

ALASKA LEGISLATURE 1926.3

HOUSE and SENATE FINANCE COMMITTEE FILES, 1999 - 2000

ENV.
CONS.

DEC # 1

HB 50

Amendment

Offered by: Williams

adopted
4/9/99
eve

DELETE

Agency:	Department of Environmental Conservation	
BRU:	Environmental Health	
Component:	Food Safety and Sanitation	\$1,471,000 Stat Des PR

ADD

Agency:	Department of Environmental Conservation	
BRU:	Environmental Health	
Component:	Food Safety and Sanitation	\$1,471,000 GF/PR

DEC # 2

HB 50

Amendment

Offered by: Williams

Adopted
4~~3~~ 19199

~~Delete~~ Add

Agency:

Department of Environmental Conservation

Unallocated Reduction \$213,000 GF

DEC # 3

HB 50

Amendment

Offered by: Williams

Adopted
4/9/99

DELETE

Agency: Department of Environmental Conservation

BRU: Administration

Component: Administrative Services \$68,899 general funds

replacement DEC 4

Amendment

Representative John Davies

ADD

Department of Environmental Conservation

BRU: Air and Water Quality

Component: Air Quality

150 GF / Match

Withdrawn

REPLACEMENT 2 DEC #5

Amendment CS HB 50 Representative John Davies

ADD

Department of Environmental Conservation

BRU: Environmental Health

Component: Food Safety and Inspection 330.0 ~~SDPR~~

Failed
4/9/99

Replacement DEC 5

with drawn

Amendment CS HB 50 Representative John Davies

ADD

Department of Environmental Conservation

ERU: Environmental Health Food Safety and Inspection

Component: Construction and Operations 330.0 SDPR

DEC#6

Adopted

Amendment CS HB 50 Representative John Davies 4/9/99

ADD

Department of Environmental Conservation

BRU: Division of Facility Construction and Operations

Component: Construction and Operations 315.8 CIP Receipts

adopted DEC 7

Amendment CS HB 50 Representative John Davies

ADD

Department of Environmental Conservation

BRU: Air and Water Quality

Component: Air Quality

SDPR

80.0 CF

T

Agency Totals - FY00 Operating Budget

Agency: Department of Environmental Conservation

	FY98 Act	FY99Auth	Gov Amd	HseDraft	FY99Auth to HseDraft	
Totals for Agency	46,255.5	46,915.2	49,341.1	48,415.3	1,500.1	3.2%

Objects of Expenditure:

Personal Services	27,966.1	30,282.5	31,209.7	30,593.4	310.9	1.0%
Travel	1,718.4	2,627.4	2,726.2	2,669.1	41.7	1.6%
Contractual	13,507.6	11,022.9	12,327.3	12,128.8	1,105.9	10.0%
Commodities	761.6	869.9	891.6	885.5	15.6	1.8%
Equipment	808.4	589.2	663.0	615.2	26.0	4.4%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	1,493.4	1,523.3	1,523.3	1,523.3	0.0	0.0%
Miscellaneous	0.0	0.0	0.0	0.0	0.0	%

Funding Sources:

1002 Fed Rcpts	10,847.9	13,462.8	14,612.8	14,612.8	1,150.0	8.5%
1003 G/F Match	3,106.0	3,200.1	3,350.1	3,200.1	0.0	0.0%
1004 Gen Fund	7,259.7	6,943.8	7,312.4	6,070.4	-873.4	-12.6%
1005 GF/Prgm	2,516.3	2,590.9	2,790.9	2,006.9	-584.0	-22.5%
1007 I/A Rcpts	3,801.8	891.9	826.6	826.6	-65.3	-7.3%
1018 EVOSS	923.0	630.2	630.2	630.2	0.0	0.0%
1036 Cm Fish Ln		175.0	0.0	175.0	0.0	0.0%
1052 Oil/Haz Fd	12,239.9	12,444.6	12,444.6	12,444.6	-0.0	-0.0%
1053 Invst Loss	88.9	13.6	-0.0	0.0	-13.6	-100.0%
1061 CIP Rcpts	2,145.8	2,389.6	2,951.0	2,555.2	165.6	6.9%
1075 Clean Wtr	431.2	446.3	455.3	455.3	9.0	2.0%
1079 Storg Tank	833.6	854.7	854.7	854.7	0.0	0.0%
1093 Clean Air	1,801.2	2,139.6	2,139.6	2,139.6	0.0	0.0%
1100 ADWF		277.6	518.4	518.4	240.8	86.7%
1108 Stat Desig	260.2	454.5	454.5	1,925.5	1,471.0	323.7%

Positions:

Perm Full Time	476.0	488.0	503.0	489.0	1.0	0.2%
Perm Part Time	12.0	5.0	5.0	5.0	0.0	0.0%
Non-Perm	4.0	4.0	4.0	4.0	0.0	0.0%

HOUSE FINANCE SUBCOMMITTEE ON ENVIRONMENTAL CONSERVATION
RECOMMENDATIONS FOR FY 00 BUDGET

REPRESENTATIVE WILLIAM K. WILLIAMS, SUBCOMMITTEE CHAIR

THIS NARRATIVE DESCRIBES THE EFFECT OF THE BUDGET ALLOCATIONS PROPOSED FOR THE DEPARTMENT OF ENVIRONMENTAL CONSERVATION ON THE ATTACHED SPREADSHEET.

BRU'S AND COMPONENTS NOT LISTED HERE WERE FUNDED AT THE FY 99 LEVEL AS PROPOSED BY THE GOVERNOR'S FY 00 REQUEST.

BRU: ADMINISTRATION
COMPONENT: ADMINISTRATIVE SERVICES

INCREASED ADMINISTRATIVE SUPPORT FOR VILLAGE SAFE WATER GRANTS BY \$64,000. THIS INCREASE WILL HELP SUPPORT THE PROGRAM THAT WILL BUILD SAFE WATER PROJECTS IN RURAL ALASKA.

BRU: AIR AND WATER QUALITY
COMPONENT: WATER QUALITY

AUTHORIZED \$1,150,000 IN FEDERAL RECEIPTS TO GATHER BASELINE STREAM DATA FOR FUTURE PERMIT DECISIONS. THIS DATA WILL ALLOW SITE SPECIFIC PERMIT DECISIONS BASED ON ACTUAL SCIENCE GATHERED. THIS AUTHORIZATION WILL ALLOW THE DEPARTMENT ACCESS TO THIS MONEY WHEN THE REQUIRED MATCH IS IDENTIFIED.

DENIED INCREMENT OF \$150,000 OF GENERAL FUND MATCH MONEY. THE DEPARTMENT MAY MATCH THE FEDERAL MONEY FROM A VARIETY OF FUND SOURCES.

BRU: AIR AND WATER QUALITY
COMPONENT: WATER QUALITY

AN \$80,000 REQUEST FOR AN ADDITIONAL POSITION TO DETERMINE WHETHER PRIMACY IN THE WATER PROGRAM IS DESIRABLE TO THE REGULATED COMMUNITY WAS DENIED. THE COMMITTEE FELT THAT EXISTING STAFF, WHO WORK DAY-TO-DAY AND SIDE-BY-SIDE WITH INDUSTRY COULD, USING ESTABLISHED CONTACTS, GATHER THE NEEDED INFORMATION.

BRU: FACILITY CONSTRUCTION AND OPERATIONS
COMPONENT: FACILITY CONSTRUCTION AND OPERATIONS

THE COMMITTEE APPROVED SPENDING \$240,000 OF DRINKING WATER FUNDS AND \$9,000 OF CLEAN WATER FUNDS TO EFFECTIVELY AUDIT, ACCOUNT AND LOAN MONEY FOR LOW INTEREST DRINKING WATER PROJECTS THROUGHOUT THE STATE.

BRU: FACILITY CONSTRUCTION AND OPERATIONS
COMPONENT: VILLAGE SAFE WATER MANAGEMENT

THE PERSONAL SERVICES, EQUIPMENT, AND PART OF THE TRAVEL REQUEST WERE DENIED. THE PROGRAM SHOULD STANDARDIZE CERTAIN ASPECTS OF PROJECT PROCESS AND BE ABLE TO ABSORB THE INCREASED WORKLOAD.

BRU: ENVIRONMENTAL HEALTH
COMPONENT: FOOD SAFETY AND SANITATION

A FUND CHANGE FROM THE COMMERCIAL FISHERIES LOAN FUND TO GENERAL FUNDS WAS DENIED. \$175,000 OF INTEREST EARNED FROM OUTSTANDING LOANS WILL BE USED TO INSPECT PROCESSING PLANTS ENSURING QUALITY OF PRODUCT, WHICH WILL ENHANCE THE ECONOMIC VALUE OF THE PRODUCT.

BRU: ENVIRONMENTAL HEALTH
COMPONENT: FOOD SAFETY AND SANITATION

RETAIL FOOD SALES AND RETAIL FOOD SERVICE OPERATIONS HAVE BEEN CHANGED TO A FEE SUPPORTED SERVICE. THIS CHANGE REDUCES GENERAL FUND RELIANCE BY \$1,471,000 (\$887,000 GF & \$584,000 GF/PR).

BRU: ENVIRONMENTAL HEALTH
COMPONENT: DRINKING WATER

INCREMENT OF \$50,000 GF/PR WAS DENIED. INFORMATION NEEDED BY COMMUNITIES TO COMPLETE FEDERAL WATER SYSTEM REPORTS SHOULD BE READILY ACCESSIBLE FROM THE DEC. ADDITIONAL STAFF TO DISTRIBUTE THIS INFORMATION IS NOT NEEDED.

BRU: ENVIRONMENTAL HEALTH
COMPONENT: FOOD SAFETY AND SANITATION

A REQUEST FOR AN INCREASE OF \$330,000 (\$180,000 GF & \$150,000 GF/PR) FOR INSPECTIONS WAS DENIED. INSPECTIONS FOR RETAIL FOOD AND FOOD SERVICE FACILITIES HAS BEEN MOVED TO A FEE BASED PROGRAM.

STRUCTURAL CHANGES

THE ANIMAL INDUSTRIES AND SEAFOOD AND SANITATION INSPECTIONS COMPONENTS WERE MERGED INTO ONE NEW COMPONENT, FOOD SAFETY AND SANITATION. THE GOALS OF EACH COMPONENT ARE BASICALLY THE SAME AND A SINGLE COMPONENT INCLUDING BOTH IS LOGICAL.

THE SOLID WASTE AND MUNICIPAL WASTE COMPONENTS WERE ALSO COMBINED INTO ONE NEW COMPONENT. DUTIES OF EACH COMPONENT ARE BASICALLY THE SAME AND A SINGLE COMPONENT INCLUDING BOTH IS LOGICAL.

FY00 House Environmental Conservation Subcommittee Recommendations

(\$000)

Agency	BRU	Component	Total		GF Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
		Total	46,915.2	46,415.3	12,748.4	11,277.4	20,704.0	22,525.1	13,462.8	14,817.8
		FY99 Supplemental	-213.0		-213.0		0.0		0.0	
		FY99 Base	46,702.2		12,535.4		20,704.0		13,462.8	
		FY00-FY99		1,713.1		-1,258.0		1,821.1		1,155.0
		% Change		3.67%		-10.04%		8.80%		8.58%
Environ	Administration	Office of the Commissioner	391.8	391.8	290.1	290.1	0.0	0.0	101.7	101.7
Environ	Administration	Administrative Services	3,464.2	3,528.2	1,071.9	1,071.9	1,425.7	1,489.7	966.6	966.6
Environ	Administration	Exxon Restoration	630.2	630.2	0.0	0.0	630.2	630.2	0.0	0.0
Environ	Environmental Health	Environmental Health Director	168.4	168.4	168.4	168.4	0.0	0.0	0.0	0.0
Environ	Environmental Health	Animal Industries	697.9	0.0	316.1	0.0	0.0	0.0	381.8	0.0
Environ	Environmental Health	Seafood and Sanitation Inspection	2,783.3	0.0	2,496.0	0.0	175.0	0.0	112.3	0.0
Environ	Environmental Health	Food Safety & Sanitation Inspection	0.0	3,481.2	0.0	1,341.1	0.0	1,646.0	0.0	494.1
Environ	Environmental Health	Laboratory Services	2,259.3	2,232.7	1,309.3	1,309.3	193.6	193.6	756.4	729.8
Environ	Environmental Health	Drinking Water	3,764.6	3,814.6	1,503.1	1,503.1	0.0	0.0	2,261.5	2,311.5
Environ	Environmental Health	Solid Waste Management	0.0	1,078.3	0.0	1,051.7	0.0	0.0	0.0	26.6
Environ	Environmental Health	Municipal Solid Waste	740.1	0.0	740.1	0.0	0.0	0.0	0.0	0.0
Environ	Environmental Health	Industrial Solid Waste	311.6	0.0	311.6	0.0	0.0	0.0	0.0	0.0
Environ	Statewide Public Services	Statewide Public Services	1,801.5	1,751.5	202.6	202.6	742.3	742.3	856.6	806.6
Environ	Air and Water Quality	Air and Water Director	462.1	462.1	209.9	209.9	252.2	252.2	0.0	0.0
Environ	Air and Water Quality	Air Quality	4,840.2	4,840.2	1,202.8	1,202.8	2,034.1	2,034.1	1,603.3	1,608.3
Environ	Air and Water Quality	Water Quality	4,777.3	5,927.3	1,784.7	1,784.7	785.2	785.2	2,207.4	3,357.4
Environ	Spill Prevention and Response	Spill Prevention and Response	193.1	193.1	0.0	0.0	193.1	193.1	0.0	0.0
Environ	Spill Prevention and Response	Contaminated Sites	4,911.6	4,911.6	0.0	0.0	2,618.1	2,618.1	2,293.5	2,293.5
Environ	Spill Prevention and Response	Storage Tank Program	2,310.2	2,375.5	0.0	0.0	1,534.8	1,600.1	775.4	775.4
Environ	Spill Prevention and Response	Industry Preparedness and Response	2,407.8	2,342.5	0.0	0.0	2,399.3	2,334.0	8.5	8.5
Environ	Spill Prevention and Response	Prevention and Emergency Response	3,109.9	3,109.9	0.0	0.0	3,109.9	3,109.9	0.0	0.0
Environ	Spill Prevention and Response	Response Fund Administration	2,185.5	2,185.5	0.0	0.0	2,185.5	2,185.5	0.0	0.0
Environ	Facility Construction and Operation	Facility Construction and Operation	4,704.6	4,990.7	1,141.8	1,141.8	2,425.0	2,711.1	1,137.8	1,137.8

**Department of Environmental Conservation
Impact Statements in Response to
House Finance Subcommittee Budget Proposals**

Date: April 2, 1999

Prepared by: Barbara Frank, Director, Division of Administrative Services

Program Area:	Dollar Amount(s).	Fund Source(s):
Seafood Processing	(175.0) 175.0	GF Cm Fish Ln

Impact Analysis:

This transaction does not impact service delivery in the Department of Environmental Conservation. It does reduce the amount of funding available in the Commercial Fish Revolving Loan Fund for loans, which is the primary use of this fund. In the current conditions, reduced runs and prices, the need for loans has increased not decreased.

Program Area:	Amount(s):	Source(s):
Food Safety Program (#1 – Deny Increment)	(180.0) (150.0)	GF GFPR
(#2 – Fund Source)	(887.0) (584.0) (1,471.0)	GF GFPR Stat Desig

Impact Analysis:

The first transaction denies an increment request for funding to increase the frequency of inspection at high-risk facilities. The second transaction changes the fund source for Environmental Sanitation and Food Safety.

With denial of the increment, the department will not be able to increase the inspection frequency of those facilities that represent the highest risk to public health.

In a presentation before the International Conference on Food Safety last fall, it was reported that the greater the inspection frequency, the greater the increase in inspection scores. Inspection scores are a direct reflection of the number of violations found at a food service establishment: the higher the score, the fewer the violations.

Some of the violations found in the past few months by Department of Environmental Conservation inspectors include rodents in refrigerator units; a failed septic system that resulted in several inches of raw sewage in a kitchen area; raw foods stored next to cooked foods; employees with open sores on hands handling food; and raw chicken being held at room temperature. All of these situations can cause a food borne illness.

In addition, inspectors increasingly play the role of educators. More frequent inspections means a greater opportunity to teach food service staff about food safety. Food service staffs are typically young with a very high turnover rate.

The fund source change will result in a small increase in the annual fee paid by operators of Environmental Sanitation and Food Safety facilities for the permitting, inspection and other associated activities and services.

Program Area:	Amount(s):	Source(s):
Drinking Water	(50.0)	GFPR

Impact Analysis:

The department will not be able to respond to requests for information from the 455 public water systems that are required under the federal Safe Drinking Water Act to submit annual "Consumer Confidence Reports" to their customers.

Under the federal program, the state is required to keep all the information that is to be reported. At least for the first several years, the water systems will not have this information readily available.

It may be possible to eventually put this information on the Internet or otherwise allow electronic access by the public water systems but the state lacks the capability at this time.

Program Area:	Amount(s):	Source(s):
Water Quality	(150.0)	GF Match

Impact Analysis:

The department submitted an increment request for \$150,000 in general fund match that would allow the state to capture \$1,150,000 in federal funds. The subcommittee has denied the general fund match and approved the federal funds. The decision to not fund

the general fund match portion of the increment jeopardizes the state's ability to accept the federal grant funds.

Accepting these federal funds is essential to fund state efforts to collect factual data about the waters of our state. Factual information is essential to defensible resource decisions. Without these funds, the state will not be able to:

- determine if practices which are in place to protect salmon habitat are being used and are effective when used;
- collect actual data about pollution or impairment levels in water bodies;
- issue permits based on actual data and conditions rather than modeling or theory; and
- provide information accessible to the general public about the condition of Alaskan water bodies.

These efforts are important to businesses, industries and communities wanting to use water resources.

Program Area:	Amount(s):	Source(s):
Water Quality	(80.0)	CIP

Impact Analysis:

The State of Alaska does not have primacy for water quality decisions. Obtaining primacy means that decisions about permits for use of state waters will be made by the state not the federal government. The regulated industry has stated a clear preference that the state pursue assumption of primacy for water quality.

Preparing a plan for primacy assumption is no small task. The state must work closely with regulated industry, environmental groups and the federal government. Regulations must be prepared, fees structures determined, staffing plans prepared, and a transition plan from the federal government to the state prepared, submitted and approved.

With denial of this increment, the state will not pursue a plan for assumption of primacy.

Program Area:	Amount(s):	Source(s):
Village Safe Water	(315.8)	CIP

Impact Analysis:

Denial of this increment will result in the state being unable to award a portion of the grants authorized for the Village Safe Water program.

The Department of Environmental Conservation's FY 2000 capital budget request for the Village Safe Water program includes engineering feasibility studies in 27 communities and construction projects in 44 communities. This represents almost a 40% increase over the number of projects in the fiscal year 1999 capital budget. The increase in projects results from a large increase in federal funding for village sanitation.

With a 40% increase in projects, the department submitted an increment to fund four new engineering positions – salaries and support costs. Project managers work directly with the communities and other state and federal agencies to complete the projects. Each project is assigned to a single engineer who is responsible for getting the project started, guiding the community to an appropriate project design, helping the community while safeguarding the investment of state and federal funding as the construction progresses, and ultimately seeing that the project gets built and operated by the community.

The existing engineering staff (12 positions) will not be able to add the 71 new projects in the FY 2000 capital budget to their current 140-project workload and maintain even a basic level of oversight over capital fund expenditures, let alone help manage the projects to make sure expenditures result in well designed and constructed projects that the communities are capable of operating. The engineers are already maintaining an average workload of over 10 active projects each. An optimal workload – one that allowed for careful attention to each community and project oversight -- would be half that. Results of recent program audits point to a need for more resources just to handle the existing workload, and specifically to provide for more careful engineering review and better-organized project administration and records.

Projects will begin to backlog in FY 2000. Short construction seasons and funding cycles will be missed and project start-ups and completions delayed by a matter of years. The backlog will be construed as evidence that federal funding for the program should be reduced.

FISH +

GAME

F+G #1

Adopted
4/7/99

AMENDMENT

Amendment to CS HB 50 (Fin)

offered by Rep. Bunde

DELETE

Department of Fish and Game
Wildlife Conservation BRU
Wildlife Conservation Component 269.6 Federal Funds

ADD

Department of Fish and Game
Wildlife Conservation BRU
Wildlife Conservation Component 269.6 Fish and Game Fund

With the concurrence of the Division of Wildlife Conservation (DWC), the Division of Habitat and Restoration (DHR) is requesting a funding source change in the RSA from DWC to DHR. There is no change in the funding level in the RSA. The change will enable the DHR to meet matching requirements for other federal dollars currently identified in their federal receipt authority.

FIG # 2

4/7/99

failed

AMENDMENT

OFFERED IN THE HOUSE

BY Gunsberg

TO: CSHB 50 (FIN)

ADD

Department of Fish & Game

BRU: Habitat

Component:

Habitat 75.0 PFund Rcpt

F+G #3

4/7/99

~~Adopted~~
5-4

Rescinded

BY Russendorf

failed
5-6

AMENDMENT

OFFERED IN THE HOUSE

TO: CSHB 50 (FIN)

ADD

Department of Fish & Game

BRU: Commercial Fisheries

Component:

Southeast Region Fisheries Management	68.9	Gen Fund
Central Region Fisheries Management	83.0	Gen Fund
AYK Region Fisheries Management	65.8	Gen Fund
Westward Region Fisheries Management	90.4	Gen Fund
Headquarters Fisheries Management	64.1	Gen Fund
Fisheries Development	39.8	Gen Fund

Agency Totals - FY00 Operating Budget

Agency: Department of Fish and Game

	<u>FY98 Act</u>	<u>FY99Auth</u>	<u>Gov Amd</u>	<u>HseDraft</u>	<u>FY99Auth to HseDraft</u>	
Totals for Agency	98,494.9	109,130.5	114,404.7	113,781.6	4,651.1	4.3%
<u>Objects of Expenditure:</u>						
Personal Services	65,033.9	69,170.8	71,170.0	71,128.9	1,958.1	2.8%
Travel	3,603.0	4,063.8	4,391.7	4,382.8	319.0	7.8%
Contractual	22,276.1	28,747.3	31,832.6	31,718.3	2,971.0	10.3%
Commodities	4,766.5	5,562.2	5,549.8	5,547.2	-15.0	-0.3%
Equipment	2,815.4	1,586.4	1,460.6	1,458.4	-128.0	-8.1%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	0.0	0.0	0.0	0.0	0.0	%
Miscellaneous	0.0	-0.0	-0.0	-454.0	-454.0	%
<u>Funding Sources:</u>						
1002 Fed Rcpts	26,896.2	32,693.2	33,555.5	33,555.5	862.3	2.6%
1003 G/F Match	551.9	606.9	606.9	606.9	0.0	0.0%
1004 Gen Fund	30,857.8	30,847.8	30,995.1	30,414.0	-433.8	-1.4%
1005 GF/Prgm	2,848.9	2,861.9	2,861.9	2,819.9	-42.0	-1.5%
1007 I/A Rcpts	3,329.8	3,151.6	8,232.5	8,232.5	5,080.9	161.2%
1018 EVOSS	9,133.4	8,817.0	6,350.4	6,350.4	-2,466.6	-28.0%
1024 Fish/Game	19,338.5	22,094.3	20,790.3	20,790.3	-1,304.0	-5.9%
1053 Invst Loss	25.5	72.3	-0.0	-0.0	-72.3	-100.0%
1055 IA/OIL HAZ	179.2	102.2	67.0	67.0	-35.2	-34.4%
1061 CIP Rcpts	1,403.6	1,640.0	1,640.0	1,640.0	0.0	0.0%
1108 Stat Desig	1,996.0	2,920.3	3,334.6	3,334.6	414.3	14.2%
1109 Test Fish	1,934.1	3,323.0	5,970.5	5,970.5	2,647.5	79.7%
<u>Positions:</u>						
Perm Full Time	788.0	805.0	820.0	820.0	15.0	1.9%
Perm Part Time	866.0	879.0	914.0	914.0	35.0	4.0%
Non-Perm	85.0	68.0	68.0	68.0	0.0	0.0%

House Finance Subcommittee on Department of Fish and Game Recommendations for FY 00 Budget

Representative Con Bunde, Subcommittee Chair

This narrative describes the effect of the budget numbers proposed for the Department of Fish and Game on the attached spreadsheet.

The subcommittee based its work on growth from the FY 99 authorized budget including the Supplemental Appropriation passed in March 1999. The subcommittee's General Fund allocation of \$33,840,800 was met.

Commercial Fisheries - \$412,000 GF was reduced from the FY 99 level. The request for Test Fisheries receipts for \$2,647,500 for the Onboard Observer program was approved.

Glacier Bay Commercial/Subsistence Fishing Legal Defense - \$45,000 in GF was eliminated with the understanding that the Department of Law would be requesting funding through the Capital budget process.

Sport Fisheries – no GF.

Wildlife Conservation - Remains at the lower FY 99 level with the "belt tightening" of \$4,200.

Administration and Support - Remains at the lower FY 99 level with the "belt tightening" of \$34,300.

Commissioner's Office - Remains at FY 99 level. Their request for a base transfer of \$10,600 in the FY 00 budget from the Glacier Bay Commercial/Subsistence Fishing Legal Defense was removed.

Subsistence - Received an increase of \$44,400 GF from the FY 99 level. This was a base transfer from the Glacier Bay Commercial/Subsistence Fishing Legal Defense component for Natural Petroleum Reserve activities.

Habitat - Remains at FY 99 level (without "belt tightening"). The division's request for an increment of \$75.0 was denied.

The Limited Entry Commission - Remains at the FY 99 level with "belt tightening" of \$42.0.

FY00 House Finance Fish and Game Subcommittee Recommendations

(000)

Agency	BRU	Component	Total		GF Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
		Total	108,582.4	113,781.5	33,840.8	33,840.8	42,048.4	46,385.3	32,693.2	33,555.5
		FY99 Supplemental					0.0		0.0	
		FY99 Base	108,582.4		33,840.8		42,048.4		32,693.2	
		FY00-FY99		5,199.2		0.0		4,336.9		862.3
		% Change		4.79%		0.00%		10.31%		2.64%
Fish and Game	Commercial Fisheries	Southeast Region Fisheries	5,423.1	5,952.5	4,216.0	4,284.9	678.2	1,138.7	528.9	528.9
Fish and Game	Commercial Fisheries	Central Region Fisheries	6,037.8	6,165.8	5,075.7	5,203.7	962.1	962.1	0.0	0.0
Fish and Game	Commercial Fisheries	AYK Region Fisheries Management	4,193.1	4,258.9	4,026.0	4,091.8	167.1	167.1	0.0	0.0
Fish and Game	Commercial Fisheries	Westward Region Fisheries	6,586.6	9,327.5	5,531.5	5,624.9	1,055.1	3,702.6	0.0	0.0
Fish and Game	Commercial Fisheries	Headquarters Fisheries Management	3,975.5	3,636.3	3,975.5	3,636.3	0.0	0.0	0.0	0.0
Fish and Game	Commercial Fisheries	Fisheries Development	2,435.2	2,427.0	2,435.2	2,427.0	0.0	0.0	0.0	0.0
Fish and Game	Commercial Fisheries	Special Projects	11,023.3	10,957.8	52.0	52.0	3,745.6	3,285.1	7,225.7	7,620.7
Fish and Game	Commercial Fisheries	Capital Improvement Projects	632.7	632.7	0.0	0.0	632.7	632.7	0.0	0.0
Fish and Game	Commercial Fisheries	EVOS Restoration Project	1,112.8	626.2	0.0	0.0	1,112.8	626.2	0.0	0.0
Fish and Game	Glacier Bay Commercial/Sport Fisheries	Glacier Bay Commercial/Sport Fisheries	100.0	0.0	100.0	0.0	0.0	0.0	0.0	0.0
Fish and Game	Sport Fisheries	Sport Fisheries	22,286.9	22,817.4	70.6	70.6	11,791.1	10,212.1	10,425.2	12,534.7
Fish and Game	Sport Fisheries	Special Projects	400.4	400.4	0.0	0.0	220.0	220.0	180.4	180.4
Fish and Game	Wildlife Conservation	Wildlife Conservation	15,241.9	16,676.2	295.0	295.0	7,748.1	10,231.2	7,198.8	6,150.0
Fish and Game	Wildlife Conservation	Special Projects	2,907.2	2,937.2	17.9	17.9	338.0	368.0	2,551.3	2,551.3
Fish and Game	Wildlife Conservation	Capital Improvement Projects	424.3	293.8	0.0	0.0	424.3	293.8	0.0	0.0
Fish and Game	Wildlife Conservation	EVOS Restoration Project	539.4	539.4	0.0	0.0	539.4	539.4	0.0	0.0
Fish and Game	Wildlife Conservation	Assert/Protect State's Rights	200.7	200.7	0.0	0.0	200.7	200.7	0.0	0.0
Fish and Game	Wildlife Conservation	40 Mile Caribou Herd/GM	236.1	0.0	0.0	0.0	235.9	0.0	0.2	0.0
Fish and Game	Administration and Support	Public Communications	135.7	135.7	0.0	0.0	135.7	135.7	0.0	0.0
Fish and Game	Administration and Support	Administrative Services	4,659.1	4,756.1	1,068.7	1,068.7	1,924.0	2,887.4	1,666.4	800.0
Fish and Game	Administration and Support	Boards of Fisheries and Game	903.6	903.6	733.7	733.7	169.9	169.9	0.0	0.0
Fish and Game	Administration and Support	Advisory Committees	369.9	369.9	369.9	369.9	0.0	0.0	0.0	0.0
Fish and Game	State Facilities Maintenance	State Facilities Maintenance	0.0	894.3	0.0	0.0	0.0	894.3	0.0	0.0
Fish and Game	Commissioner's Office	Commissioner's Office	834.4	834.4	533.9	533.9	41.9	81.9	258.6	218.6
Fish and Game	Subsistence	Subsistence	214.9	214.8	214.8	214.8	0.1	0.0	0.0	0.0
Fish and Game	Subsistence	Subsistence - Special Projects	1,566.8	1,666.9	0.0	0.0	109.8	109.9	1,457.0	1,557.0
Fish and Game	Subsistence	EVOS Restoration Project	563.8	563.8	0.0	0.0	563.8	563.8	0.0	0.0
Fish and Game	Subsistence Field Offices	Subsistence Field Offices	1,311.9	1,373.6	824.5	886.2	487.4	487.4	0.0	0.0
Fish and Game	Habitat	Habitat	1,166.7	1,648.3	157.7	160.3	541.8	1,281.7	467.2	206.3
Fish and Game	Habitat	Special Projects	1,488.7	2,692.8	37.4	38.0	925.4	1,701.8	525.9	953.0
Fish and Game	Habitat	Habitat Permitting/Title 16	2,379.3	2,627.7	1,584.4	1,610.8	696.5	870.8	98.4	145.4
Fish and Game	Habitat	Exxon Valdez Restoration	6,601.0	4,621.0	0.0	0.0	6,601.0	4,621.0	0.0	0.0
Fish and Game	Limited Entry Program Administration	Limited Entry Program Administration	2,629.6	2,779.6	2,520.4	2,520.4	0.0	0.0	109.2	109.2

**Department Fish and Game
Impact Statements in Response to
House Finance Subcommittee Budget Proposals
Date: April 2, 1999
Prepared by: Ken Taylor and Geron Bruce**

Program Area:	Dollar Amount(s):	Fund Source(s):
Habitat – North Slope Oil and Gas Implementation	(75.0)	GF

Impact Analysis:

The North Slope currently has seven Alpine-size projects under development and additional development is proposed, including NPRA. FY99 base funding for North Slope oil and gas activities is severely limited, consisting of \$8.0 GF in the Permitting/Title 16 component, \$42.9 GF in the Habitat Component, and approximately \$29.8 in the combined GF/IA ACMP Monitoring and Compliance project. Current funding is inadequate to credibly assess major development alternatives.

Without this increment the following activities will not be completed in a timely manner; 1) review and permitting of North Slope seismic exploration activities; 2) review of offshore oil and gas exploration and development projects; 3) review and permitting of winter ice road routing, construction, and operation for drilling, production and maintenance projects; and 4) ACMP project consistency reviews. Industry will be adversely impacted by costly permitting delays.

Program Area:	Dollar Amount(s):	Fund Source(s):
Austerity Measures	(506.1) (42.0)	GF GFPR

Impact Analysis:

The House proposal continues the FY99 Austerity Measures. These cuts will result in position vacancies, reduced travel and purchasing, as well as some program restrictions within the Division of Commercial Fisheries, Glacier Bay Legal Defense, and the Commercial Fisheries Limited Entry Commission.

within the Division of Commercial Fisheries, Glacier Bay Legal Defense, and the Commercial Fisheries Limited Entry Commission.

Division of Commercial Fisheries

Statewide Herring Management and Stock Assessment -- The department's herring stock assessment program is one of the most respected and technically sound herring research programs in the world. Careful management of herring fisheries is of paramount concern to the people of Alaska, not only because herring are a vital component of the marine ecosystem as a forage species but also because of the extreme importance of herring fisheries to local economies. The House's proposed cut will result in reductions in the herring spawn deposition research program in Southeast Alaska and in aerial surveys and fishery monitoring programs in other areas of the state (Kodiak, Norton Sound, and Prince William Sound). The department would become more reliant on aerial surveys as the only available method for estimating herring spawning biomass. Because aerial surveys are less reliable indicators of herring spawning abundance, department herring managers would be forced to use more conservative estimates of abundance resulting in reduced quotas and substantial income loss for commercial herring fishers.

Research Vessels -- Currently, the department operates five large research vessels: the R/V Sundance and R/V Medeia in Southeast Region, the R/V Pandalus and R/V Montague in Central Region, and the R/V Resolution in Kodiak Region. These vessels are used for a variety of fishery management and stock assessment activities. The reductions proposed by the House may make it impossible to afford to operate one or more of these vessels resulting in the need to surplus. Some of the management or stock assessment support functions provided by these research vessels would then be contracted out to more expensive private vessel contractors.

Fisheries Development -- Support for salmon fisheries development and mariculture activities would be reduced by the House budget reductions. The department would provide less support for management planning efforts with the regional aquaculture associations and would have to reduce involvement with Regional Salmon Planning Teams. The department would also seek approval to charge for pathology services to partially offset the proposed reductions. These costs would then be borne by private hatchery operators around the state.

Statewide Salmon Fisheries Stock Assessment -- The proposed reductions would mean the elimination or reduction of several inseason run strength enumeration programs (weirs, counting towers, sonar programs, etc). As a result, salmon fishery management programs would be based on less accurate aerial survey or fishery performance information. Lacking these programs, commercial fisheries would necessarily be managed more conservatively to help assure that spawning escapements are achieved and

that adequate fish are available for subsistence fisheries. In years when the run is particularly poor it would be more difficult to make assessments early in the season resulting in greater risk to the resource.

Area Management -- The proposed reductions would mean that some area offices would need to be closed or operated on a seasonal basis. This would impact a variety of public services (e.g., subsistence, personal use fishing and commercial fishing permits, vessel registrations, and dissemination of information on regulations and fishery openings) and fishery management activities (shellfish and groundfish fishery monitoring, hatchery management plan reviews, regulations compliance).

Glacier Bay Legal Defense

Senator Murkowski has introduced legislation designed to reverse actions taken by Congress during the 1998 session. This legislation is likely to be active in Congress during the next fiscal year.

This funding was placed in the ADF&G budget specifically to enable participation by fishermen in defending their interests and the state's interests in the Glacier Bay commercial fisheries dispute. Deletion of this funding will mean that the Department of Fish and Game will be unable to pay for travel by fishermen to Washington DC to testify on this or other legislation related to commercial fisheries management in Glacier Bay.

Commercial Fisheries (Limited) Entry Commission

The Commercial Fisheries Limited Entry Commission (CFEC) will eliminate two seasonal licensing support positions and one seasonal paralegal position. CFEC will eliminate in-season, local licensing services in Dillingham and King Salmon. CFEC will cut travel funds required for local licensing services as well as additional travel funds. Reductions in CFEC's travel budget may impair CFEC's ability to provide due process hearings at locations near where members of the public live.

These reductions are applied to the following components:

Commercial Fisheries – Southeast Region	(68.9)	GF
Commercial Fisheries – Central Region	(83.0)	GF
Commercial Fisheries – AYK Region	(65.8)	GF
Commercial Fisheries – Westward Region	(90.4)	GF
Commercial Fisheries – Headquarters	(64.1)	GF
Commercial Fisheries – Development	(39.8)	GF

Glacier Bay Legal Defense	(45.0)	GF
Wildlife Conservation	(4.2)	GF
Administrative Services	(15.9)	GF
Boards of Fish and Game	(12.2)	GF
Boards Advisory Committees	(6.2)	GF
Commissioner's Office	(10.6)	GF
Limited Entry Program Administration	<u>(42.0)</u>	GFPR
Total	(548.1)	

OFFICE
OF THE
GOVERNOR

Agency Totals - FY00 Operating Budget

Agency: Office of the Governor

	<u>FY98 Act</u>	<u>FY99Auth</u>	<u>Gov Amd</u>	<u>HseDraft</u>	<u>FY99Auth to HseDraft</u>	
Totals for Agency	18,872.5	22,296.3	19,072.8	18,775.8	-3,520.5	-15.8%
<u>Objects of Expenditure:</u>						
Personal Services	11,693.2	12,622.9	12,283.2	12,276.6	-346.3	-2.7%
Travel	679.6	768.2	745.2	707.1	-61.1	-8.0%
Contractual	4,664.8	7,344.8	4,494.0	4,241.7	-3,103.1	-42.2%
Commodities	294.9	357.6	356.1	356.1	-1.5	-0.4%
Equipment	427.3	41.4	32.9	32.9	-8.5	-20.5%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	1,112.7	1,161.4	1,161.4	1,161.4	0.0	0.0%
Miscellaneous	0.0	-0.0	-0.0	-0.0	0.0	%
<u>Funding Sources:</u>						
1002 Fed Rcpts	3,086.6	3,072.8	3,072.8	3,072.8	0.0	0.0%
1003 G/F Match	1,242.3	1,266.8	1,266.8	1,266.8	0.0	0.0%
1004 Gen Fund	13,608.6	16,914.5	14,328.1	14,031.1	-2,883.4	-17.0%
1005 GF/Prgm		4.9	4.9	4.9	0.0	0.0%
1007 I/A Rcpts	935.0	1,019.7	400.2	400.2	-619.5	-60.8%
1053 Invst Loss		17.6	0.0	0.0	-17.6	-100.0%
<u>Positions:</u>						
Perm Full Time	179.0	187.0	181.0	181.0	-6.0	-3.2%
Perm Part Time	2.0	5.0	4.0	4.0	-1.0	-20.0%
Non-Perm	22.0	37.0	21.0	21.0	-16.0	-43.2%

**House Finance Subcommittee on
Office of the Governor
Recommendations for FY 00 Budget**

Representative Eldon Mulder, Subcommittee Chair

This narrative describes the effect of the budget numbers proposed for the Office of the Governor on the attached spreadsheet.

The subcommittee accepted the proposal from the governor for FY 00.

The Office of International Trade is transferred to the Department of Commerce and Economic Development transferring 586.7 out of the Governor's office.

The Other Funds – I/A receipts – is reduced to the actually expected number for the Alaska Human Resources Investment Council.

Elections operations are reduced to reflect lower activity in a non-election year.

The Governor's office carried forward 297.0 in "belt tightening" From FY 99.

This budget represents a real decrease of approximately 2% below FY 99 authorized.

March 31, 1999

FY00 House Finance Governor's Office Subcommittee Recommendations

(\$000)

Supplemental is in base

Agency	BRU	Component	Total		GF Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
		Total	21,999.3	18,775.0	17,906.8	15,302.0	1,019.7	400.2	3,072.8	3,072.8
		FY99 Base	21,999.3		17,906.8		1,019.7		3,072.8	
		FY00-FY99		-3,224.3		-2,604.8		-819.5		0.0
		% Change		-14.66%		-14.55%		-80.75%		0.00%
Governor	Commissions/Special Offices	Human Rights Commission	1,449.4	1,458.4	1,298.9	1,307.9	0.0		150.5	150.5
Governor	Commissions/Special Offices	Alaska Human Resources Investment	1,019.7	400.2	0.0		1,019.7	400.2	0.0	
Governor	Executive Operations	Executive Office	6,560.0	6,560.0	6,450.0	6,450.0	0.0		110.0	110.0
Governor	Executive Operations	Governor's House	313.0	318.0	313.0	318.0	0.0		0.0	
Governor	Executive Operations	Contingency Fund	475.0	475.0	475.0	475.0	0.0		0.0	
Governor	Executive Operations	Lieutenant Governor	874.5	874.5	874.5	874.5	0.0		0.0	
Governor	Executive Operations	Equal Employment Opportunity	268.8	271.0	268.8	271.0	0.0		0.0	
Governor	Executive Operations	Agencywide Reduction	0.0	0.0	0.0	0.0	0.0		0.0	
Governor	Office of International Trade	Office of International Trade	586.7	0.0	586.7	0.0	0.0		0.0	
Governor	Office of Management & Budget	Office of Management and Budget	2,302.6	2,127.6	2,302.6	2,127.6	0.0		0.0	
Governor	Office of Management & Budget	Governmental Coordination	4,250.7	4,250.7	1,438.4	1,438.4	0.0		2,812.3	2,812.3
Governor	Elective Operations	Elections	1,907.2	1,686.0	1,907.2	1,686.0	0.0		0.0	
Governor	Elective Operations	General and Primary Elections	1,991.7	353.6	1,991.7	353.6	0.0		0.0	
Notes:										
1. Transfers Office of International Trade to Dept. of Commerce and Economic Development.										
2. Reductions in Elective Operations do to non-election year. (FY 99 increase \$34.0 greater than FY 00 reduction)										
3. Reductions in AHRIC reflect Ch 85 SLA98 changes and reduction in Interagency income										
4. Governor's office carried forward FY 99 surplus into FY 00 and reduced requests by 297.0										
5. Reductions excluding transfers, IA reductions and elections equal approx 2%										
March 30, 1999 6:00PM										

SS + H

H/SS #1

Amendment # _____
Sponsor: Rep. Therriault

Adopted.

4/7/99

AMENDMENT

To: CSHB 50 (FIN)
CSHB 51 (FIN)

ADD

Department of Health and Social Services
Purchased Services BRU
Foster Care Special Need component 135.0 MHTAAR Funds
123.8 Federal Funds

ADD

Department of Health and Social Services
Purchased Services BRU
Subsidized Adoptions & Guardianship component 200.0 MHTAAR Funds
50.0 Federal Funds

ADD

Department of Health and Social Services
Purchased Services BRU
Residential Child Care component 100.0 MHTAAR funds

These three additions to the DHSS budget will be funded with Mental Health Trust Authority funds and will help match federal funds. This does not increase GF in the budget.

The first ADD of 258.8 total funds is for training for foster care parents of special needs children. This was a Governor's GF increment denied by the subcommittee that will be funded with 135.0 MHTAAR funds and matches 123.8 of federal funds.

The second ADD of 250.0 total funds is for training for adoptive parents of special needs children. This was a Governor's GF increment denied by the subcommittee that will be funded with 200.0 MHTAAR funds and matches 50.0 of federal funds.

The third ADD is for training of residential child care providers who assist special needs and developmentally disabled children in the community. This was a Governor's GF increment denied by the subcommittee that will be funded with 100.0 MHTAAR funds.

H/ + SS # 2

Amendment # _____
Sponsor: Rep. Therriault

Adopted
4/7/99

AMENDMENT

To: CSHB 50 (FIN)
CSHB 51 (FIN)

Department of Health and Social Services
Purchased Services BRU
Subsidized Adoptions & Guardianship component

DELETE
ADD

-390.4 general funds
390.4 MHTAAR funds

ADD

Department of Health and Social Services
Alcohol and Drug Abuse Services BRU
Rural Services Grants component

390.4 general funds

This is a net zero GF amendment that would supplant 390.4 in General Funds in the Project Succeed program and replace them with 390.4 in MHTAAR Funds. This would allow the 390.4 in General Funds to be used to fund an increment for Village Based Mental Health and Substance Abuse Services.

H+SS#3

Amendment # _____
Sponsor: Rep. Therriault

AMENDMENT

Withdrawn

To: CSHB 50 (FIN)
CSHB 51 (FIN)

TECHNICAL AMENDMENT

Department of Health and Social Services
Mental Health Trust Boards – Appropriation Total

DELETE	\$603.0	Other Funds
INSERT	\$607.95	Other Funds

Department of Health and Social Services
Administrative Services BRU
Health Planning and Facilities Management component

INSERT	\$50.0	1092	MHTAAR
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Comment:

This technical amendment reflects the correct appropriation structure in the Mental Health Appropriations bill.

H+SS # 4

Amendment # _____
Sponsor: Rep. Therriault

AMENDMENT

Adopted
4/7/99

To: CSHB 50 (FIN)
CSHB 51 (FIN)

Department of Health and Social Services
Public Assistance BRU
Alaska Temporary Assistance Program (ATAP) component

DELETE	\$5,264.1	1005	General Fund Program Receipts
INSERT	\$5,264.1	1003	General Fund Match

Department of Health and Social Services
Public Assistance BRU
Tribal Assistance component

DELETE	\$225.2	1005	General Fund Program Receipts
INSERT	\$225.2	1003	General Fund Match

Department of Health and Social Services
Purchased Services BRU
Foster Care Base Rate component

DELETE	\$675.0	1005	General Fund Program Receipts
INSERT	\$675.0	1003	General Fund Match

Comment:

The proposed fund source changes will change the transfer of general fund program receipts from the Department of Revenue, Child Support Enforcement to direct funding in the Department of Health and Social Services.

1. A direct GF Match appropriation more clearly links the state maintenance of effort (MOE) requirement to the federal funds in the ATAP, and other components.
2. The change would simplify child support collections accounting by eliminating the funding transfer to DHSS.
3. A direct GF Match appropriation for ATAP eliminates the potential inability to meet MOE because of declining collections from CSED. Collections might decline because of reduced ATAP caseloads or any change in the federal medical assistance percentage (FMAP) rate.

Replacement H/SS # 5

Amendment # _____
Sponsor: Rep. Therriault

AMENDMENT

Adopted
4/7/99

To: CSHB 50 (FIN)
CSHB 51 (FIN)

Department of Health and Social Services
Medical Assistance BRU
Medicaid Services component

DELETE:	\$3,000.0	1002	Federal Receipts
	\$2,000.0	1004	General Fund

University of Alaska
University of Alaska
Unallocated Reductions/Additions

INSERT:	\$2,000.0	1004	General Fund
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Replacement 2

DHSS # 6

Amendment # _____
Sponsor: Rep. Therriault

AMENDMENT

Adopted
4/7/99

To: CSHB 50 (FIN)
CSHB 51 (FIN)

Department of Health and Social Services
Public Assistance Administration BRU
Child Care Benefits component

INSERT \$4,211.1 1002 Federal Receipts

Department of Community and Regional Affairs
Child Assistance BRU
Day Care Assistance Programs component

DELETE \$2,409.2 1004 General Fund

INSERT \$2,409.2 1007 I/A Receipts

Department of Community and Regional Affairs
Child Assistance BRU
Head Start Grants component

DELETE \$1,801.9 1004 General Fund

INSERT \$1,801.9 1007 I/A Receipts

Comment:

The increase in federal receipt authority in the Department of Health and Social Services utilizes federal funds from the Child Care Development Fund. These federal receipts are then transferred to the Department of Community and Regional Affairs to replace general funds in the Day Care Assistance Program and the Head Start Program. This is a net zero GF increment.

University of Alaska
University of Alaska
Unallocated Reductions/Additions

INSERT \$3,611.1 1004 General Fund

Comment:

The increases are available due to general fund savings in the Department of Community and Regional Affairs, Day Care Assistance Program.

Department of Health and Social Services
State Health Services BRU
Bureau of Vital Statistics component

DELETE \$70.0 1004 General Fund

Department of Commerce and Economic Development
Executive Administration and Development BRU
Trade and Development component

Agricultural Export Certification Program

INSERT \$170.0 1004 General Fund

Comment:

The increase to the Department of Commerce and Economic Development, Agricultural Export Certification Program is available due to general fund savings in the Department of Community and Regional Affairs, Day Care Assistance Program (\$100.0) and the Department of Health and Social Services, Vital Statistics (\$70.0).

H/155#7

Amendment # _____
Sponsor: Rep. Therriault

AMENDMENT

Adopted
4/7/99

TO: CS HB 50 (Fin) draft
CS HB 51 (Fin) draft

BY: Representative Therriault

DELETE:

Agency: Department of Health and Social Services
BRU: Public Assistance Administration
Component: Public Assistance Administration \$197.3 general funds

DELETE:

Agency: Department of Health and Social Services
BRU: Medical Assistance Administration
Component: Medical Assistance Administration \$326.4 general funds

DELETE:

Agency: Department of Health and Social Services
BRU: Family and Youth Services Management
Component: Family and Youth Services Management \$40.0 general funds

DELETE:

Agency: Department of Health and Social Services
BRU: State Health Services
Component: Public Health Administrative Services \$372.6 general funds

DELETE:

Agency: Department of Health and Social Services
BRU: Institutions and Administration
Component: Mental Health/Developmental Disabilities Administration
\$164.2 general funds

Please note: This delete is to CS HB 51 (Fin).

DELETE:

Agency: Department of Health and Social Services
BRU: Mental Health Trust Boards
Component: Alaska Mental Health Board \$24.0 general funds

Please note: This delete is to CS HB 51 (Fin).

DELETE:

Agency: Department of Health and Social Services
BRU: Mental Health Trust Boards
Component: Governor's Council on Disabilities and special Education
\$5.0 general funds

Please note: This delete is to CS HB 51 (Fin).

DELETE:

Agency: Department of Health and Social Services
BRU: Mental Health Trust Boards
Component: Advisory Board on Alcoholism and Drug Abuse
\$16.8 general funds

Please note: This delete is to CS HB 51 (Fin).

ADD:

Agency: Department of Health and Social Services
BRU: Administrative Services
Component: Unallocated Reduction \$1,146.3 general funds

This amendment distributes the Annualizing Belt Tightening/Austerity Program unallocated decrement to administrative components within DHSS.

HSS #8

Amendment # _____
Sponsor: Rep. Therriault

AMENDMENT

Adopted
4/7/99

To: CSHB 50 (FIN)
CSHB 51 (FIN)

DELETE

Department of Health and Social Services
Community Mental Health Grants BRU
Services for Seriously Emotionally Disturbed Youth component

177.0 MHTAAR funds

The Alaska Mental Health Trust Authority has reduced the scope and approved the use of Mental Health Trust Authority receipts for the increment funding the Children's Care Coordination Pilot Project.

8
H+SS# 9

Department: DHSS

Failed
417199

Amendment #

Offered by DAVIES

BRU Alcohol and Drug Abuse Services
Component Alcohol and Drug Abuse Grants

Add the following amount:
GF/MH 489.9

H+SS#10

Department: DHSS

Failed

Amendment #

417199

Offered by

BRU Alcohol and Drug Abuse Services
Component Substance Abuse Treatment for Women

Add the following amount:

GF	850.0
<u>Federal</u>	<u>706.0</u>
total	1,556.0

DHSS

H+SS#11

Withdrawn

Amendment #

Offered by

BRU	Purchased Services
Component	Foster Care Special Need

Add the following amount:

GF	135.0
<u>Federal</u>	<u>123.8</u>
total	258.8

H+SS#12

Failed

4/7/99

ADD

Department of Health and Social Services

Purchased Services

Foster Care Base Rate Caseload Growth

868.9 General Funds

H+SS#13

ADD

Department of Health and Social Services

Purchased Services

Foster Care Special Needs Case Growth

432.6 General Funds

Failed
4/7/99

ADD

Department of Health and Social Services

Front Line Social Workers

Front Line Social workers

H+SS #14

Failed 4/7/99

1.769.8 General Funds

387.1 Federal Funds

H + SS # 15

ADD

Department of Health and Social Services

Community DD Grants

Community DD Grants

361.0 General Funds

Failed

4/7/99

D HESS

H+SS #16

Failed 4/7/99

Amendment #

Offered by

BRU	State Health Services
Component	Tobacco Prevention and Control

Add the following amount:

GF	3,000.0
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H+SS INTENT

Sponsor: Rep. Therriault

Withdrawn

**Intent Language
Department of Health and Social Services budget**

For: Purchased Services BRU
Residential Child Care component

It is the intent of the Legislature that the Department of Health and Social Services, Division of Family and Youth Services utilize FY00 incremental funding proposed for emergency shelter and treatment care for children housed in therapeutic residential facilities through fee for service memorandum of agreements.

H/4 55 17

Amendment # _____
Sponsor: Rep. Therriault

AMENDMENT

To: CSHB 50 (FIN)
CSHB 51 (FIN)

Adopted

DELETE

Department of Administration
Senior Services BRU
Protection, Community Services & Administration component

12.5 MHTAAR Funds

The Alaska Mental Health Trust Authority requests this correction. This is a technical adjustment, that reduces Mental Health Trust Authority Receipts that were incorrectly placed in the Department of Administration for Planning of the Comprehensive Mental Health Plan.

H+ 55 18

Amendment # _____
Sponsor: Rep. Therriault

AMENDMENT

To: CSHB 50 (FIN)
CSHB 51 (FIN)

adopted

ADD

Department of Administration
Senior Services BRU
Protection, Community Services & Administration component

180.0 MHTAAR Funds

The Alaska Mental Health Trust Authority has approved the use of Mental Health Trust Authority receipts of 105.0 for Rural Long Term Care Development and 75.0 for Analysis of Economic Impacts of Declining Income of Seniors. These projects were accepted by the Legislature in the FY99 budget last year. The Trust will restrict the use of these funds for FY99.

Agency Totals - FY00 Operating Budget

Agency: Department of Health and Social Services

	<u>FY98 Act</u>	<u>FY99Auth</u>	<u>Gov Amd</u>	<u>HseDraft</u>	<u>FY99Auth to HseDraft</u>	
Totals for Agency	868,887.1	938,016.3	1,022,464.9	1,006,471.9	68,455.6	7.3%
<u>Objects of Expenditure:</u>						
Personal Services	111,303.4	118,768.0	128,443.4	125,227.8	6,459.8	5.4%
Travel	4,041.3	3,718.2	4,271.5	4,149.8	431.6	11.6%
Contractual	52,521.2	65,030.1	81,790.2	79,637.6	14,607.5	22.5%
Commodities	20,512.5	21,098.8	21,840.8	21,720.8	622.0	2.9%
Equipment	2,619.2	1,313.9	1,731.1	1,473.9	160.0	12.2%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	677,889.5	728,087.3	784,387.9	775,408.3	47,321.0	6.5%
Miscellaneous	0.0	0.0	-0.0	-1,146.3	-1,146.3	%
<u>Funding Sources:</u>						
1002 Fed Rcpts	371,716.0	434,980.7	480,221.9	479,952.3	44,971.6	10.3%
1003 G/F Match	166,254.3	168,708.2	176,334.0	175,950.1	7,241.9	4.3%
1004 Gen Fund	134,685.8	138,216.2	145,348.1	141,370.5	3,154.3	2.3%
1005 GF/Prgm	13,781.3	13,811.0	10,628.0	10,628.0	-3,183.0	-23.0%
1007 I/A Rcpts	46,315.4	45,007.2	52,342.0	53,021.5	8,014.3	17.8%
1013 Alchl/Drug	2.0	2.0	2.0	2.0	0.0	0.0%
1037 GF/MH	100,707.7	104,495.6	105,461.4	105,100.4	604.8	0.6%
1047 Title 20	5,410.8	4,474.5	4,474.5	4,474.5	0.0	0.0%
1050 F-rD Fund	20,186.1	19,100.7	18,688.9	18,688.9	-411.8	-2.2%
1053 Invst Loss	615.8	121.3	0.0	-0.0	-121.3	-100.0%
1055 IA/OIL HAZ		0.1	0.0	0.0	-0.1	-100.0%
1061 CIP Rcpts	539.9	876.6	865.6	865.6	-11.0	-1.3%
1092 MHTAAR	4,902.0	3,881.1	3,148.3	3,148.3	-732.8	-18.9%
1098 ChildTrErn	336.6	340.0	345.7	345.7	5.7	1.7%
1108 Stat Desig	3,433.4	4,001.1	4,531.1	4,531.1	530.0	13.2%
1119 Tobac Sell			20,073.4	8,393.0	8,393.0	%
<u>Positions:</u>						
Perm Full Time	1,990.0	2,073.0	2,250.0	2,174.0	101.0	4.9%
Perm Part Time	70.0	58.0	68.0	74.0	16.0	27.6%
Non-Perm	21.0	18.0	18.0	18.0	0.0	0.0%

**House Finance Subcommittee on
The Department of Health and Social Services
Recommendations for FY00 Budget
Representative Gene Therriault, Subcommittee Chair**

This narrative lists all items in the DHSS budget where changes were made by the subcommittee. Components not specifically mentioned here were accepted by the subcommittee from the Governor's FY00 budget.

Public Assistance

In **Adult Public Assistance**, the Governor's increment for APA Formula Growth of 2,249.4 (2,000.0 GF) has been accepted.

In **Old Age Assistance-Alaska Longevity Bonus Hold Harmless**, the Governor's decrement for OAA-ALB HH Formula Reduction of -190.9 GF has been accepted.

Medical Assistance

In **Medicaid Services**, the Governor's increments for annualization of the Children's Health Insurance Program (Denali Kid Care) of 15,494.0 (4,568.4 GF) and for Child Custody-Related Medicaid Costs of 3,320.4 (1,334.8 GF) have been accepted.

Also in **Medicaid Services**, the Governor's increment for Medicaid 'Base Program' Entitlement Increase of 12,791.0 (4,000.0 GF) has been accepted.

In **Chronic Acute Medical Assistance**, the Governor's increment for CAMA Entitlement and Service Level Restoration of 1,637.5 GF from FY99 Authorized has been partially funded at 1,145.0 GF. This maintains the program at its FY99 level.

Public Assistance Administration

In **Public Assistance Field Services**, the Governor's increment for DPA CHIP (Denali Kid Care) Eligibility Unit of 788.3 has been fully funded in Interagency Receipts.

Medical Assistance Administration

In **Children's Health Eligibility**, the Governor's increment for CHIP Program Annualization of 943.5 (816.9 GF) has been accepted.

The increment for CHIP (Denali Kid Care) Outreach Grants of 405.0 in other funds has been accepted and we have worked with the Department to use these funds to secure 1,315.3 in federal funds. This allowed the subcommittee to deny the GF increment in Health Services/Medicaid for CHIP Outreach Grants.

Purchased Services

In **Family Preservation**, the Governor's increments for Dual Track-Differential Response to Child Protection of 672.9 (635.9 GF) and for an Independent Living Program of 200.0 GF have been denied.

In **Foster Care Base Rate**, the Governor's increment for Caseload Growth of 1,344.9 (1,106.9 GF) has been partially funded at 476.0 (238.0 GF).

In **Foster Care Augmented Rate**, the Governor's increment for Therapeutic Foster Care of 1,568.5 (276.4 GF) is partially funded at 1,292.1 federal and I/A receipts.

In **Foster Care Special Need**, the Governor's increment for Foster Care Training of 258.8 (135.0 GF) has been denied. The Governor's increment for Special Need Caseload Growth of 865.2 (648.9 GF) has been partially funded at 432.6 (216.3 GF).

In **Subsidized Adoptions and Guardianship**, the Governor's increment for Caseload Growth of 2,440.8 (2,050.3 GF) has been partially funded at 1,952.8 (1,562.3 GF). The Governor's increment for Training for Adoptive Parents of Special Needs Children of 250.0 (200.0 GF) has been denied. The increment for Continuation of Project Succeed of 800.0 (488.0 GF) has been accepted.

In **Residential Child Care**, the Governor's increment for Emergency Shelter and Treatment Care for Children of 1,368.4 (1,065.4 GF) has been partially funded at 800.0 (497.0 GF).

Front Line Social Workers

In **Front Line Social Workers**, the Governor's increment for 28 New Child Protection Staff of 2,156.9 (1,769.8 GF) has been denied.

The Governor's increment for Annualized cost for the 28 new positions partially funded in FY99 of 778.7 (631.5 GF) has been accepted.

The Governor's increment for Anchorage/Bethel/Sitka Lease and WAN Cost of 421.2 (315.9 GF) has been accepted.

Family and Youth Services Staff Training

In this BRU, the Governor's increment for Staff Training of 145.9 GF has been denied.

Youth Corrections

In the **McLaughlin Youth Center**, the Governor's increment for the Opening and Staffing of the 30 bed expansion for the last three months of FY00 of 433.5 GF has been denied, delaying the opening until FY01.

In the **Nome Youth Facility**, the Governor's increment for Annualizing the cost for new staff partially funded in FY99 of 101.0 GF has been accepted.

In the **Johnson Youth Facility**, the Governor's increment for Annualizing the cost for a 22 bed treatment unit approved in FY99 of 571.0 GF has been accepted.

In the **Mat-Su Youth Facility**, the Governor's increment for Opening and Staffing the facility for the last three months of FY00 of 461.4 (456.4 GF) has been denied, delaying the opening until FY01.

In **Probation Services**, the Governor's increments for Establishing a new Division of Juvenile Justice of 297.3 GF and for Restructuring Management based on passage of HB 6 in FY98 of 43.9 GF have been denied.

Human Services Matching Grant

In this component, the Governor's increment for replacing School Based Underfunding of 387.7 GF has had a fund source change to I/A Receipts.

Kawerak Social Services

In this component, the Governor's increment for an Additional Social Worker of 63.2 GF has been denied.

State Health Services

In **Maternal, Child and Family Health**, the Governor's increment for replacing School Based Underfunding of 296.8 GF has had a fund source change to I/A receipts.

In **Healthy Families**, the Governor's increment for Healthy Families Expansion of 978.0 GF has been denied.

In the **Bureau of Vital Statistics**, the Governor's increment for Anchorage and Fairbanks office rent of 70.0 GF has been accepted.

In **Health Services/Medicaid**, the GF for the CHIP (Denali Kid Care) Outreach program increment is denied. This is the increment that was taken care of in Medical Assistance Administration with federal funds.

In **Community Health/EMS Services**, the Governor's increment for a Marijuana Registry of 73.6 GF has been denied.

In the **State Medical Examiner** component, the Governor's increment for a new pathologist of 193.0 GF is denied.

The Governor's increment for a new **Tobacco Prevention and Control** program of 3,000.0 GF has been denied.

Alcohol and Drug Abuse Services

In **Administration**, the Governor's increment for a Project Assistant for Village Based Mental Health and Substance Abuse Services of 60.0 GF has been denied. There is also a reduction of 270.0 GF in this component due to the large federal increment coming into Administration.

In **Alcohol and Drug Abuse Grants**, the Governor's increment for Fetal Alcohol Syndrome/Alcohol Related Neurodevelopment of 489.9 GF has been denied and the Governor's increment for Substance Abuse Treatment for Women of 1,556.0 (850.0 GF) has been partially funded at 706.0 federal funds.

In **Rural Services Grants**, the Governor's increment for Village Based Mental Health and Substance Abuse Services of 405.0 GF has been denied.

Community Developmental Disabilities Grants

In this BRU, the Governor's increment for Institutional Prevention of 965.8 GF has been partially funded at 604.8 GF.

Administrative Services

In this BRU, the Austerity Program of Belt Tightening in the FY99 Supplemental budget is being annualized into the FY00 budget. This is dealt with in this budget with an unallocated reduction of 1,146.3 GF.

FY00 House Finance DHSS Subcommittee Recommendations

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Agency	BRU	Component	Total		GE Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
		Total	940,382.5	1,006,158.9	425,752.3	441,442.0	73,205.8	80,452.6	441,421.4	484,264.3
		FY99 Supplemental	0.0		0.0		0.0		0.0	
		FY99 Base	940,382.5		425,752.3		73,205.8		441,421.4	
		FY00-FY99		65,776.4		15,689.7		7,243.8		42,842.9
		% Change		6.99%		3.69%		9.89%		9.71%
Health & Sc	Public Assistance	Alaska Temporary Assistance Prog	92,470.9	77,853.4	40,606.0	37,417.2	9,007.0	8,103.0	12,857.9	32,333.2
Health & Sc	Public Assistance	Adult Public Assistance	47,491.0	49,740.4	43,592.0	45,592.0	2,965.0	3,214.4	934.0	934.0
Health & Sc	Public Assistance	General Relief Assistance	1,041.9	1,041.9	1,041.9	1,041.9	0.0	0.0	0.0	0.0
Health & Sc	Public Assistance	Old Age Assistance-Alaska Longev	2,098.1	1,907.2	2,098.1	1,907.2	0.0	0.0	0.0	0.0
Health & Sc	Public Assistance	Permanent Fund Dividend Hold Ha	19,100.7	18,688.9	0.0	0.0	19,100.7	18,688.9	0.0	0.0
Health & Sc	Public Assistance	Energy Assistance Program	5,505.6	5,505.6	0.0	0.0	0.0	0.0	5,505.6	5,505.6
Health & Sc	Public Assistance	Tribal Assistance	0.0	2,405.2	0.0	2,108.7	0.0	296.5	0.0	0.0
Health & Sc	Medical Assistance	Medicaid Services	398,021.6	419,919.9	130,359.8	139,899.8	1,876.6	1,588.5	265,785.2	288,431.6
Health & Sc	Medical Assistance	Chronic Acute Medical Assistance	0.0	3,045.0	0.0	3,045.0	0.0	0.0	0.0	0.0
Health & Sc	Catastrophic and Chronic Illness Assista	Catastrophic and Chronic Illness Ass	3,045.0	0.0	3,045.0	0.0	0.0	0.0	0.0	0.0
Health & Sc	Public Assistance Administration	Public Assistance Administration	1,652.3	1,722.3	966.2	1,001.2	0.0	0.0	696.1	721.1
Health & Sc	Public Assistance Administration	Quality Control	995.9	965.9	484.6	479.6	0.0	0.0	511.3	486.3
Health & Sc	Public Assistance Administration	Public Assistance Field Services	22,696.9	23,842.6	11,087.2	11,065.9	674.7	1,463.0	10,935.0	11,313.7
Health & Sc	Public Assistance Administration	Fraud Investigation	1,163.4	1,120.8	548.0	526.7	0.0	0.0	615.4	594.1
Health & Sc	Public Assistance Administration	Public Assistance Data Processing	4,903.4	4,823.4	2,472.1	2,472.1	141.4	61.4	2,289.9	2,289.9
Health & Sc	Public Assistance Administration	Alaska Work Programs	10,395.2	0.0	3,819.6	0.0	360.0	0.0	6,215.6	0.0
Health & Sc	Public Assistance Administration	Work Services	0.0	13,715.2	0.0	3,819.6	0.0	360.0	0.0	9,535.6
Health & Sc	Public Assistance Administration	Child Care Benefits	25,514.7	26,242.6	6,104.3	6,104.3	0.0	0.0	19,410.4	30,138.3
Health & Sc	Medical Assistance Administration	Medical Assistance Administration	1,256.9	1,417.6	648.6	731.9	0.0	0.0	608.3	685.7
Health & Sc	Medical Assistance Administration	Medical State Programs	14,688.3	15,914.5	2,369.5	2,359.9	0.0	0.0	12,318.8	13,554.6
Health & Sc	Medical Assistance Administration	Health Purchasing Group	15,525.3	15,273.6	4,921.8	4,746.4	0.0	0.0	10,603.5	10,527.2
Health & Sc	Medical Assistance Administration	Certification and Licensing	1,055.0	1,063.0	379.6	383.6	0.0	0.0	675.4	679.4
Health & Sc	Medical Assistance Administration	Hearings and Appeals	364.8	364.9	139.3	182.3	85.8	0.0	139.7	182.6
Health & Sc	Medical Assistance Administration	Audit	622.6	631.0	327.0	331.2	92.8	92.8	202.8	207.0
Health & Sc	Medical Assistance Administration	Children's Health Eligibility	1,408.6	2,701.5	490.4	923.4	0.0	405.0	918.2	1,373.1
Health & Sc	Purchased Services	Delinquency Prevention	1,090.2	3,338.0	0.0	0.0	0.0	0.0	1,090.2	3,338.0
Health & Sc	Purchased Services	Family Preservation	4,473.5	4,473.5	2,132.3	2,132.3	0.0	0.0	2,341.2	2,341.2
Health & Sc	Purchased Services	Foster Care Base Rate	7,884.8	8,360.8	6,352.2	6,590.2	0.0	0.0	1,532.6	1,770.6
Health & Sc	Purchased Services	Foster Care Augmented Rate	1,228.5	2,520.6	1,162.8	1,162.8	0.0	1,079.4	65.7	278.4
Health & Sc	Purchased Services	Foster Care Special Need	2,866.7	3,299.3	2,714.7	2,931.0	50.0	50.0	102.0	318.3
Health & Sc	Purchased Services	Foster Care Alaska Youth Initiative	876.0	876.0	876.0	876.0	0.0	0.0	0.0	0.0
Health & Sc	Purchased Services	Subsidized Adoptions & Guardiansh	7,739.0	9,670.6	5,945.3	7,338.7	0.0	0.0	1,793.7	2,331.9
Health & Sc	Purchased Services	Residential Child Care	10,720.4	11,470.4	10,198.4	10,695.4	200.0	150.0	322.0	625.0
Health & Sc	Front Line Social Workers	Front Line Social Workers	17,064.3	18,398.3	7,703.2	8,784.7	491.7	491.7	8,869.4	9,121.9

Agency	BRU	Component	Total		GF/Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
Health & Sc	Family and Youth Services Management	Family and Youth Services Manage	4,815.8	4,483.8	2,366.6	1,787.8	186.1	186.1	2,263.1	2,509.9
Health & Sc	Family and Youth Services Staff Training	Family and Youth Services Staff Tr	1,094.0	1,037.0	420.0	420.0	0.0	0.0	674.0	617.0
Health & Sc	Child Protection Legal Assistance	Office of Public Advocacy	185.0	185.0	185.0	185.0	0.0	0.0	0.0	0.0
Health & Sc	Child Protection Legal Assistance	Public Defender Agency	255.0	255.0	255.0	255.0	0.0	0.0	0.0	0.0
Health & Sc	Youth Corrections	McLaughlin Youth Center	10,166.0	10,166.0	9,886.8	9,886.8	279.2	279.2	0.0	0.0
Health & Sc	Youth Corrections	Fairbanks Youth Facility	2,820.1	2,820.1	2,751.1	2,751.1	69.0	69.0	0.0	0.0
Health & Sc	Youth Corrections	Norne Youth Facility	574.5	675.5	574.5	675.5	0.0	0.0	0.0	0.0
Health & Sc	Youth Corrections	Johnson Youth Center	1,929.8	2,500.8	1,905.8	2,476.8	24.0	24.0	0.0	0.0
Health & Sc	Youth Corrections	Bethel Youth Facility	1,940.7	1,940.7	1,903.3	1,903.3	37.4	37.4	0.0	0.0
Health & Sc	Youth Corrections	Mal-Su Youth Facility	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Health & Sc	Youth Corrections	Probation Services	6,239.7	7,390.2	6,114.1	6,558.8	125.6	125.6	0.0	705.8
Health & Sc	Human Services Community Matching Gr	Human Services Community Match	1,751.9	1,751.9	445.9	445.9	1,306.0	1,306.0	0.0	0.0
Health & Sc	Maniilaq	Maniilaq Social Services	843.9	843.3	843.9	843.9	0.0	0.0	0.0	0.0
Health & Sc	Maniilaq	Maniilaq Public Health Services	901.3	901.3	901.3	901.3	0.0	0.0	0.0	0.0
Health & Sc	Maniilaq	Maniilaq Alcohol and Drug Abuse S	983.1	983.1	983.1	983.1	0.0	0.0	0.0	0.0
Health & Sc	Maniilaq	Maniilaq Mental Health and Develo	350.0	350.0	350.0	350.0	0.0	0.0	0.0	0.0
Health & Sc	Norton Sound	Norton Sound Social Services	62.2	62.2	62.2	62.2	0.0	0.0	0.0	0.0
Health & Sc	Norton Sound	Norton Sound Public Health Service	1,370.2	1,370.2	1,370.2	1,370.2	0.0	0.0	0.0	0.0
Health & Sc	Norton Sound	Norton Sound Alcohol and Drug Ab	540.0	540.0	540.0	540.0	0.0	0.0	0.0	0.0
Health & Sc	Norton Sound	Norton Sound Mental Health and D	402.4	402.4	402.4	402.4	0.0	0.0	0.0	0.0
Health & Sc	Norton Sound	Norton Sound Sanitation	96.3	96.3	96.3	96.3	0.0	0.0	0.0	0.0
Health & Sc	Southeast Alaska Regional Health Consor	Southeast Alaska Regional Health C	120.1	120.1	120.1	120.1	0.0	0.0	0.0	0.0
Health & Sc	Southeast Alaska Regional Health Consor	Southeast Alaska Regional Health C	331.4	331.4	331.4	331.4	0.0	0.0	0.0	0.0
Health & Sc	Southeast Alaska Regional Health Consor	Southeast Alaska Regional Health C	125.2	125.2	125.2	125.2	0.0	0.0	0.0	0.0
Health & Sc	Kawerak Social Services	Kawerak Social Services	372.7	372.7	372.7	372.7	0.0	0.0	0.0	0.0
Health & Sc	Tanana Chiefs Conference	Tanana Chiefs Conference Public H	239.3	239.3	239.3	239.3	0.0	0.0	0.0	0.0
Health & Sc	Tanana Chiefs Conference	Tanana Chiefs Conference Alcohol	497.5	497.5	497.5	497.5	0.0	0.0	0.0	0.0
Health & Sc	Tanana Chiefs Conference	Tanana Chiefs Conference Mental H	534.8	534.8	534.8	534.8	0.0	0.0	0.0	0.0
Health & Sc	Tlingit-Haida	Tlingit-Haida Social Services	186.6	186.6	186.6	186.6	0.0	0.0	0.0	0.0
Health & Sc	Tlingit-Haida	Tlingit-Haida Alcohol and Drug Abu	11.9	11.9	11.9	11.9	0.0	0.0	0.0	0.0
Health & Sc	Yukon-Kuskokwim Health Corporation	Yukon-Kuskokwim Health Corporati	907.4	907.4	907.4	907.4	0.0	0.0	0.0	0.0
Health & Sc	Yukon-Kuskokwim Health Corporation	Yukon-Kuskokwim Health Corporati	959.3	959.3	959.3	959.3	0.0	0.0	0.0	0.0
Health & Sc	Yukon-Kuskokwim Health Corporation	Yukon-Kuskokwim Health Corporati	907.4	907.4	907.4	907.4	0.0	0.0	0.0	0.0
Health & Sc	State Health Services	Nursing	13,539.3	14,616.0	8,385.7	8,395.7	4,138.1	5,204.8	1,015.5	1,015.5
Health & Sc	State Health Services	Women, Infants and Children	20,542.2	20,542.2	0.0	0.0	3,700.0	3,700.0	16,842.2	16,842.2
Health & Sc	State Health Services	Maternal, Child, and Family Health	9,730.2	11,459.0	2,224.9	2,224.9	1,733.8	2,020.6	5,771.5	7,213.5
Health & Sc	State Health Services	Healthy Families	1,641.2	1,684.2	1,382.0	1,402.0	182.2	282.2	77.0	0.0
Health & Sc	State Health Services	Public Health Administrative Service	809.0	1,309.0	504.9	504.9	0.0	0.0	304.1	804.1
Health & Sc	State Health Services	Epidemiology	8,211.9	7,391.9	2,076.7	2,076.7	405.6	455.6	5,729.6	4,859.6
Health & Sc	State Health Services	Bureau of Vital Statistics	1,412.8	1,482.8	878.8	948.8	285.3	285.3	248.7	248.7
Health & Sc	State Health Services	Health Services/Medicaid	1,851.1	3,071.5	0.0	0.0	1,851.1	3,071.5	0.0	0.0
Health & Sc	State Health Services	Community Health/Emergency Med	2,681.7	3,019.7	684.4	777.5	326.5	326.4	1,670.8	1,915.8
Health & Sc	State Health Services	Community Health Grants	1,575.2	1,596.1	1,225.2	1,246.1	0.0	0.0	350.0	350.0
Health & Sc	State Health Services	Emergency Medical Services Grant	1,760.1	1,760.1	1,710.1	1,710.1	50.0	50.0	0.0	0.0
Health & Sc	State Health Services	State Medical Examiner	1,074.5	1,074.5	1,074.5	1,074.5	0.0	0.0	0.0	0.0

			Total		DE Group		Other Funds		Federal Funds	
Agency	BRU	Component	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
Health & Sc	State Health Services	Infant Learning Program, Grants	5,052.6	5,052.6	4,721.9	4,721.9	330.7	330.7	0.0	0.0
Health & Sc	State Health Services	Public Health Laboratories	2,846.6	2,846.6	2,165.1	2,165.1	468.0	468.0	213.5	213.5
Health & Sc	State Health Services	Radiological Health	284.6	284.6	136.2	136.2	0.0	0.0	148.4	148.4
Health & Sc	State Health Services	Tobacco Prevention and Control	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Health & Sc	Alcohol and Drug Abuse Services	Administration	2,069.7	2,994.7	1,511.2	1,241.2	81.0	156.0	477.5	1,597.5
Health & Sc	Alcohol and Drug Abuse Services	Alcohol Safety Action Program (AS)	1,093.6	1,093.6	1,093.6	1,093.6	0.0	0.0	0.0	0.0
Health & Sc	Alcohol and Drug Abuse Services	Alcohol and Drug Abuse Grants	18,218.6	19,953.8	12,234.2	12,234.2	1,703.1	1,306.7	4,281.3	6,412.9
Health & Sc	Alcohol and Drug Abuse Services	Community Grants - Prevention	0.0	2,500.0	0.0	0.0	0.0	0.0	0.0	2,500.0
Health & Sc	Alcohol and Drug Abuse Services	Community Action Against Substan	177.3	177.3	177.3	177.3	0.0	0.0	0.0	0.0
Health & Sc	Alcohol and Drug Abuse Services	Correctional ADA Grant Services	563.6	563.6	563.6	563.6	0.0	0.0	0.0	0.0
Health & Sc	Alcohol and Drug Abuse Services	Rural Services Grants	2,271.6	2,355.6	2,121.6	2,205.6	150.0	150.0	0.0	0.0
Health & Sc	Community Mental Health Grants	General Community Mental Health	1,013.7	1,007.4	773.8	773.8	239.9	233.6	0.0	0.0
Health & Sc	Community Mental Health Grants	Psychiatric Emergency Services	6,950.4	6,510.9	5,950.4	6,005.4	1,000.0	0.0	0.0	505.5
Health & Sc	Community Mental Health Grants	Services to the Chronically Mentally	11,127.7	11,406.7	10,701.4	10,801.4	426.3	426.3	0.0	179.0
Health & Sc	Community Mental Health Grants	Designated Evaluation and Treatme	1,046.3	2,143.3	1,046.3	1,046.3	0.0	0.0	0.0	1,097.0
Health & Sc	Community Mental Health Grants	Services for Seriously Emotionally D	7,486.8	7,746.4	6,149.8	6,219.4	1,337.0	1,527.0	0.0	0.0
Health & Sc	Community Developmental Disabilities Gr	Community Developmental Disabili	19,389.3	20,039.1	18,581.9	19,186.7	807.4	852.4	0.0	0.0
Health & Sc	Institutions and Administration	Mental Health/Developmental Disat	4,316.3	4,999.9	2,837.5	2,837.5	1,446.2	1,937.3	32.6	225.1
Health & Sc	Institutions and Administration	Alaska Psychiatric Institute	14,841.9	15,996.6	1,763.2	2,126.4	13,078.7	13,870.2	0.0	0.0
Health & Sc	Institutions and Administration	Federal Mental Health Projects	2,298.6	2,369.6	0.0	0.0	250.1	321.1	2,048.5	2,048.5
Health & Sc	Mental Health Trust Boards	Alaska Mental Health Board	416.9	492.4	368.9	366.9	50.0	125.5	0.0	0.0
Health & Sc	Mental Health Trust Boards	Governor's Council on Disabilities a	879.5	1,695.5	15.0	15.0	543.0	726.0	421.5	954.5
Health & Sc	Mental Health Trust Boards	Advisory Board on Alcoholism and	311.2	311.2	311.2	311.2	0.0	0.0	0.0	0.0
Health & Sc	Administrative Services	Unallocated Reduction	0.0	(1,146.3)	0.0	(1,146.3)	0.0	0.0	0.0	0.0
Health & Sc	Administrative Services	Commissioner's Office	787.6	912.1	312.3	312.3	135.6	260.1	339.7	339.7
Health & Sc	Administrative Services	Personnel and Payroll	1,193.9	1,302.0	737.8	737.8	237.0	345.1	219.1	219.1
Health & Sc	Administrative Services	Administrative Support Services	2,011.4	3,342.3	937.1	2,002.1	248.9	308.4	825.4	1,031.8
Health & Sc	Administrative Services	Health Planning & Facilities Manage	926.6	981.9	233.8	181.2	565.3	709.3	127.5	91.4
Health & Sc	Administrative Services	COMmunity Partnerships for Acces	25.0	25.0	25.0	25.0	0.0	0.0	0.0	0.0
Health & Sc	Children's Trust Programs	Children's Trust Programs	365.0	345.7	0.0	0.0	365.0	345.7	0.0	0.0
Health & Sc	Facilities Maintenance	Facilities Maintenance	0.0	2,584.9	0.0	0.0	0.0	2,584.9	0.0	0.0

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
FY 2000 Impact of House Finance Subcommittee Recommendations

DH&SS FY2000 Budget House Subcommittee Highlights

The House Finance Subcommittee accepted the following essential GF increments in the Governor's Amended budget:

- Adult Public Assistance program is funded at the Governor's level.
- The growth in the Medicaid program based on increases in disabled, elderly and child Medicaid clients is funded at the Governor's level. This will ensure continued health care for 94,000 Alaskans.
- Increased health coverage is provided to children and pregnant women through full funding of the Denali KidCare program.
- Project Succeed, an effort to find permanent homes for children in state custody, is fully funded at the Governor's level.
- Funding is added to annualize the costs of the addition of 28 Social Workers in FY99, the first step in our move to achieve Zero Tolerance of child abuse and neglect.
- Funding is added to annualize the costs of the additional treatment beds and staff that were added in FY99 to the Johnson Youth Center and Nome Youth Facility.

Key areas of concern:

- Lack of funds in foster care components will require either a supplemental or a rollback of the \$2.36 per day pay raise authorized by the Legislature in FY 99 and denial of special needs funds to help children in the state's care.
- Lack of full funding in subsidized adoption and guardianship will result in a supplemental, or, at the Legislature's direction, denial of adoption subsidies for an estimated 69 children.
- Denial of annualization for emergency shelter and treatment beds for children in state custody will mean more than 25 children will not have residential placement.
- Denial of funding for new child protection staff (26 positions) will mean less progress in responding to all legitimate reports of child abuse and neglect. It will also result in extremely high caseloads for permanency planning workers to monitor the safety of children in foster care.
- Training efforts for foster parents, adoptive parents and adoptive parents will be hampered.
- No additional funds for tobacco control means none of the money from the landmark tobacco settlement will go to community-based tobacco control efforts.
- No additional funding for substance abuse treatment for children and pregnant women, no additional progress on the Fetal Alcohol Syndrome prevention agenda,

and no additional funding for village-based mental health and substance abuse services.

- Developmental Disability Institutional Prevention increment is short-funded by \$361,000

BRU	Medical Assistance			
Component	Chronic Acute Medical Assistance			
Reduction Title	CAMA Entitlement and Service Level Restoration			
Reduction Description	Reduce CAMA increment to FY99 funding level with supplemental.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$1,637.5	(\$492.5)	\$1,145
	GF	\$1,637.5	(\$492.5)	\$1,145
	Federal			
	Other			

Explanation of Impact:

The Governor's Budget Request for Chronic Acute Medical Assistance (CAMA) is intended to cover the cost of providing a limited package of health services to those individuals with chronic medical conditions who do not qualify for the Medicaid program. The benefits include prescription drugs, limited physician visits and hospital care. The House Finance Subcommittee reduces the Governor's Request for FY00 to the amount approved for the FY99 supplemental. The FY99 appropriation was underfunded and supplemental funding was requested to provide funds to complete the fiscal year. The initial supplemental request was subsequently reduced by the Department as a result of a one-time recovery of about \$300,000 that was used to pay for CAMA services in FY99. That level of recovery cannot be expected in FY00, which means the CAMA program will again be underfunded at the start of the fiscal year.

To achieve this reduction the department will need to eliminate paying hospitals for services for CAMA clients. This will increase the bad debt and charity care of hospitals and may mean that some individuals may not have access to some inpatient care. However, this action may not be necessary if the CAMA program is transferred into the Medical Assistance BRU and the Medicaid program's "Base Program" increment is fully funded at the Governor's Request level, as it is in the House Subcommittee recommendation.

CORRECTION

THE FOLLOWING DOCUMENT(S)
HAVE BEEN REFILMED TO
ASSURE LEGIBILITY OR PAGINATION



Rev. 6/98

Central Microfilm Services
Department of Education & Early Development
State of Alaska

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BRU	Purchased Services			
Component	Foster Care Base Rate			
Reduction Title	Foster Care Base Rate Caseload Growth			
Reduction Description	Deny full funding of increment necessary to provide adequate payments to foster families.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$1,344.9	\$476.0	(\$868.9)
	GF	\$1,106.9	\$238.0	(\$868.9)
	Federal	\$238.0	\$238.0	0.0
	Other			

Explanation of Impact:

- The department's FY 2000 request is based on trends and analysis of expected need to care for children in foster care. During the past year, the number of children placed in foster care has risen steadily – so much so that the current FY99 authorization for foster care might not be adequate. That trend is expected to continue during the coming fiscal year.
- The department will not artificially limit the number of children placed in foster care. When a child has been abused or neglected and cannot remain safely in their own home, the department is required to place that child in a foster home or other appropriate out-of-home care.
- If there are not enough funds to cover the expected foster care caseload growth, the department will be left with two options: 1) request a supplemental or, 2) at the direction of the Legislature, reduce base rate payments to foster parents.
- A rate reduction will roll back the foster care base rate increase that was approved for FY99. This increase of \$2.36 per day raised the foster care base rate to the 1993 poverty level – and was the first pay increase foster parents had received in nearly a decade.
- Taking back this long-overdue pay increase will seriously hamper the state's ongoing efforts to recruit new foster parents – and could prompt more foster parents to quit the system.
- HB 161, currently pending in House Finance, would also have very negative effects on this and other formula programs.

BRU	Purchased Services			
Component	Foster Care Special Needs			
Reduction Title	Foster Care Special Needs Caseload Growth			
Reduction Description	Deny full funding of increment necessary to provide adequate payments to foster families.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$865.2	\$432.6	(\$432.6)
	GF	\$648.9	\$216.3	(\$432.6)
	Federal	\$216.3	\$216.3	0.0
	Other			

Explanation of Impact:

- Special needs funds are used to cover one-time and short-term costs for children in the department's foster care system. These costs include special cribs or adaptive devices for children with handicaps, winter clothing, transportation for medical care or counseling.
- In FY99, the need for special needs items has exceeded projections; but the department avoided the need for a supplemental request by making cuts elsewhere. The number of children in foster care has risen steadily during the past year and that trend is expected to continue. As the state's foster care caseload continues to grow, the need for additional special needs funds will also increase.
- If there are not enough funds to cover special needs costs in FY2000, the department will be left with two options: 1) request a supplemental or, 2) at the direction of the Legislature, limit special needs funding to only the barest necessities.
- Refusing to cover special needs costs will place additional burdens on foster parents. This, in turn, will hamper the state's ongoing efforts to recruit new foster parents – and could prompt more foster parents to quit the system.

BRU	Purchased Services			
Component	Subsidized Adoptions/Guardianship			
Reduction Title	Subsidized Adoption/Guardianship Caseload Growth			
Reduction Description	Deny full funding of increment necessary to provide adequate payments to adoptive homes.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$2,440.0	\$1,952.8	(\$488.0)
	GF	\$2,050.3	\$1,562.3	(\$488.0)
	Federal	\$390.5	\$390.5	0.0
	Other			

Explanation of Impact:

- The state's subsidy program is growing, and that trend is expected to continue. Under recent changes to state and federal laws, the state is required to act faster in moving children from foster care and other temporary placements into permanent placements such as adoptive or guardian homes.
- The department can not arbitrarily reduce existing subsidy agreements without risking the loss of more than \$12 million in federal Title IV-E receipts. (Federal law prohibits a change in existing subsidy rates without concurrence of the adoptive parent.)
- If there are not enough funds to meet the projected growth in the adoption subsidy program, the department will be left with two options: 1) request a supplemental or, 2) reduce the number of new subsidy agreements. Based on the existing subsidy rate (\$592.64 per month) and on projected growth, the department would be forced to deny subsidies to 69 children in FY 2000.
- Denying adoption or guardianship subsidies would effectively force more children to linger longer in foster care or other temporary placements.

BRU	Purchased Services			
Component	Residential Child Care			
Reduction Title	Emergency Shelter & Treatment Care for Children			
Reduction Description	Deny increment for additional residential care beds.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$1,368.4	\$800.0	(\$568.4)
	GF	\$1,065.4	\$497.0	(\$568.4)
	Federal	\$303.0	\$303.0	0.0
	Other			

Explanation of Impact:

- The number of placements for children (infants to age 18) in emergency shelters rose to 1,217 in FY 98 from 983 in FY 97. This 19 percent increase continued in FY 99.
- The number of children needing specialized residential treatment care, including psychiatric treatment, continues to increase. Currently, 55 Alaskan children in state custody are placed in residential psychiatric treatment centers in other states because the capacity and type of care needed for them does not exist in state.
- In response to needing more placements for children in custody, the division added 23 emergency shelter beds, using funding from foster care and AYI. A total of \$1,115.8 is needed to annualize the costs for adding these beds.

➤ Dillingham	3 beds	\$173/day	\$189.4 annual cost
➤ Fairbanks	5 beds	\$137/day	\$250.1 annual cost
➤ Ketchikan	1 bed	\$120/day	\$ 43.8 annual cost
➤ Anchorage	12 beds	\$120/day	\$525.6 annual cost
➤ Palmer	1 bed	\$120/day	\$ 43.8 annual cost

foster care, more staff will turn-over, phone calls will not be answered, and more complaints will be received. HB375 will not be implemented in a timely manner.

- We are extremely concerned about the safety of children in custody at a time when the state is at an all-time high number of children in foster care. We strongly advise funding additional workers.

BRU	Purchased Services			
Component	Foster Care Special Need			
Reduction Title	Foster Care Training			
Reduction Description	Deny increment for training foster parents who require specialized training to care for the foster children.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$258.8	0.0	(\$258.8)
	GF	\$135.0	0.0	(\$135.0)
	Federal	\$123.8	0.0	(\$123.8)
	Other			

Explanation of Impact:

- Training (along with support) of foster parents plays a major role in recruitment and retention of foster parents. **Without this funding**, current training efforts will continue to reach only 60 percent of foster parents, and **we will continue to lose foster parents who do not feel supported or "equipped" to handle children placed in their homes.**
- Foster Parent training funds have not increased since 1991.
- Currently, only 60 percent of all licensed foster parents meet their annual training requirements.
- The number of children in foster care is increasing along with the number of foster parents currently being recruited. The actual number of children in foster care in March 1998 was 892, compared to 1,038 children in foster care in March 1999. Foster care recruitment campaign, called Foster a Future, has started with much success. Currently, there are 49 prospective foster parents in the Anchorage Foster Care Orientation and Pre-service class.

BRU	Purchased Services			
Component	Subsidized Adoptions/Guardianship			
Reduction Title	Training for Adoptive Parents of Special Needs Children			
Reduction Description	Deny increment for training adoptive parents and prospective adoptive parents of children who require specialized care.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$250.0	0.0	(\$250.0)
	GF	\$200.0	0.0	(\$200.0)
	Federal	\$50.0	0.0	(\$50.0)

Other			
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Explanation of Impact:

- The Subsidized Adoption and Guardianship Program is increasing rapidly with more children with special needs leaving foster care and stabilizing in their permanent homes.
- In order to maintain these permanent homes over time, adoptive parents of special needs children need training (and support) on managing the special needs of the adopted child. Without such training and support, adoptive parents become overwhelmed by the serious needs and behavioral problems exhibited by these children and adoptions disrupt.
- These funds are intended for grants to non-profit community agencies to deliver training to adoptive parents who have a subsidy agreement with the division.
- Without this funding, the department will be unable to provide this training and, because of the increasing complexity of adoptive situations and the growing numbers of placements, **special needs children are more likely to return to custody when the adoptive parents can no longer care or manage the child.**

BRU	Purchased Services			
Component	Family Preservation			
Reduction Title	Dual Track Differential Response to Child Protection			
Reduction Description	Deny annualization cost for the Mat-Su project and deny expansion of services to Bethel.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$672.9	0.0	(\$672.0)
	GF	\$635.9	0.0	(\$635.9)
	Federal	\$37.0	0.0	(\$37.0)
	Other			

Explanation of Impact:

Reduction in funding will reduce the ability of the Division of Family and Youth Services to respond to Priority 3 reports as quickly and effectively. The initial project in the Mat-Su Valley will be underfunded and no funding will be available to initiate the program in Bethel.

The Division of Family and Youth Services is required to investigate every report of harm received and take appropriate action to prevent further harm to the child. Due to extremely high number of reports received in certain geographic locations, however, DFYS has had to prioritize reports of harm in an attempt to devote limited resources to the most serious reports received. The Division recognizes the only way to effectively address the problems of child abuse and neglect results from community involvement and collaborative partnerships. The independent Child Protection Review Team appointed by the Governor recommended coordination of child protection resources be aggressively pursued. Annualization funds are needed to fully fund the new Dual Track efforts in DFYS.

In the Bethel area, the Division will work with the Division of Public Health to provide this differential response. With adequate funding and coordination of services, some of the Priority 3 reports received by DFYS would be referred to a Public Health Nurse in the Bethel region for the initial assessment, provision of direct services, or referral to available community services. In addition to providing the necessary assessment of reports of harm, Public Health Nurses would likely be viewed as less threatening agents than a child protection agency. There will be great benefit to maintaining the initial differential response program in the Mat-Su Valley, conducted by a non-profit agency, while contracting with the Division of Public Health to provide the program in the Bethel region. Both are considered pilot projects which will measure their effectiveness over time.

BRU	Purchased Services			
Component	Family Preservation			
Reduction Title	Independent Living Program			
Reduction Description	Deny increment for Independent Living program			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$200.0	0.0	(\$200.0)
	GF	\$200.0	0.0	(\$200.0)
	Federal			
	Other			

Explanation of Impact:

The purpose of independent living services is to provide adolescents who are making the transition from out-of-home care to independence an opportunity to learn the necessary skills to attain self-sufficiency. Once foster children reach age 18, the State can no longer help them.

Areas of instruction include: high school or equivalency completion through GED or correspondence; job search skills to include resume writing, completing applications, interviewing skills, work job habits, transportation; daily living skills to include how to look for suitable living quarters, first and last month rent requirements, deposits, utility hookups and maintenance; money management to include budgeting, establishing a checking account, working with a bank; general life skills to include self-esteem, personal hygiene, personal safety, and making good choices.

Failure to receive funding for independent living services will result in:

- future dependence upon public agencies for support;
- abused and neglected children not receiving appropriate independent living skills are more likely to perpetuate the cycle of abuse or neglect in raising their own children;
- failure to learn daily living skills and work skills results in increased criminal activity and incarceration;

- ill-prepared youth become the ill-prepared adults responsible for the success or failures of their families and communities.

BRU	Purchased Services			
Component	Foster Care Augmented Rate			
Reduction Title	Therapeutic Foster Care			
Reduction Description	Reduce general fund increment to 50% match ratio for federal funds in the increment.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$1,568.5	\$1,292.1	(\$276.4)
	GF	\$276.4	0.0	(\$276.4)
	Federal	\$212.7	\$212.7	0.0
	Other	\$1,079.4	\$1,079.4	0.0

Explanation of Impact:

- This increment is to implement the new Levels of Care system for the placement of children in foster homes that are appropriate to their needs. This new system will provide consistency and uniformity in the placement of children in out-of-care and establish therapeutic foster homes in Alaska communities for severely emotionally disturbed children with complex needs that would otherwise necessitate more expensive institutional care.
- The impact of this reduction is the Department will not be able to match federal funding for approximately \$276.4 resulting in a total loss of \$552.8 from this program. The net result is that the Department will not be able to implement the Levels of Care system as planned and leaving children in foster homes without adequate services.

BRU	FYS Staff Training			
Component	FYS Staff Training			
Reduction Title	Family and Youth Services Staff Training			
Reduction Description	Deny increment for employee training.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$145.9	0.0	(\$145.9)
	GF	\$145.9	0.0	(\$145.9)
	Federal			
	Other			

Explanation of Impact:

- The training BRU covers much more than training for new workers. In addition to training and orientation for new employees (TONE), the funding is used for

1. Regular, ongoing training for front line social work staff in special topics that keep their knowledge and skills current and increase their effectiveness in providing services for children and families. This year, social workers have received specialized training in concurrent planning, risk assessment, domestic violence, the new child abuse and neglect law, and the Indian Child Welfare Act.
 2. Recruiting qualified social workers by providing stipend support and real-world internship experience for senior-year Bachelor of Social Work students
- Trainers travel to hub cities when it is more cost-effective to deliver training.
 - Workers who travel to the Academy for training stay in UAA dorms, saving 50 percent or more of lodging costs.
 - The average cost of training each worker is \$1,860 using general funds only, and not counting stipend program and federal funds.
 - A substantial part of the FY2000 increment request is for supervisory training. Many supervisors are hired because they were good front line workers but they are never given the supervisory training needed to make the transition. The division is planning on utilizing the certified public manager program at UAA and the Department of Administration.
 - Additional special-topic training will be provided in FY 2000. This training includes more on risk assessment, adoption of children in foster care system, interviewing child sexual abuse victims, and the Indian Child Welfare Act.
 - Without this funding, supervisors will not be able to receive special supervisory training that is directly related to staff retention and morale. Providing supervisors with the skills they need will work towards keeping more front line workers working at the division. The funds will allow us to spend excess federal authority in the budget from last year when federal participation was over estimated.

BRU	Youth Corrections			
Component	McLaughlin Youth Center			
Reduction Title	Open & Staff 30 Bed Detention Expansion at MYC			
Reduction Description	Delay opening 30 bed detention expansion at MYC			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$433.5	0.0	(\$433.5)
	GF	\$433.5	0.0	(\$433.5)
	Federal			
	Other			

Explanation of Impact:

A delay in the award of the contract bid and the anticipated construction schedule make it likely this expansion project will be completed near the end of FY 00. The operating increment for the MYC expansion can be deferred until FY 01.

BRU	Youth Corrections			
Component	Mat-Su Youth Facility			
Reduction Title	Three months funding for New Mat-Su Youth Facility			
Reduction Description	Delay opening the new Mat-Su Youth Facility			
Funding	Fund Source	Gov. Inc. Revenue	House	Gov./House Diff
	Total	\$461.4	0.0	(\$461.4)
	GF	\$456.4	0.0	(\$456.4)
	Federal			
	Other	\$5.0	0.0	(\$5.0)

Explanation of Impact:

- Mat-Su is among the fastest growing population centers in the state. Delinquency referrals continue to increase in this geographic area and at any given time, the number of youth detained at McLaughlin Youth Center from the Mat-Su Valley account for 20 to 40% of the detention population at the Anchorage facility.
- McLaughlin Youth Center continues to operate beyond it's rated bed capacity and over the past 12 months has had a daily detention population count of 110% to 150% of capacity.
- The department has no control over the number of referrals to our youth corrections detention facilities and by law has a responsibility to ensure public safety and to provide appropriate care to offenders ordered detained by the courts.
- Over crowding at the McLaughlin facility results in increased overtime expenses related to the management of excess facility populations. Not opening the Mat-Su Youth Facility will contribute to increased transportation costs for law enforcement and contract guard hires that escort offenders to and from McLaughlin and the Mat-Su Valley. Inefficiencies will adversely impact department staff, prosecutors, public defenders, youth and victim advocates, and others when youth are detained outside of their home community.
- Construction of the Mat-Su facility is scheduled to be completed in the spring of 2000. Although opening could be delayed, this option should be considered within the context of the overall need for beds in the Youth Corrections system and the increasing need for detention beds from the Mat-Su area. Even if this facility were not opened, once construction was completed, there would be a minimum level of maintenance and security services required to protect the facility. To address these minimum levels of operations, the five probation officers in the Mat-Su juvenile probation office will be relocated to the office portion of the new facility. Their physical presence will increase the security of the facility.

- If the opening of the facility were delayed until FY 2001, at a minimum, a facility superintendent, a half time maintenance mechanic and funds for utility costs will be necessary to take care of the physical plant and to complete the steps necessary to insure the program can begin services at the start of FY 01. The superintendent position must be filled in FY 00 to direct activities related to staff recruitment, coordinate education services with the borough school district, and develop final program guidelines so the facility will be brought on line without further delay. To protect the capital investment in the facility it is essential that this increment fund the following:

Superintendent	\$20.0
½-time maintenance worker:	\$7.5
Three months utilities:	<u>\$7.5</u>
Total:	\$35.0

BRU	Youth Corrections			
Component	Probation Services			
Reduction Title	Separate DFYS-Establish New Division of Juvenile Justice			
Reduction Description	Deny funding for new Division of Juvenile Justice.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$297.3	0.0	(\$297.3)
	GF	\$297.3	0.0	(\$297.3)
	Federal			
	Other			

Explanation of Impact:

- The department moved to implement the philosophic and programmatic changes enacted by the legislature regarding youth correction services in Alaska. With greater emphasis on public safety, victim restoration and offender accountability there is an increasing need to provide administrative support for juvenile justice activities to meet the intent of the law.
- Recognizing the state can not shoulder this responsibility alone, greater efforts have been made to develop local resources in collaboration with the state to respond to juvenile crime. The department also increased its federal delinquency prevention grant receipts by 300% and has committed the largest portion of these funds to programs at the local, community level.
- To insure these local program services support the statutory juvenile justice mandates established by the legislature, there must be a sufficient administrative organization at the state level to coordinate and integrate these activities and services.
- **Without an adequate administrative component to oversee statewide juvenile justice activities, the department may be unable to meet the requirements to maintain**

federal grant receipts at their current level. The department would not be able to continue efforts to secure new grant or other funding receipts to support state and local delinquency prevention and intervention services.

BRU	Youth Corrections			
Component	Probation Services			
Reduction Title	Restructuring Management Based on Passage of HB 6 In FY99			
Reduction Description	Deny increment			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$43.9	0.0	(\$43.9)
	GF	\$43.9	0.0	(\$43.9)
	Federal			
	Other			

Explanation of Impact:

- Preservation of federal IV-E out of home client placement reimbursements required implementation of an administrative separation between Youth Corrections and Family Services Staff.
- Five positions fill key administrative and support positions insure the functioning of the Youth Corrections section. These positions function on a year round basis and are vital to the organization. These positions are necessary to allow the department to meet its mandates of the delinquency statutes and responsibilities as outlined in Title 47.
- **Failure to fund this annualized increment will result in reduced front line services. Funds would be diverted from the field or facilities to support state administrative functions or state level tasks would be assigned to direct service staff to ensure required functions are performed in response to demands for juvenile justice services around the state.**

BRU	Kawerak Social Services			
Component	Kawerak Social Services			
Reduction Title	Additional Social Worker for Caseload Growth			
Reduction Description	Deny increment for one social worker.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$63.2	0.0	(\$63.2)
	GF	\$63.2	0.0	(\$63.2)
	Federal			
	Other			

Explanation of Impact:

- Kawerak is responsible for providing all on-going services to Family and Youth Services in Nome and 15 villages in the surrounding area. Due to increase in the caseload, Kawerak workers cannot provide the necessary child protection services.
- This will result in workers not able to provide the necessary services to children in custody and they will remain in foster care for longer periods.

BRU	State Health Services			
Component	Healthy Families			
Reduction Title	Healthy Family Expansion			
Reduction Description	Deny increment for Healthy Family Program			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$978.0	0.0	(\$978.0)
	GF	\$978.0	0.0	(\$978.0)
	Federal			
	Other			

Explanation of Impact:

Alaska has unacceptably high levels of child abuse and neglect. Children who are abused and neglected often suffer long term consequences that place them at risk for mental health problems, antisocial behavior, prison, suicide, teen pregnancy and failure to complete basic education and or find employment.

Healthy Families Alaska (HFAK) is currently the only program with specific goals and objectives for preventing child abuse and neglect and other poor childhood outcomes. The HFAK increment for \$978,000 would have allowed for expansion of the existing programs that

are currently closed to new clients because of program funding limitations. An additional 231 families would have been served by this increment. Without it, no new families will be enrolled in the programs that have full caseloads and no new sites will be added. Currently the 8 funded programs are able to serve only 7% of the population that is eligible and willing to receive the service. This percentage will remain the same if we are unable to expand services to additional families.

BRU	State Health Services			
Component	Community Health/EMS Services			
Reduction Title	Marijuana Registry			
Reduction Description	Deny GF increment for operation of the Marijuana Registry (AS 17.35.010-AS 17.35.080)			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$73.6	0.0	(\$73.6)
	GF	\$73.6	0.0	(\$73.6)
	Federal			
	Other			

Explanation of Impact:

Initiative passed in November requires the Bureau of Vital Statistics process applications within 30 days. Without these funds the Bureau of Vital Statistics will process applications as quickly as possible, however, it is unlikely that we will be able to process within 30 days as required by law. This will result in automatic approval after 30 days with the review period gradually increasing. At some point the reapplication period will exceed the 1-year life of the card

BRU	State Health Services			
Component	State Medical Examiner			
Reduction Title	State Medical Examiner: HB375 Pathologist/Child Health			
Reduction Description	Deny GF increment for addition of a full-time forensic pathologist and clerk positions.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$193.0	0.0	(\$193.0)
	GF	\$193.0	0.0	(\$193.0)
	Federal			
	Other			

Explanation of Impact:

The medical examiner program has managed to stay within a budget that has equaled the spending rate experienced by the post mortem program that it replaced in 1995. They have been able to do this through the implementation of cost saving activities and controlling the type of cases that are autopsied. Doing their own laundry, local transportation of bodies, and the performance of embalming services are examples of these activities. The major cost control mechanism has been through the very strict prioritization of medical examinations, laboratory

testing, and autopsies. In essence, cases are currently being selected that have a clear-cut chance of being prosecuted. Cases that may be hiding a potential homicide or have far reaching public health implications are not done, increasing the potential danger to the health and safety of the Alaskan population.

The Medical Examiner program has been denying increasing numbers of examinations at a risk to their responsibility for public health and public safety. The passage by the 1998 legislature of HB 375 requiring a child death review board is intended to address an increasing concern for the need to identify deaths related to child abuse and neglect.

The increment requested in FY2000 for the Medical Examiner program would provide the staffing and system support required to meet the increasing demands for achieving our commitment to public health and public safety.

BRU	State Health Services			
Component	Tobacco Prevention and Control			
Reduction Title	Comprehensive State Tobacco Prevention & Control Initiative			
Reduction Description	Deny increment for Tobacco Prevention and Control Initiative			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$3,000.0	0.0	(\$3,000.0)
	GF	\$3,000.0	0.0	(\$3,000.0)
	Federal			
	Other			

Explanation of Impact:

Tobacco use is the number one cause of preventable death in the U.S. Approximately 500 Alaskans die annually from tobacco related illnesses. In Alaska, 26.7% of adults are current smokers, and 78% of Alaskans who smoke report that they want to quit. The smoking prevalence among high school students nationally is 34.8% and rising (1997). In Alaska, four thousand youth become daily cigarette smokers each year. Medical expenditures attributable to smoking total \$154 million annually in the state

The impact of cutting these programs will be far-reaching and costly in both medical costs and lives lost. Because of the tobacco settlement, Alaska has a historic opportunity to establish a comprehensive tobacco prevention and control program that will significantly reduce tobacco use and initiation. The Centers for Disease Control and Prevention guidelines recommend a minimum of \$8.7 million per year for a comprehensive program, so the \$3.0 million request represents a very minimum level of funding. Based on evaluations of effective programs such as California and Oregon, the projected impact of cutting Alaska's statewide program from the budget will be substantial.

- ◆ School-Based Programs –Cutting the comprehensive tobacco prevention programs for children and youth reduces this forum for access to prevention and cessation.

- ◆ Statewide Partnerships –Cutting this funding means no statewide quit-line, minimal outreach to special populations such as pregnant women and rural communities, and minimal communication and sharing of effective strategies between statewide partners.
- ◆ Local Community Programs – Cutting this program component will result in decreased access to the cessation programs necessary to reduce youth and adult tobacco use prevalence and prevent the establishment of community indoor air protection ordinances to decrease the exposure of non-smokers and children to environmental tobacco smoke.
- ◆ Enforcement –Cutting this program component will result in minimal diversion programs for youth caught using tobacco, minimal merchant education efforts, and minimal enforcement of existing state laws relating to sale and placement of tobacco products, as well as enforcement of the state tobacco tax.
- ◆ Counter- Marketing – Cutting this program component will result in the tobacco industry's ads and promotional events going unchallenged. Research shows that tobacco counter-marketing promotes quitting and decreases the likelihood of initiation.
- ◆ Surveillance and Evaluation – Built in evaluation ensures cost-effectiveness and efficiency. To improve services we must know if programs and policies, such as the tobacco tax, are effective.
- ◆ Program Coordination, Training, and Technical Support – Cutting this program component will result in minimal training, policy research, resources, and technical assistance to communities in area of tobacco prevention and control.

BRU	Alcohol and Drug Abuse Services			
Component	Administration			
Reduction Title	Project Assistant for Village Based Mental Health & Substance Abuse Services			
Reduction Description	Remove increment to fund an expansion of mental health and substance abuses services in rural Alaska.			
Funding	Fund Source	Gov. Inc. Request	House	Gov./House Diff
	Total	\$60.0	(\$60.0)	0.0
	GF/MH	\$60.0	(\$60.0)	0.0
	Federal			
	Other			

Explanation of Impact:

This increment provides administrative resources to manage an expansion of the mental health and substance abuse services in rural Alaska. The increment is tied to an increment in Alcohol and Drug Abuse Grants. That increment has also not been funded. See the impact statement for Village Based Mental Health & Substance Abuse Services for additional information on the impact of this budget action.