)(1) and (4) and the use of money in the
3 mental health trust income account in a manner consistent with regulations adopted under
4 AS 47.30.031; and

5 (7) submit periodic reports regarding its planning, evaluation, advocacy, and other
6 activities.

7 * Sec. 40. AS 47.30 is amended by adding a new section to read:

8 Sec. 47.30.667. COMPENSATION, PER DIEM, AND EXPENSES. The board members
9 appointed under AS 47.30.662(b) and (e) are not entitled to a salary, but are entitled to per diem,
10 reimbursement for travel, and other expenses authorized by law for boards and commissions
11 under AS 39.20.180.

12 * Sec. 41. AS 47.30.910(d) is amended to read:

13 (d) All money paid by the patient or on the patient's behalf to the department under this
14 section shall be deposited in the mental health trust income account established in
15 AS 37.14.036 [GENERAL FUND].

16 * Sec. 42. AS 47.30.910(g) is amended to read:

17 (g) The commissioner of administration shall separately account for medical care and
18 treatment fees collected under this section. [THAT THE DEPARTMENT DEPOSITS IN THE
19 GENERAL FUND. THE ANNUAL ESTIMATED BALANCE IN THE ACCOUNT MAY BE
20 USED BY THE LEGISLATURE TO MAKE APPROPRIATIONS TO THE DEPARTMENT
21 TO CARRY OUT THE PURPOSES OF THIS SECTION].

22 * Sec. 43. AS 47.30.915 is amended by adding a new paragraph to read:

23 (18) "persons with mental disorders" has the meaning given in AS 47.30.610.

24 * Sec. 44. AS 47.37.040(10) is repealed and reenacted to read:

25 (10) conduct program planning activities approved by the Advisory Board on
26 Alcoholism and Drug Abuse.

27 * Sec. 45. AS 47.37 is amended by adding a new section to read:

28 Sec. 47.37.125. PAYMENT FOR SERVICES. Subject to appropriation by the
29 legislature, money in the mental health trust income account established in AS 37.14.036 may
30 be used to support a service provided under the authority given in this chapter.

31 * Sec. 46. AS 47.80.070(b) is amended to read:

1 (b) The council shall have a paid staff provided by the department, including an
2 executive director selected by the council. The executive director is in the partially exempt
3 service and may hire additional employees in the classified service of the state. The
4 department shall provide for the assignment of personnel to the council to ensure that the council
5 has the capacity to fulfill its responsibilities. The personnel shall be directly responsible to the
6 council for performance of their duties.

7 * Sec. 47. AS 47.80.090 is amended by adding a new paragraph to read:

8 (13) provide to the Alaska Mental Health Trust Authority for its review and
9 consideration recommendations concerning the integrated comprehensive mental health program
10 for the people of the state who are described in AS 47.30.056(b)(2) and the use of the money in
11 the mental health trust income account in a manner consistent with regulations adopted under
12 AS 47.30.031.

13 * Sec. 48. AS 47.80.110 is amended to read:

14 Sec. 47.80.110. PROGRAM PRINCIPLES. The system of services and facilities required
15 under AS 47.80.100 shall accord with the principles [PRINCIPLE] that service providers shall

16 (1) make services available at times and locations that enable residents of the
17 provider's service area to obtain services readily;

18 (2) ensure each client's right to confidentiality and treatment with dignity;

19 (3) establish staffing patterns that reflect the cultural, linguistic, and other
20 social characteristics of the community and that incorporate multidisciplinary professional
21 staff to meet client functional levels and diagnostic and treatment needs;

22 (4) promote client and family participation in formulating, delivering, and
23 evaluating treatment and rehabilitation;

24 (5) design treatment [, SERVICES,] and habilitation [SHALL BE DESIGNED]
25 to maximize individual potential and [,] minimize institutionalization; [,] and

26 (6) provide services [SHALL BE PROVIDED] in the least restrictive setting,
27 enabling a person to live as normally as possible within the limitations of the handicap.

28 * Sec. 49. AS 37.14.011, 37.14.021, AS 38.05.800, AS 47.30.546, secs. 1, 2, 4, and 5, ch. 132,
29 SLA 1986; and secs. 7 - 10, ch. 48, SLA 1987 are repealed.

30 * Sec. 50. TRANSITIONAL PROVISIONS: DEVELOPMENT OF TRUST INCOME ACCOUNT
31 DISTRIBUTION MECHANISM. Not later than January 1, 1993, the Board of Trustees of the Alaska