

ALASKA LEGISLATURE

HOUSE and SENATE FINANCE COMMITTEE FILES, 2005-2006 2823

The extent to which the board, commission, or agency has recommended statutory changes that are generally of benefit to the public interest.

The board testified in favor of 2003 legislation relating to the examination process. Such legislation was necessary in order for the State to implement the new computer-based Uniform CPA Examination process. While change in the examination process doubles the number of opportunities an applicant has to test in one year, this advantage is offset by having only one test site available in Alaska. For further discussion, see Recommendation No. 1 of this letter.

The extent to which the board, commission, or agency has encouraged interested persons to report to it concerning the effect of its regulations and decisions on the effectiveness of service, economy of service, and availability of service that it has provided.

The location, date, and time of upcoming board meetings and notices of proposed changes in regulations are published in the *Anchorage Daily News*, the board's internet website and the State's on-line public notice internet website. The State also offers a subscription service whereby the State will e-mail the subscriber requested public notices.

The board's meeting agendas consistently set aside time for the board to take public comment. Minutes from the meetings of the board reflect public participation throughout the meeting. Proposed regulations are often circulated to those affected by the proposed regulations through professional trade journals, public notice advertisement, or direct mail correspondence from the Division of Occupational Licensing (OceLic).

The extent to which the board, commission, or agency has encouraged public participation in the making of its regulations and decisions.

Public notices of proposed regulations are published in major newspapers. Overall, meetings are adequately advertised and time is set aside for public testimony.

Major proposed regulation changes were circulated throughout the professional community by either direct-response mailing to the affected license holders or providing the proposed changes to the State's accounting organizations. Feedback resulted in changes to the proposed regulations addressing the profession's concerns. The Alaska Society of Certified Public Accountants has requested the board's support for legislation sought by the Society.

The efficiency with which public inquiries or complaints regarding the activities of the board, commission, or agency filed with it, with the department to which a board or commission is administratively assigned, or with the office of victims' rights or the office of the ombudsman have been processed and resolved.

In the 35-month period between July 1, 2001 and late May 2004, OccLic's investigative section conducted 25 investigations involving complaints related to licensees, or applicants for licensure, of BOPA. Five investigations originated from complaints made by CPA clients, while another three complaints were received from the general public. The remaining 17 complaints stemmed from internal OccLic application and renewal procedures. All complaints were ranked as a low priority by OccLic's investigation section.

In June 2004, 13, or just over half, of the complaints were still open. Six of those 13 complaints had been opened for longer than 120 days. We reviewed five of these six complaints in detail. Four of the five complaints had no evidence of having any investigative activity for the last 90 days. Based on our review, we concluded the public inquiries and complaints regarding BOPA activities were not being resolved efficiently.

Efficiency issues related to investigations are being evaluated in another audit report. This report addresses the history, and evaluates the effectiveness, of the State's overall sunset process.

No complaints or investigations specifically involving the actions and activities of BOPA were received, or undertaken by, either the Office of the Ombudsman or the Office of Victim's Rights within the past three fiscal years.

The extent to which state personnel practices, including affirmative action requirements, have been complied with by the board, commission, or agency to its own activities and the area of activity or interest.

We did not find any evidence that the board was not complying with state personnel practices, including affirmative action in qualifying applicants. In no instance did the board deny an applicant a license based on personal attributes.

The extent to which a board or commission that regulates entry into an occupation or profession has presented qualified applicants to serve the public.

The application process for licensing, followed by BOPA's OccLic staff, appears reasonable and appropriate. The board relies on a national exam for testing of qualified applicants. Additional educational requirements and experience hours are also required before an

applicant can be approved for licensure. After the initial licensing period, continuing education is required and adequately monitored by the board.

Listed below is a summary of new licenses and permits issued by the board for the period under review. This information was compiled from annual reports issued by the board.

New Permits Issued (Exclusive of Renewals)	FY01	FY02	FY03	FY 04	Current Licenses (as of June 30, 2004)
Certified Public Accountants	58	50	35	69	831
Resident Partnerships, Corporations and Limited Liability Companies	8	6	3	5	82
Nonresident General Permits	3	6	8	11	32

The extent to which statutory, regulatory, budgeting, or other changes are necessary to enable the agency, board, or commission to better serve the interest of the public and to comply with the factors enumerated in AS 44.66.050.

The board, with the assistance of AICPA and NASBA, has recognized the need to evaluate and explore implementation of a "substantial equivalency" concept to simplify the licensing of applicants from other jurisdictions by reciprocity. This will allow Certified Public Accountants to practice across state lines in states that meet Uniform Accountancy Act Standards.

Nationally, the public accounting profession continually considers issues that may have an impact on industry standards. The board continues to be active in addressing these issues ensuring certified public accountants licensed in the State of Alaska are represented.

BOPA believes that, to effectively address these issues and serve the best interest of the public, it is essential for participation and attendance to be encouraged at National forums sponsored by the AICPA and NASBA. Travel costs for board members have been restricted in recent years. This has led board members to seek financial support from other sources enabling them to travel to national conferences regarding the licensing of CPAs. Participation in nationwide issues should be a primary responsibility of the Board of Public Accountancy.

THE
FOLLOWING
DOCUMENT(S)
ARE
POOR
ORIGINAL
COPIES



OFFICE OF THE COMMISSIONER

1000 North Steese Avenue

December 30, 2004

Pat Davidson
Legislative Auditor
Legislative Budget and Audit Committee
Division of Legislative Affairs
P.O. Box 117000
Juneau, AK 99811

RE: Bureau of Economic Development

DE: M. Davidson

With respect to the proposed "Performance and Evaluation" for the Board for Public Accounting (BOPA) for FY 2005, A-24-F-0507.

On 12/29/04, the Legislative Auditor Bureau received the following:

Recommendation No. 4:

BOPA should conduct a self-audit program to provide better oversight of its operations. This program should be completed by the end of the 2005 fiscal year. (Attachment: Recommendation #4, A-24-F-0507)

The Bureau of Economic Development (BED) is responsible for the administration of the BOPA. The BOPA is a public accounting board that regulates the accounting profession in Alaska.

The Bureau of Economic Development (BED) is responsible for the administration of the BOPA. The BOPA is a public accounting board that regulates the accounting profession in Alaska.

The Bureau of Economic Development (BED) is responsible for the administration of the BOPA. The BOPA is a public accounting board that regulates the accounting profession in Alaska.

In order to better serve the BOPA continues to work with ACPA, NASBA and Board of Professional Accountants in addition to the State of Alaska. In fact, the BOPA's relative expenditure has steadily increased since last year's fiscal year. The sector's requirements of the profession.

Steven R. Tarola, CPA
P.O. Box 2074, Homer, Alaska 99603
907-235-3610 (Home/Fax) 907-399-3393 (Cell Phone) starola@xyz.net (E-mail)

December 21, 2004

Pat Davidson, CPA, Legislative Auditor
Division of Legislative Audit
Alaska State Legislature
P.O. Box 113300
Juneau, Alaska 99811-3300

Dear Ms. Davidson:

Thank you for giving me the chance to respond to the Preliminary Report of the Sunset Review of the Department of Commerce, Community, and Economic Development, Board of Public Accountancy, October 25, 2004.

I am pleased to see that you are recommending that the termination date for the Board of Public Accountancy (BOPA) should be extended. I concur with your findings and recommendation regarding the Uniform Certified Public Accountant Examination (CPA Exam) as well as the rest of the Report.

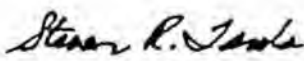
It is unfortunate that the change to the computerized CPA Exam restricted access and increased expense for rural applicants in Alaska. There are, however, new rules under the computerized exam which provide some significant benefits to applicants. These are as follows:

- Applicants no longer have to take all un-passed sections of the exam each time they sit, which saves exam re-take costs and allows them to concentrate on individual sections.
- Applicants are able to condition (keep) any single passed exam section rather than having to initially pass two sections in order to condition under the written exam.
- Pass rates have increased dramatically under the computerized exam, which allows some applicants to save costs by not having to sit for the exam as many times as required under the written exam.

- Applicants now have flexibility to schedule the timing of the exam to fit their situation, while under the written exam the test was given only twice a year on specific dates.
- Applicants may take the exam at any testing center they chose in the United States, Guam, Puerto Rico, or the U.S. Virgin Islands.
- Applicants are able to take the exam in a medium they are familiar with rather than paper and pencil.

Please let me know if you have any questions.

Respectfully yours,


Steven R. Tarola, Chair
Alaska Board of Public Accountancy

SENATE COMMITTEE REPORT

DATE: 2/4/05

FURTHER: Finance

DATE TURNED
IN TO OFFICE: 2/15/05

Labor and Commerce Committee considered HOUSE BILL NO. 64

HB 64 EXTEND BOARD OF PUBLIC ACCOUNTANCY

"An Act extending the termination date for the Board of Public Accountancy; and providing for an effective date."

and recommends:

- be replaced with _____ CS _____ (_____)
- adopt previous _____ CS _____ (_____)
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to _____ Committee

Senate Bill:
 Same Title
 New Title

House Bill:
 Same Title
 Technical Title Change
 New Title w/ SCR # _____

NEW FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#
DCCED	1/21/05	✓			1

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	Do PASS	Do NOT PASS	NO REC	AMEND
Ellis	✓			
Seekins	✓			
CHAIR:	✓			

Ellis
Seekins

Bunde

HB

66

HFIN

FILE

Agency Summary - FY 2006 Operating Budget - House Structure

**Numbers & Language
Fund Group: General Funds**

Agency	05MgtPln	GovATot	Ed Bill*	GovA*Ed	House	h ed adj	HFC-K-12	05MgtPln to HFC-K-12		GovA*Ed to HFC-K-12	
Department of Administration	49,259.7	56,806.4	0.0	56,806.4	55,694.7	0.0	55,694.7	6,435.0	13.1 %	-1,111.7	-2.0 %
Department of Commerce, Community and Economic De	7,857.9	9,096.0	0.0	9,096.0	8,939.6	0.0	8,939.6	1,071.7	13.6 %	-156.4	-1.7 %
Department of Corrections	155,704.0	169,906.9	0.0	169,906.9	168,829.6	0.0	168,829.6	13,124.0	8.4 %	-1,077.3	-0.6 %
Department of Education and Early Development	830,516.1	28,097.7	855,299.3	883,397.0	37,348.2	854,622.0	891,970.2	61,454.1	7.4 %	8,573.2	1.0 %
Department of Environmental Conservation	12,934.8	13,056.0	0.0	13,056.0	13,606.7	0.0	13,606.7	671.9	5.2 %	-250.1	-1.8 %
Department of Fish and Game	28,571.7	32,922.0	0.0	32,922.0	32,522.0	0.0	32,522.0	3,950.3	13.8 %	-400.0	-1.2 %
Office of the Governor	19,075.0	15,924.6	0.0	15,924.6	15,924.6	0.0	15,924.6	-3,150.4	-16.5 %	0.0	
Department of Health and Social Services	530,551.4	628,137.1	0.0	628,137.1	601,918.1	0.0	601,918.1	21,366.7	11.5 %	-26,219.0	-4.2 %
Department of Labor and Workforce Development	13,850.6	15,463.0	0.0	15,463.0	15,443.8	0.0	15,443.8	1,593.2	11.5 %	-20.0	-0.1 %
Department of Law	31,481.1	34,183.6	0.0	34,183.6	32,677.6	0.0	32,677.6	1,196.5	3.8 %	-1,506.0	-4.4 %
Department of Military and Veterans Affairs	9,175.8	12,678.6	0.0	12,678.6	12,637.2	0.0	12,637.2	3,461.4	37.7 %	-41.4	-0.3 %
Department of Natural Resources	53,604.6	54,474.7	0.0	54,474.7	51,243.6	0.0	54,243.6	639.0	1.2 %	-231.1	-0.4 %
Department of Public Safety	84,088.6	94,235.4	0.0	94,235.4	94,770.6	0.0	94,770.6	9,782.0	11.5 %	535.2	0.6 %
Department of Revenue	12,179.2	10,213.3	0.0	10,213.3	9,953.3	0.0	9,953.3	2,135.9	-17.7 %	-259.0	-2.3 %
Department of Transportation & Public Facilities	98,905.2	112,673.9	0.0	112,673.9	112,673.9	0.0	112,673.9	13,768.7	13.9 %	0.0	
University of Alaska	278,333.2	241,645.1	0.0	241,645.1	240,201.0	0.0	240,201.0	11,067.8	5.2 %	-3,444.1	-1.4 %
Alaska Court System	51,817.2	64,737.8	0.0	64,737.8	62,061.1	0.0	62,061.1	3,241.9	5.5 %	-2,671.7	-4.1 %
Legislature	41,344.0	43,876.1	0.0	43,876.1	43,744.9	0.0	43,744.9	2,401.9	5.8 %	133.2	0.3 %
DrM Service	2,736.0	8,146.8	0.0	8,146.8	6,569.0	0.0	6,569.0	3,433.0	125.5 %	-1,977.8	-24.1 %
Fund Capitalization	51,660.1	120,712.8	0.0	120,712.8	118,968.1	0.0	118,968.1	6,308.0	11.0 %	1,742.7	1.4 %
Total - Operating Budget	2,321,477.0	1,769,784.4	855,299.3	2,625,083.7	1,738,337.6	854,622.0	2,592,959.6	271,487.8	11.7 %	-32,124.1	-1.2 %

R10 4/1/05

24-GH1075F
Utermohle
3/31/05

CS FOR HOUSE BILL NO. 66(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-FOURTH LECISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 "An Act making appropriations for the operating and capital expenses of the state's
2 integrated comprehensive mental health program; and providing for an effective date."

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

4 (SECTION 1 OF THIS ACT BEGINS ON PAGE 2)

1 * Section 1. The following appropriation items are for operating expenditures from the
 2 general fund or other funds as set out in section 2 of this Act to the agencies named for the
 3 purposes expressed for the fiscal year beginning July 1, 2005 and ending June 30, 2006,
 4 unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated
 5 reduction set out in this section may be allocated among the appropriations made in this
 6 section to that department, agency, or branch.

	Appropriation	General	Other	
	Allocations	Funds	Funds	
	*****	*****		
	* ***** Department of Administration *****			
	*****	*****		
12	Legal and Advocacy Services	1,743,800	1,625,100	118,700
13	Office of Public Advocacy	1,480,900		
14	Public Defender Agency	262,900		
15	*****	*****		
16	***** Department of Corrections *****			
17	*****	*****		
18	Administration and Support	71,000		71,000
19	Offender Habilitative	71,000		
20	Programs			
21	Inmate Health Care	5,062,900	4,889,900	173,000
22	Inmate Health Care	5,062,900		
23	*****	*****		
24	***** Department of Education and Early Development *****			
25	*****	*****		
26	Teaching and Learning Support	366,100	116,100	250,000
27	Student and School	366,100		
28	Achievement			
29	*****	*****		
30	***** Department of Health and Social Services *****			
31	*****	*****		

1	Appropriation	General	Other
2	Allocations	Funds	Funds
3	No money appropriated in this appropriation may be expended for an abortion that is not a		
4	mandatory service required under AS 47.07.030(a). The money appropriated for Health and		
5	Social Services may be expended only for mandatory services required under Title XIX of the		
6	Social Security Act and for optional services offered by the state under the state plan for		
7	medical assistance that has been approved by the United States Department of Health and		
8	Human Services. This statement is a statement of the purpose of the appropriation and is		
9	neither merely descriptive language nor a statement of legislative intent.		
10	It is the intent of the legislature that the Department continues to aggressively pursue		
11	Medicaid cost containment initiatives undertaken in fiscal 2005. While individual		
12	components of the original initiatives may be unattainable, work should continue on others		
13	where the Department believes additional cost containment is possible including further		
14	efforts to contain travel expenses. The Department must initiate efforts imposing regulations		
15	controlling and materially reducing the cost of Personal Care Attendant (PCA) services.		
16	Efforts must be initiated to impose regulations screening applicants for Residential Psychiatric		
17	Treatment Center (RPTC) services, especially for out-of-state services. The department must		
18	address the entire matrix of optional Medicaid services, reimbursement rates and eligibility		
19	requirements that are the basis of the Medicaid growth algorithm. This work is to utilize the		
20	results of the Medicaid Assessment and Planning analysis that was funded in the FY05 budget		
21	and will be available in early FY06. The legislature requests that by January 2006 the		
22	Department be prepared to present projections of future Medicaid funding requirements under		
23	our existing statute and regulations and be prepared to present and evaluate the consequences		
24	of viable policy alternatives that could be implemented to lower growth rates and reducing		
25	projections of future costs.		
26	Alaskan Pioneer Homes	11,723,700	11,723,700
27	It is the intent of the legislature that the Department establishes regulations requiring all		
28	residents of the Pioneer Homes to apply for all appropriate benefit programs prior to a state		
29	subsidy being provided for their care from the State Payment Assistance program.		
30	Alaskan Pioneer Homes	64,300	
31	Management		
32	Pioneer Homes	11,659,400	
33	Behavioral Health	75,678,300	53,506,100
			22,172,200

		Appropriation	General	Other
		Allocations	Funds	Funds
3	Alcohol Safety Action	120,000		
4	Program (ASAP)			
5	Behavioral Health Medicaid	28,173,900		
6	Services			
7	Behavioral Health Grants	15,005,800		
8	It is the intent of the legislature that the department reviews its procedures surrounding the			
9	awarding of recurring grants to assure that applicants are regularly evaluated on their			
10	performance in achieving the missions of the Department related to their specific grant and			
11	that the recipients' performance be measured and incorporated in to the decision whether to			
12	continue awarding grants.			
13	It is the intent of the legislature that state grant funding from the department to the Salvation			
14	Army/Clitheroe House treatment programs will not be reduced by any direct federal grant			
15	funding received.			
16	Behavioral Health	1,711,100		
17	Administration			
18	Community Action Prevention	408,100		
19	& Intervention Grants			
20	Rural Services and Suicide	2,115,200		
21	Prevention			
22	Psychiatric Emergency	6,153,400		
23	Services			
24	Services to the Seriously	8,849,300		
25	Mentally Ill			
26	Designated Evaluation and	1,211,900		
27	Treatment			
28	Services for Severely	5,916,700		
29	Emotionally Disturbed Youth			
30	Alaska Psychiatric Institute	6,012,900		
31	Children's Services		9,658,700	150,000
32	Children's Medicaid Services	2,000,000		
33	Children's Services	4,200		

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Management			
4	Front Line Social Workers	148,600		
5	Family Preservation	150,000		
6	Foster Care Augmented Rate	500,000		
7	Foster Care Special Need	747,900		
8	Residential Child Care	1,956,300		
9	Infant Learning Program	4,301,700		
10	Grants			
11	Juvenile Justice		305,200	305,200
12	McLaughlin Youth Center	159,500		
13	Fairbanks Youth Facility	90,700		
14	Bethel Youth Facility	55,000		
15	Public Health		210,600	145,200
16	Certification and Licensing	257,500		
17	Community Health Grants	98,300		
18	Senior and Disabilities		12,814,800	929,000
19	Services			
20	It is the intent of the legislature that the department examine their procedure for maintaining			
21	the disabilities waitlist to assure that criteria for listing are consistent, objective and			
22	meaningful, that the list is accurately maintained without unnecessary action by individuals on			
23	the list, that the list identify services already being received by those on the list and that the			
24	list be managed to promote parity in the provision of services through out the social services			
25	system.			
26	Senior and Disabilities	2,179,300		
27	Services Administration			
28	Protection and Community	740,300		
29	Services			
30	Senior Community Based	2,849,400		
31	Grants			
32	Community Developmental	7,974,800		
33	Disabilities Grants			

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
1				
2				
3	Departmental Support Services	1,220,700	1,170,500	50,200
4	Administrative Support	375,600		
5	Services			
6	Health Planning and	50,200		
7	Infrastructure			
8	Information Technology	794,900		
9	Services			
10	Boards and Commissions	1,231,000	525,500	705,500
11	AK Mental Health & Alcohol	671,200		
12	& Drug Abuse Boards			
13	Commission on Aging	108,000		
14	Governor's Council on	331,400		
15	Disabilities and Special			
16	Education			
17	Suicide Prevention Council	120,400		
18	*****	*****		
19	***** Department of Law *****			
20	*****	*****		
21	Criminal Division	12,500		12,500
22	Criminal Justice Litigation	12,500		
23	Civil Division	69,600	69,600	
24	Human Services Section	69,600		
25	*****	*****		
26	***** Department of Natural Resources *****			
27	*****	*****		
28	Resource Development	1,249,400		1,249,400
29	Mental Health Trust Lands	1,249,400		
30	Administration			
31	*****	*****		
32	***** Department of Revenue *****			
33	*****	*****		

	Appropriation	General	Other
	Allocations	Funds	Funds
1			
2			
3	Taxation and Treasury	15,000	15,000
4	Treasury Division	15,000	
5	Alaska Mental Health Trust	1,544,900	1,544,900
6	Authority		
7	Mental Health Trust	1,544,900	
8	Operations		
9	*****	*****	
10	***** University of Alaska *****		
11	*****	*****	
12	University of Alaska	880,800	680,000
13	Budget Reductions/Additions	630,000	
14	- Systemwide		
15	Anchorage Campus	250,800	
16	*****	*****	
17	***** Alaska Court System *****		
18	*****	*****	
19	Alaska Court System	718,400	490,600
20	Budget requests from agencies of the Judicial Branch are transmitted as requested		
21	Trial Courts	718,400	
22	(SECTION 2 OF THIS ACT BEGINS ON PAGE 8)		

1	* Sec. 2. The following sets out the funding by agency for the appropriations made in sec. 1 of	
2	this Act.	
3	Funding Source	Amount
4	Department of Administration	
5	1037 General Fund / Mental Health	1,625,100
6	1092 Mental Health Trust Authority Authorized	118,700
7	Receipts	
8	*** Total Agency Funding ***	\$1,743,800
9	Department of Corrections	
10	1037 General Fund / Mental Health	4,889,900
11	1092 Mental Health Trust Authority Authorized	244,000
12	Receipts	
13	*** Total Agency Funding ***	\$5,133,900
14	Department of Education and Early Development	
15	1037 General Fund / Mental Health	116,100
16	1092 Mental Health Trust Authority Authorized	250,000
17	Receipts	
18	*** Total Agency Funding ***	\$366,100
19	Department of Health and Social Services	
20	1037 General Fund / Mental Health	89,915,100
21	1092 Mental Health Trust Authority Authorized	6,960,400
22	Receipts	
23	1180 Alcohol and Other Drug Abuse Treatment &	17,191,700
24	Prevention Fund	
25	*** Total Agency Funding ***	\$114,067,200
26	Department of Law	
27	1037 General Fund / Mental Health	69,600
28	1092 Mental Health Trust Authority Authorized	12,500
29	Receipts	
30	*** Total Agency Funding ***	\$82,100
31	Department of Natural Resources	

1	1092 Mental Health Trust Authority Authorized	1,249,400
2	Receipts	
3	*** Total Agency Funding ***	\$1,249,400
4	Department of Revenue	
5	1094 Mental Health Trust Administration	1,559,900
6	*** Total Agency Funding ***	\$1,559,900
7	University of Alaska	
8	1037 General Fund / Mental Health	200,800
9	1092 Mental Health Trust Authority Authorized	680,000
10	Receipts	
11	*** Total Agency Funding ***	\$880,800
12	Alaska Court System	
13	1037 General Fund / Mental Health	227,800
14	1092 Mental Health Trust Authority Authorized	490,600
15	Receipts	
16	*** Total Agency Funding ***	\$718,400
17	***** Total Budget *****	\$125,801,600
18	(SECTION 3 OF THIS ACT BEGINS ON PAGE 10)	

1 * Sec. 3. The following sets out the statewide funding for the appropriations made in sec. 1 of
2 this Act.

3	Funding Source	Amount
4	General Funds	
5	1037 General Fund / Mental Health	97,044,400
6	***Total General Funds***	\$97,044,400
7	Federal Funds	
8	***Total Federal Funds***	\$0
9	Other Non-Duplicated Funds	
10	1092 Mental Health Trust Authority Authorized	10,005,600
11	Receipts	
12	1094 Mental Health Trust Administration	1,559,900
13	1180 Alcohol and Other Drug Abuse Treatment &	17,191,700
14	Prevention Fund	
15	***Total Other Non-Duplicated Funds***	\$28,757,200
16	Duplicated Funds	
17	***Total Duplicated Funds***	\$0

18 (SECTION 4 OF THIS ACT BEGINS ON PAGE 11)

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

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
	*****	*****	
	***** Department of Health and Social Services *****		
	*****	*****	
10	MH: Therapeutic Foster Home	200,000	200,000
11	(ED 99)		

12 (SECTION 5 OF THIS ACT BEGINS ON PAGE 12)

1 * Sec. 5. The following sets out the funding by agency for the appropriations made in sec. 4 of
2 this Act.

3	Funding Source	Amount
4	Department of Health and Social Services	
5	1092 Mental Health Trust Authority Authorized Receipts	200,000
6	*** Total Agency Funding ***	\$200,000
7	***** Total Budget *****	\$200,000

8 (SECTION 6 OF THIS ACT BEGINS ON PAGE 13)

1 * Sec. 6. PURPOSE. In accordance with AS 37.14.003 and 37.14.005, the appropriations
2 made by this Act are for the state's integrated comprehensive mental health program.

3 * Sec. 7. DEPARTMENT OF HEALTH AND SOCIAL SERVICES. The sum of
4 \$3,000,000 is appropriated from general fund/mental health to the Department of Health and
5 Social Services for costs associated with fulfilling the obligation of the State of Alaska related
6 to the demolition and asbestos abatement of the old Alaska Psychiatric Institute.

7 * Sec. 8. NONGENERAL FUND RECEIPTS. (a) Alaska Mental Health Trust Authority
8 authorized receipts (AS 37.14.036) or administration receipts (AS 37.14.036) that exceed the
9 amounts appropriated by this Act are appropriated conditioned upon compliance with the
10 program review provisions of AS 37.07.080(h).

11 (b) If Alaska Mental Health Trust Authority authorized receipts (AS 37.14.036) or
12 administration receipts (AS 37.14.036) fall short of the estimates appropriated in this Act, the
13 affected appropriation is reduced by the amount of the shortfall in receipts.

14 * Sec. 9. LAPSE OF APPROPRIATION. The appropriation made by sec. 7 of this Act is
15 for a capital project and lapses under AS 37.25.020.

16 * Sec. 10. This Act takes effect July 1, 2005.

24-GH1075VG
Utermohle
3/15/05

adopted 3/15/05 N/D

CS FOR HOUSE BILL NO. 66(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FOURTH LEGISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:

Referred:

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 "An Act making appropriations for the operating and capital expenses of the state's
2 integrated comprehensive mental health program; and providing for an effective date."

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

4 (SECTION 1 OF THIS ACT BEGINS ON PAGE 2)

1 * Section 1. The following appropriation items are for operating expenditures from the
 2 general fund or other funds as set out in section 2 of this Act to the agencies named for the
 3 purposes expressed for the fiscal year beginning July 1, 2005 and ending June 30, 2006,
 4 unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated
 5 reduction set out in this section may be allocated among the appropriations made in this
 6 section to that department, agency, or branch.

	Appropriation	General	Other	
	Allocations	Items	Funds	
	*****	*****		
	***** Department of Administration *****			
	*****	*****		
12	Legal and Advocacy Services	1,743,800	1,625,100	118,700
13	Office of Public Advocacy	1,480,900		
14	Public Defender Agency	262,900		
15	*****	*****		
16	***** Department of Corrections *****			
17	*****	*****		
18	Administration and Support	71,000		71,000
19	Offender Habilitative	71,000		
20	Programs			
21	Inmate Health Care	5,062,900	4,889,900	173,000
22	Inmate Health Care	5,062,900		
23	*****	*****		
24	***** Department of Education and Early Development *****			
25	*****	*****		
26	Teaching and Learning Support	366,100	116,100	250,000
27	Student and School	366,100		
28	Achievement			
29	*****	*****		
30	***** Department of Health and Social Services *****			
31	*****	*****		

1	Appropriation	General	Other
2	Allocations	Funds	Funds
3	Items		
4	No money appropriated in this appropriation may be expended for an abortion that is not a		
5	mandatory service required under AS 47.07.030(a). The money appropriated for Health and		
6	Social Services may be expended only for mandatory services required under Title XIX of the		
7	Social Security Act and for optional services offered by the state under the state plan for		
8	medical assistance that has been approved by the United States Department of Health and		
9	Human Services. This statement is a statement of the purpose of the appropriation and is		
10	neither merely descriptive language nor a statement of legislative intent.		
11	It is the intent of the legislature that the Department continues to aggressively pursue		
12	Medicaid cost containment initiatives undertaken in fiscal 2005. While individual		
13	components of the original initiatives may be unattainable, work should continue on others		
14	where the Department believes additional cost containment is possible including further		
15	efforts to contain travel expenses. The Department must initiate efforts imposing regulations		
16	controlling and materially reducing the cost of Personal Care Attendant (PCA) services.		
17	Efforts must be initiated to impose regulations screening applicants for Residential Psychiatric		
18	Treatment Center (RPTC) services, especially for out-of-state services. The department must		
19	address the entire matrix of optional Medicaid services, reimbursement rates and eligibility		
20	requirements that are the basis of the Medicaid growth algorithm. This work is to utilize the		
21	results of the Medicaid Assessment and Planning analysis that was funded in the FY05 budget		
22	and will be available in early FY06. The legislature requests that by January 2006 the		
23	Department be prepared to present projections of future Medicaid funding requirements under		
24	our existing statute and regulations and be prepared to present and evaluate the consequences		
25	of viable policy alternatives that could be implemented to lower growth rates and reducing		
26	projections of future costs.		
27	Alaskan Pioneer Homes	11,723,700	11,723,700
28	It is the intent of the legislature that the Department establishes regulations requiring all		
29	residents of the Pioneer Homes to apply for all appropriate benefit programs prior to a state		
30	subsidy being provided for their care from the State Payment Assistance program.		
31	Alaskan Pioneer Homes	64,300	
32	Management		
33	Pioneer Homes	11,659,400	
34	Behavioral Health	75,678,300	53,506,100
35			22,172,200

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Alcohol Safety Action	120,000		
4	Program (ASAP)			
5	Behavioral Health Medicaid	28,173,900		
6	Services			
7	Behavioral Health Grants	15,005,800		
8	It is the intent of the legislature that the department reviews its procedures surrounding the			
9	awarding of recurring grants to assure that applicants are regularly evaluated on their			
10	performance in achieving the missions of the Department related to their specific grant and			
11	that the recipients' performance be measured and incorporated in to the decision whether to			
12	continue awarding grants.			
13	It is the intent of the legislature that state grant funding from the department to the Salvation			
14	Army/Clitheroe House treatment programs will not be reduced by any direct federal grant			
15	funding received.			
16	Behavioral Health	1,711,100		
17	Administration			
18	Community Action Prevention	408,100		
19	& Intervention Grants			
20	Rural Services and Suicide	2,115,200		
21	Prevention			
22	Psychiatric Emergency	6,153,400		
23	Services			
24	Services to the Seriously	8,849,300		
25	Mentally Ill			
26	Designated Evaluation and	1,211,900		
27	Treatment			
28	Services for Severely	5,916,700		
29	Emotionally Disturbed Youth			
30	Alaska Psychiatric Institute	6,012,900		
31	Children's Services	9,808,700	9,658,700	150,000
32	Children's Medicaid Services	2,000,000		
33	Children's Services	4,200		

		Appropriation		General	Other
		Allocations	Items	Funds	Funds
1					
2					
3	Management				
4	Front Line Social Workers	148,600			
5	Family Preservation	150,000			
6	Foster Care Augmented Rate	500,000			
7	Foster Care Special Need	747,900			
8	Residential Child Care	1,956,300			
9	Infant Learning Program	4,301,700			
10	Grants				
11	Juvenile Justice		305,200	305,200	
12	McLaughlin Youth Center	159,500			
13	Fairbanks Youth Facility	90,700			
14	Bethel Youth Facility	55,000			
15	Public Health		355,800	210,600	145,200
16	Certification and Licensing	257,500			
17	Community Health Grants	98,300			
18	Senior and Disabilities		13,743,800	12,814,800	929,000
19	Services				
20	It is the intent of the legislature that the department examine their procedure for maintaining				
21	the disabilities waitlist to assure that criteria for listing are consistent, objective and				
22	meaningful, that the list is accurately maintained without unnecessary action by individuals on				
23	the list, that the list identify services already being received by those on the list and that the				
24	list be managed to promote parity in the provision of services through out the social services				
25	system.				
26	Senior and Disabilities	2,179,300			
27	Services Administration				
28	Protection and Community	740,300			
29	Services				
30	Senior Community Based	2,849,400			
31	Grants				
32	Community Developmental	7,974,800			
33	Disabilities Grants				

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
1				
2				
3	Departmental Support Services	1,220,700	1,170,500	50,200
4	Administrative Support	375,600		
5	Services			
6	Health Planning and	50,200		
7	Infrastructure			
8	Information Technology	794,900		
9	Services			
10	Boards and Commissions	1,231,000	525,500	705,500
11	AK Mental Health & Alcohol	671,200		
12	& Drug Abuse Boards			
13	Commission on Aging	108,000		
14	Governor's Council on	331,400		
15	Disabilities and Special			
16	Education			
17	Suicide Prevention Council	120,400		
18	*****	*****		
19	***** Department of Law *****			
20	*****	*****		
21	Criminal Division	12,500		12,500
22	Criminal Justice Litigation	12,500		
23	Civil Division	69,600	69,600	
24	Human Services Section	69,600		
25	*****	*****		
26	***** Department of Natural Resources *****			
27	*****	*****		
28	Resource Development	1,249,400		1,249,400
29	Mental Health Trust Lands	1,249,400		
30	Administration			
31	*****	*****		
32	***** Department of Revenue *****			
33	*****	*****		

	Appropriation	General	Other
	Allocations	Items	Funds
1			
2			
3	Taxation and Treasury	15,000	15,000
4	Treasury Division	15,000	
5	Alaska Mental Health Trust	1,544,900	1,544,900
6	Authority		
7	Mental Health Trust	1,544,900	
8	Operations		
9	*****	*****	
10	***** University of Alaska *****		
11	*****	*****	
12	University of Alaska	380,800	200,800
13	Budget Reductions/Additions	130,000	
14	- Systemwide		
15	Anchorage Campus	250,800	
16	*****	*****	
17	***** Alaska Court System *****		
18	*****	*****	
19	Alaska Court System	718,400	227,800
20	Budget requests from agencies of the Judicial Branch are transmitted as requested.		
21	Trial Courts	718,400	
22	(SECTION 2 OF THIS ACT BEGINS ON PAGE 8)		

1 * Sec. 2. The following sets out the funding by agency for the appropriations made in sec. 1
 2 of this Act.

3 Funding Source	Amount
4 Department of Administration	
5 1037 General Fund / Mental Health	1,625,100
6 1092 Mental Health Trust Authority Authorized	118,700
7 Receipts	
8 *** Total Agency Funding ***	\$1,743,800
9 Department of Corrections	
10 1037 General Fund / Mental Health	4,889,900
11 1092 Mental Health Trust Authority Authorized	244,000
12 Receipts	
13 *** Total Agency Funding ***	\$5,133,900
14 Department of Education and Early Development	
15 1037 General Fund / Mental Health	116,100
16 1092 Mental Health Trust Authority Authorized	250,000
17 Receipts	
18 *** Total Agency Funding ***	\$366,100
19 Department of Health and Social Services	
20 1037 General Fund / Mental Health	89,915,100
21 1092 Mental Health Trust Authority Authorized	6,960,400
22 Receipts	
23 1180 Alcohol and Other Drug Abuse Treatment &	17,191,700
24 Prevention Fund	
25 *** Total Agency Funding ***	\$114,067,200
26 Department of Law	
27 1037 General Fund / Mental Health	69,600
28 1092 Mental Health Trust Authority Authorized	12,500
29 Receipts	
30 *** Total Agency Funding ***	\$82,100
31 Department of Natural Resources	

1	1092 Mental Health Trust Authority Authorized	1,249,400
2	Receipts	
3	*** Total Agency Funding ***	\$1,249,400
4	Department of Revenue	
5	1094 Mental Health Trust Administration	1,559,900
6	*** Total Agency Funding ***	\$1,559,900
7	University of Alaska	
8	1037 General Fund / Mental Health	200,800
9	1092 Mental Health Trust Authority Authorized	180,000
10	Receipts	
11	*** Total Agency Funding ***	\$380,800
12	Alaska Court System	
13	1037 General Fund / Mental Health	227,800
14	1092 Mental Health Trust Authority Authorized	490,600
15	Receipts	
16	*** Total Agency Funding ***	\$718,400
17	***** Total Budget *****	\$125,301,600
18	(SECTION 3 OF THIS ACT BEGINS ON PAGE 10)	

1 * Section 3. The following appropriation items are for capital projects and grants from the
 2 general fund or other funds as set out in section 4 of this Act by funding source to the
 3 agencies named for the purposes expressed and lapse under AS 37.25.020, unless otherwise
 4 noted.

	Appropriation	General	Other
	Allocations	Funds	Funds
	*****	*****	
	***** Department of Health and Social Services *****		
	*****	*****	
10	MH: Therapeutic Foster Home	200,000	200,000
11	(ED 99)		

12 (SECTION 4 OF THIS ACT BEGINS ON PAGE 11)

1 * Sec. 4. The following sets out the funding by agency for the appropriations made in sec. 3 of
2 this Act.

3	Funding Source	Amount
4	Department of Health and Social Services	
5	1092 Mental Health Trust Authority Authorized Receipts	200,000
6	*** Total Agency Funding ***	\$200,000
7	***** Total Budget *****	\$200,000

8

(SECTION 5 OF THIS ACT BEGINS ON PAGE 12)

1 * Sec. 5. PURPOSE. In accordance with AS 37.14.003 and 37.14.005, the appropriations
2 made by this Act are for the state's integrated comprehensive mental health program.

3 * Sec. 6. DEPARTMENT OF HEALTH AND SOCIAL SERVICES. The sum of
4 \$3,000,000 is appropriated from general fund/mental health to the Department of Health and
5 Social Services for costs associated with fulfilling the obligation of the State of Alaska related
6 to the demolition and asbestos abatement of the old Alaska Psychiatric Institute.

7 * Sec. 7. NONGENERAL FUND RECEIPTS. (a) Alaska Mental Health Trust Authority
8 authorized receipts (AS 37.14.036) or administration receipts (AS 37.14.036) that exceed the
9 amounts appropriated by this Act are appropriated conditioned upon compliance with the
10 program review provisions of AS 37.07.080(h).

11 (b) If Alaska Mental Health Trust Authority authorized receipts (AS 37.14.036) or
12 administration receipts (AS 37.14.036) fall short of the estimates appropriated in this Act, the
13 affected appropriation is reduced by the amount of the shortfall in receipts.

14 * Sec. 8. LAPSE OF APPROPRIATION. The appropriation made by sec. 6 of this Act is
15 for a capital project and lapses under AS 37.25.020.

16 * Sec. 9. This Act takes effect July 1, 2005.

AMENDMENT TO CSHB 67(FIN)

adopted
3/22/05

DDA 1

Offered in the House Finance Committee by: Representative Chenault N/O

AGENCY: Administration
APPROPRIATION: Centralized Administrative Services

Insert the following conditional language after the appropriation to Centralized Administrative Services:

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2005, of inter-agency receipts appropriated in sec. 1, ch. 158, SLA 2004, page 4, line 6, and collected in the Department of Administration's federally approved cost allocation plans.

APPROPRIATION: Leases

Insert the following conditional language after the appropriation to Leases:

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2005, of inter-agency receipts appropriated in sec. 1, ch. 158, SLA 2004, page 4, line 24, and collected in the Department of Administration's federally approved cost allocation plans.

Explanation:

The department requests carry-forward language for centralized services chargeback allocations receipts and for centralized leasing receipts. Rates charged for services to other state agencies are required to be negotiated with the federal government as part of a cost allocation plan. Standard language in these plans requires the rates to take into account prior years' over/under collections. In most states and with several programs within the State of Alaska, programs of this nature operate within an internal service fund and the fund's balance allows the department to adjust the rates in subsequent years to ensure that funds collected are utilized appropriately. When the rates operate as part of the GF, budgetary carry forward is required to accomplish the same objective.

adopted 3/22/05 N/O :

DOA 2

AMENDMENT TO CSIB 67(FIN)

Offered in the House Finance Committee by: Representative Chenault

AGENCY: Administration
APPROPRIATION: Centralized Administrative Services
ALLOCATION: Finance

Fund Change \$212.6 GF/PR 1005
(\$212.6) SDPR 1108

Explanation:
Correction of funding source for FY06 credit card rebates for which no contractual spending restrictions exist.

adopted 3/22/05

DOA 3

AMENDMENT TO CSIB 67(FIN)

Offered in the House Finance Committee by: Representative Chenault

AGENCY:	Administration
APPROPRIATION:	Centralized Administrative Support
ALLOCATION:	Office of Administrative Hearings
Fund Change \$6.8	I/A 1007
(\$6.8)	CSSD Admin Cost Reimbursement 1133

Explanation:

Technical correction of funding sources for FY06 retirement system cost increase.

adopted 3/22/05

N/D

CDM 1

AMENDMENT TO CSIB 67(FIN)

Offered in the House Finance Committee by: Representative Mike Kelly

AGENCY: Commerce, Community and Economic Development
APPROPRIATION: Qualified Trade Association Contract

Delete the following conditional language after the appropriation to the Qualified Trade Association Contract:

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2005, not to exceed \$2,000,000, of business license receipts under AS 43.70.030; and corporations receipts collected under AS 10.50, AS 10.06, AS 10.15, AS 10.20, AS 10.25, AS 10.35, AS 10.40, AS 10.45, AS 32.06, AS 32.11, and AS 45.50.

and replace it with the following conditional language:

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2005, of business license receipts under AS 43.70.030; and corporations receipts collected under AS 10.50, AS 10.06, AS 10.15, AS 10.20, AS 10.25, AS 10.35, AS 10.40, AS 10.45, AS 32.06, AS 32.11, and AS 45.50.

Explanation:

The replacement language enables the agency to carry forward the *entire* unexpended and unobligated balance (estimated to be \$2,279,700) while the deleted language limits the Department's carry forward to \$2 million of the BLR and Corp Receipts. The amendment does not change the amount of the appropriation; it allows 279.7 to be used in the future instead of lapsing to the general fund on June 30, 2005.

3/22/05 N/D

adopted

COM 2

AMENDMENT TO CSHB 67(FIN)

Offered in the House Finance Committee by: Representative Mike Kelly

AGENCY: Commerce, Community and Economic Development

Create a NEW APPROPRIATION: Community Development Quota Program

and Transfer all CDQ appropriations from the Banking and Securities appropriation to the new Community Development Quota Appropriation

Explanation:

Per AS 37.05.144, program receipts are to be used only by the program generating the receipts. Receipts generated by the CDQ and Banking programs are indistinguishable in the budget because receipts from both programs are classified as RSS and are in a single appropriation. Creating a separate appropriation for the CDQ Program ensures that RSS generated from Banking and Securities activities (which lapse into the general fund at the end of the fiscal year) cannot be used to support the CDQ program.

3/22/05

COM 3

AMENDMENT TO CSIB 67(FIN)

N/O

Offered in the House Finance Committee by: Representative Mike Kelly

AGENCY: Commerce, Community and Economic Development

APPROPRIATION: Banking and Securities

Add 101.9 RSS 1156

Explanation:

This increment provides funding for the new Community Development Quota Manager position created in FY05. This position consults directly with the Commissioner on high profile CDQ group policy issues, and is the primary point person for the newly created CQE program. If creation of a new Community Development Quota appropriation is approved, this increment will go to the new appropriation.

adopted 3/22/05

DEED 1

AMENDMENT TO CSHB 67(FIN)

Offered in the House Finance Committee by: Representatives Chenault and Meyer

AGENCY: Education & Early Development
APPROPRIATION: K-12 Support
ALLOCATION: Boarding Home Grants

Add \$185.9 General Funds 1004

ALLOCATION: Youth in Detention

Add \$1,100.0 General Funds 1004

ALLOCATION: Special Schools

Add \$ 7,894.7 General Funds 1004

Explanation:

The Governor requested funding for K-12 programs in HB65. HB 98 (the Fast Track Supplemental) contains funding only for the Foundation and Pupil Transportation allocations. This amendment adds funding for all K-12 allocations not addressed in the Fast Track Supplemental. The amounts are those requested by the Governor.

3/22/05

adopted

DEC 1

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

Offered By: Representative Meyer

ADD

Department: Environmental Conservation

Appropriation: Administration

Allocation: Commissioner's Office

Fund Source Number & Name: 1018 Exxon Valdez Oil Spill Settlement

Amount: \$46,000 Exxon Valdez Oil Spill Settlement (Fund 1018)

Positions: 1 PFT

(1) PPT

DESCRIPTION:

Governor's amendment was not considered by the HF Subcommittee:

- Add EVOS funding for costs associated with participation on the Exxon Valdez Oil Spill Trustee Council.

This amendment changes the part-time position originally requested in the Governor's budget and accepted by the subcommittee, to a full-time position and adds necessary support costs to include EVOS activities.

The Governor's original request included an increment for development of state oceans strategies. That increment provided a permanent part-time position and support costs for a total cost of \$48,700 federal receipts. The Commissioner's Office also participates on the Exxon Valdez Oil Spill Trustee Council. Funding to support the cost of Council activities became available after submission of the Governor's FY2006 operating budget.

3/22/05

adopted

F-211

AMENDMENT TO CSHB 67(FIN)

Offered in the House Finance Committee by: Representative Holm

AGENCY: Fish and Game
APPROPRIATION: Commercial Fisheries

It is the intent of the legislature that the department receive fair market value, including price adjustments, if applicable, for all test fisheries contracts.

Explanation:

The legislature would like the Department to negotiate for the full market value for all test fish catches. This may mean putting a requirement in its contracts to retroactively adjust the price for test fishery sales.

3/22/05

adopted

HSS

1

AMENDMENT TO CSHB 67(FIN)

Offered in the House Finance Committee by: Representative Mike Hawker

AGENCY: Health and Social Services
APPROPRIATION: Health Care Services
ALLOCATION: Medical Assistance Administration

Fund Change \$.7 GF 1004
(\$.7) GFM 1003

Explanation:

Technical correction of funding sources for FY06 retirement system cost increase.

3/22/05

adopted

DMVA 1

AMENDMENT TO CSHB 67(FIN)

Offered in the House Finance Committee by: Representative Richard Foster

AGENCY: Department of Military and Veterans Affairs

APPROPRIATION STRUCTURE CORRECTION

Current Structure:

Homeland Security & Emergency Services

Homeland Security & Emergency Services
Local Emergency Planning Committee

Alaska National Guard

Office of the Commissioner
National Guard Military Headquarters
Army Guard Facilities Maintenance
Air Guard Facilities Maintenance
State Active Duty
Alaska Military Youth Academy
STARBASE

Alaska National Guard Benefits

Educational Benefits
Retirement Benefits

Veterans' Affairs

Veterans' Services

Military and Veterans' Affairs

Alaska Statewide Emergency Communications

Proposed Structure:

Military and Veterans' Affairs

Office of the Commissioner
Homeland Security and Emergency Services
Local Emergency Planning Committee
National Guard Military Headquarters
Army Guard Facilities Maintenance
Air Guard Facilities Maintenance
Alaska Military Youth Academy
STARBASE
Veterans' Services

Alaska Statewide Emergency Communications
State Active Duty

Alaska National Guard Benefits

Educational Benefits

Retirement Benefits

Explanation:

This amendment represents the Governor's requested structure combining four appropriations. It was the intent of the subcommittee to adopt the Governor's requested structure, but the structure change was not incorporated into the draft bill.

3/22/05 adopted

DMVA 2

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

Offered By: Representative Foster

ADD

Department: Military and Veterans Affairs

Appropriation: Alaska National Guard

Allocation: National Guard Military Headquarters

Amount: \$594,700 General Fund (Fund 1004)

DESCRIPTION: National Guard Audit Disallowance

The Finance Subcommittee did not consider this amendment, submitted February 23, 2005.

Based on the recent audit by the Defense Contract and Audit Agency of the department's cost allocation practices, the federal National Guard Bureau will no longer allow the department to charge administrative costs to federal funds. As a result, if state funds are not provided to replace these lost federal funds, the department will have to drastically reduce state funds for maintenance to Army Guard state armories.

If this amendment is not approved, the department will:

- Reduce Army Guard Facilities Maintenance component by eliminating State Armories facilities maintenance workload. This is a 32% general fund reduction. Remaining general fund will go to pay fixed costs such as utilities and leases. This includes but is not limited to:
 - \$438.8 Personal Services – Eliminate 5 Maintenance Generalist Journeyman positions from the Facilities Maintenance Office's general labor, trades and crafts personnel pool of 23 personnel. Eliminate state armory maintenance and repair work by redirecting remaining staff to other facilities types. All maintenance and repair work would be eliminated for State Armories in FY2006. This includes deferred and preventative maintenance for Anchorage, Fairbanks, Nome, Bethel, Alcantra, Shishmaref and numerous small rural armories
 - \$34.0 Eliminate all State Armory travel for maintenance and repair activities.
 - \$45.5 Reduce State Armory maintenance and repair rentals and contractual costs
 - \$79.4 Reduce structural supplies, building materials and repair tool expenses for State Armories

3/22/05

adopted

DMVA 3

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

Offered By: Representative Foster

ADD

Department: Military and Veterans Affairs

Appropriation: Alaska National Guard

Allocation: National Guard Military Headquarters

Amount: \$62,900 General Fund (Fund 1004)

DESCRIPTION: Anchorage Armory Telecommunications Basic Service

The Finance Subcommittee did not consider this amendment, submitted February 23, 2005.

In FY05, the Federal Army National Guard began charging the State Army National Guard for basic telecommunications service for those state employees stationed in the Anchorage Armory. The department requested a FY05 supplemental to cover these costs. This amendment is to cover the additional costs in FY 06.

If this amendment is not approved, the department will further reduce Army Guard Facilities Maintenance component workload on State Armories in order to offset the increased telephone service cost. This would include reducing the funding available for structural supplies, building materials and repair tool expenses for State Armories.

3/22/05 adopted

DNR 1

AMENDMENT TO CSHB 67(FIN)

Offered in the House Finance Committee by: Representative Mike Kelly

AGENCY: Natural Resources
APPROPRIATION: Resource Development
ALLOCATION: Large Project Permitting

Increment \$176.0 Federal Receipts 1002
PFT 1.0

Explanation:

This increment provides federal authorization from BLM for an Executive Director of the North Slope Science Initiative.

The North Slope Science Initiative is an Oversight Group chaired by BLM, and consisting of the Regional Directors of the Dept. of Interior Resource Agencies, National Marine Fisheries Service, Commissioners of the Dept. of Natural Resources and Dept. of Fish and Game, the Mayor of the North Slope Borough, and ASRC.

The purpose of the Oversight Group is to increase cooperation and collaboration between state, federal and local agencies on oil and gas developments and the associated research, inventory and monitoring efforts.

The North Slope Science Initiative has, at its core, development issues related to non-renewable energy resources. The Executive Director position in DNR is responsible for continuing the development and implementation of the North Slope Science Strategy (a guiding document for the North Slope Science Oversight Group); developing and implementing a five-year science plan that includes a format for prioritizing inventory, monitoring and research for the North Slope Science Initiative; developing formal intergovernmental agreements for the implementation of the North Slope Science Initiative; developing a competitive process for ensuring the best contractors, academic professionals, or other organizations are selected for implementing an inventory, monitoring and research strategy; and provides leadership in developing long-term budgets for the North Slope Science Initiative

3/22/65

DNR 2

AMENDMENT TO CSIB 67(FIN)

adopted

Offered in the House Finance Committee by: Representative Mike Kelly

AGENCY: Natural Resources
APPROPRIATION: Parks and Recreation Management
ALLOCATION: Parks Management

Increment 192.1 Receipt Supported Services (RSS) 1156

Explanation:

This increment covers the cost of implementing the recently completed classification study for the Park Ranger series. The new salary ranges more accurately reflect the duties of Park Rangers, specifically their duties in law enforcement.

A new job class of Park Specialist was created for employees who were previously classified as Park Rangers but were not commissioned for law enforcement. This is a range 14, the same as the original Park Ranger I.

Park Ranger I moved from range 14 to range 16, and Park Ranger II moved from range 16 to range 18. Employees in these two job classes are commissioned for law enforcement.

Overall, there were 24 positions that increased in range, 2 positions that were decreased in range, 7 positions that had a job class title change only, and 8 positions that were processed as updated with no change in range or job class title

3/22/05 adopted

DNR 3

AMENDMENT TO CSIB 67(FIN)

Offered in the House Finance Committee by: Representative Mike Chenault

AGENCY: Natural Resources
APPROPRIATION: Parks and Recreation Management
ALLOCATION: Parks and Recreation Access

Fund Change (\$99.4) Receipt Supported Services (RSS) 1156
\$99.4 GF 1004

ALLOCATION: Parks Management

Fund Change (\$99.4) GF 1004
\$99.4 Receipt Supported Services (RSS) 1156

Explanation:

Per AS 37.05.144, program receipts are to be used only by the program generating the receipts. Natural Resources requested RSS in an allocation that does not generate RSS. This amendment exchanges GF and RSS between allocations in order to meet the requirements of AS 37.05.144.

adopted

3/22/05

DPS 1

AMENDMENT TO CSIB 67(FIN)

Offered in the House Finance Committee by: Representative Chenault

AGENCY: Public Safety and DOT/PF

Amend language in Sec. 23 (a) to add:

- (8) Inland Boatmen's Union of the Pacific, representing the unlicensed marine unit;
- (9) International Organization of Masters, Mates and Pilots, for the Masters, Mates and Pilots Unit;
- (10) Public Safety Employees Association, representing regularly commissioned public safety officers.

Explanation:

This amendment recognizes the change in monetary terms of the named contracts. The work draft contains language specifying that the amounts appropriated in the bill include funding for the contracts, even if specific appropriations are not made.

3/22/05

DPS 2

AMENDMENT TO CSIB 67(FIN) adopted

Offered in the House Finance Committee by: Representative Chenault

AGENCY: Public Safety
APPROPRIATION: Various
ALLOCATION: Various

Add	\$1,722.6	General Funds 1002
	12.6	GF Match 1003
	60.7	Federal Receipts 1002
	<u>63.8</u>	Other Funds (See change records)
	1,859.7	

Explanation:

Costs associated with Public Safety bargaining unit contract terms. The amounts are those requested by the Governor.

Change records are available from the Committee Secretary.

adopted

3/22/05

REV 1

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

Offered By: Representative Chenault

ADD

Department: Revenue

Appropriation: Alaska Permanent Fund Corporation

Allocation: APFC Custody and Management Fees

Amount: \$6,500,000 Permanent Fund Receipts (Fund 1105)

DESCRIPTION: Increase in Investment Management Fees

The Finance Subcommittee did not consider this amendment, submitted February 23, 2005.

The budget amendment is needed to pay contractual obligations related to the external management of assets by investment managers. Investment manager fees are calculated based on the value of assets under management. The initial request for manager fees was based on a median market return assumption. Actual returns have exceeded this growth assumption creating an understatement in from the initial request and the need for the \$6.5 million amendment. This amount also reflects structural changes to the Fund's equities allocations by the Board that will also require additional investment management fees.

If this amendment is not approved, the APFC will return in FY 06 with a supplemental request.

Adopted

REV 2

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

Offered By: Representative Chenault

3/22/05

ADD

Department: Revenue

Appropriation: Child Support Services

Allocation: Child Support Services Division

Amount: \$261,100 Receipt Supported Services (Fund 1156)

DESCRIPTION: Change in funding due to transfer of hearing officers to Department of Administration

The Finance Subcommittee did not consider this amendment, submitted February 23, 2005.

Per legislation passed last session, effective January 1, 2005, hearing officers were transferred from the Department of Revenue, Commissioner's Office to the Department of Administration, Office of Administrative Hearings. The unexpected result of this change was that the Child Support Services Division (CSSD) hearing costs are no longer eligible for federal reimbursement under the department's indirect cost allocation plan. Since Alaska statutes require CSSD to provide formal hearing appeals CSSD will be required to pay hearing officer costs of 261,100.

Since these costs are no longer eligible for federal reimbursement or match, the division will lose \$767,900 (\$261,100 state funds used to match \$506,800 federal funds). Since these are additional expenditures that previously CSSD did not have to pay, the total impact would be a reduction of \$1,029,000.

If this request is not funded, CSSD would have to layoff 20 caseworker positions. There are currently 121 child support specialist and manager positions in the division, with only one vacancy. Expected changes include:

- Casework would return to Anchorage. Field offices in Wasilla, Fairbanks and Juneau would be reduced to one individual each who would answer general questions for clients.
- Child support modifications, which are currently completed in less than six months in 89% of the cases, would take 6 months or more. This could prevent CSSD from meeting federal requirements, which may result in monetary penalties.
- Child support orders that are currently established in less than six months 83% of the time would take longer, therefore we would not meet the federal requirements.
- The length of time to process requested audits and adjustments to accounts would increase.

A docted

DOTPF 1

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

3/22/05

Offered By: Representative Foster

ADD

Department: Transportation and Public Facilities

Appropriation: Highways, Aviation and Facilities

Allocation: Central Region Highways and Aviation

Amount: \$87,100 General Funds (Fund 1004)

Allocation: Southeast Region Highways and Aviation

Amount: \$25,600 General Funds (Fund 1004)

Allocation: Northern Region Facilities

Amount: \$399,790 General Funds (Fund 1004)

DESCRIPTION: Utility and fuel cost increases for operations and maintenance

These amendments were not considered by the department's subcommittee.

Higher fuel prices and utility costs incurred during FY2005 are expected to continue into FY2006.

If this request is denied, building temperatures, janitorial services and snow hauling will be reduced, snow plowing and building maintenance tasks delayed, safety training sessions reduced, and if needed, staff laid off.

Adopted

ODTAF 2

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

3/22/05

Offered By: Representative Foster

ADD

Department: Transportation and Public Facilities

Appropriation: Highways, Aviation and Facilities

Allocation: Central Region Highways and Aviation

Amount: \$68,000 General Funds (Fund 1004)

DESCRIPTION: King Salmon air traffic control

This amendment was not considered by the department's subcommittee.

A cost share agreement with the FAA requires the department to pay for a portion of air traffic control services at King Salmon airport. After reaching agreement as to the amount owed to the service provider by the state and that owed by FAA, the state will owe approximately \$68,000 for services.

With no assurance of a contract renewal, the tower contractor may chose to end services on July 1, 2005. This will result in a substantial increase in risk to all airport operations year round at King Salmon (outcome of saved lives), and put an additional strain on the Bristol Bay fish economy.

Adopted

DOTPF 3

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

Offered By: Representative Foster

ADD

Department: Transportation and Public Facilities

Appropriation: International Airports

Allocation: Anchorage Airport Facilities

Amount: \$2,002,900 International Airport Revenue Funds (Fund 1027)

Allocation: Anchorage Airport Field and Equipment Maintenance

Amount: \$610,100 International Airport Revenue Funds (Fund 1027)

DESCRIPTION: Anchorage Airport fuel and utility cost increases

This amendment was not considered by the department's subcommittee.

In FY05, electricity has increased 6% and natural gas has increased 17% over FY04 rates. Similar rates are expected for FY06. The new C Concourse was commissioned on June 28, 2004. Utility costs for an additional 487,000 square feet have incurred since July 2004, but the impact of the utility rate increases cannot be absorbed.

An increase in utilities is projected due to the 63% increase in space, specifically the new Field Maintenance Complex and warm storage building (92,931 additional square feet) that will be transferred the Airport until FY06.

If these additional funds are not provided, building temperatures will be reduced, building maintenance tasks delayed, and if needed, staff laid off.

DOTPF 4

A doP

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

Offered By: Representative Foster

ADD

Department: Transportation and Public Facilities

Appropriation: International Airports

Allocation: Anchorage Airport Operations

Amount: \$2,580,000 International Airport Revenue Funds (Fund 1027)

DESCRIPTION: Anchorage Airport parking service and fog seeding

This amendment was not considered by the department's subcommittee.

The Airport has experienced an unacceptable level of service through this Concession Agreement method. The airport is requesting \$2,500,000 to take over the management of these services in FY 06 that will then be contracted through a formal RFP process.

Currently, a private company is responsible for airport parking, shuttle services and parking lot maintenance under a Concession Agreement. All revenue and expenditure activities derived from the agreement are handled by the concessionaire and are not part of the department's budget. The company pays a portion of the gross receipts to the airport, which amounts to approximately \$2,500,000 of revenue to the airport per year. Annual expenses include \$900,000 for the shuttle operation, \$400,000 for parking lot maintenance and snow removal and approximately \$1,200,000 labor, maintenance and equipment to support the parking operations.

The department also requests \$80,000 of funding to contract for fog seeding. The airline affairs committee has given notice that they will provide funding for these services in the future, but they will no longer provide the service itself. The estimated cost of \$80,000 per year will provide continuous fog seeding services, an essential feature for safe continuous airport operation. Without this contract, ANC could experience 20-30 divers in one day during heavy fog periods. Each diverted landing results in \$1,000 of lost revenues to the state and \$10,000 in lost revenues to the affected airline.

Adopted

DOTAF 5

Amendment to CS HB 67 (FIN) / HB 66 (FIN) work draft

Offered By: Representative Foster

ADD

Department: Transportation and Public Facilities

Appropriation: International Airports

Allocation: Fairbanks Airport Administration

Amount: \$50,000 International Airport Revenue Funds (Fund 1027)

Allocation: Fairbanks Airport Facilities *Those monies can only be used for increased fuel costs.*

Amount: \$206,800 International Airport Revenue Funds (Fund 1027)

Allocation: Fairbanks Airport Field and Equipment Maintenance

Amount: \$77,700 International Airport Revenue Funds (Fund 1027)

Allocation: Fairbanks Airport Safety

Amount: \$43,200 International Airport Revenue Funds (Fund 1027)

New language

DESCRIPTION: Fairbanks Airport fuel, utility and marketing increments

These amendments were not considered by the department's subcommittee.

These amendments will provide \$50,000, to support a position that will focus on business retention, existing business expansion, and responding to business solicitations. The airport plans to increase revenue with a greater emphasis on marketing its services.

Golden Valley Electric Authority (GVEA) was granted a temporary rate increase of 5.88% in July 2004, which is expected to become permanent and possibly increase in February 2005. This has resulted in kilowatt-hour costs in FY05 that exceed FY04 by 15%. Similarly, heating oil costs per gallon have risen an average of 38% over FY04.

Without this funding authority, the airport will have less of an opportunity to market the airport's services and close the gap between expenditures and revenues (a performance measure). Staff will reduce building temperatures, delay building maintenance tasks, reduce use of service vehicles and if needed, lay off staff.

Adopted

DOTPF 6

AMENDMENT TO CSIB 67(FIN)

Offered in the House Finance Committee by: Representative Chenault

AGENCY: Transportation and Public Facilities
APPROPRIATION: International Airports
ALLOCATION: Anchorage Airport Safety

Add \$29.5 Federal Receipts 1002
207.2 Int Airt 1027

ALLOCATION: Fairbanks Airport Safety

Add \$102.2 Int Airt 1027

Explanation:

Costs associated with Public Safety bargaining unit contract terms. The amounts are those requested by the Governor.

Adopted 3/22/05

DOTPF 7

AMENDMENT TO CSIB 67(FIN)

Offered in the House Finance Committee by: Representative Chenault

AGENCY: Transportation and Public Facilities
APPROPRIATION: Alaska Marine Highway System
ALLOCATION: Marine Vessel Operations

Add \$6,470.8 AMHS Fund 1076

Explanation:

Costs associated with vessel operations bargaining unit contract terms. The amounts are those requested by the Governor. The Governor requested \$48 million in capitalization of the AMHS fund. Bargaining agreements raise capitalization requirements to \$54.5 million. The House CS work draft capitalizes the fund with \$55 million GF.

Adopted

3/22/05

UFA 1

AMENDMENT TO CSHB 67(FIN)

Offered in the House Finance Committee by: Representative Weyhrauch

AGENCY: University of Alaska

Amend language in Sec. 23 (b):

(b) The operating budget appropriations made to the University of Alaska in this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30, 2006, for university employees who are not members of a collective bargaining unit and for implementing the monetary terms of the collective bargaining agreements including the terms of the tentative agreement providing for transition of represented employees to the UA Choice Health Plan for university employees represented by the following entities [with the following entities representing employees of the University of Alaska]:

- (1) Alaska Higher Education Crafts and Trades Employees;
- (2) Alaska Community Colleges' Federation of Teachers;
- (3) United Academics;
- (4) United Academics-Adjuncts.

Explanation:

This amendment recognizes the change in monetary terms of the contract relative to the tentative agreement to transition University of Alaska union represented employees to the UA Choice Health plan.

3/22/05

adopted
Held

UFA 2

AMENDMENT TO CSHB 66(FIN)

Offered in the House Finance Committee by: Representative Weyhrauch

AGENCY: University of Alaska
APPROPRIATION: University of Alaska
ALLOCATION: Budget Reductions/Additions - Systemwide

AJd \$500.0 MHTAAR 1092

Explanation:

This amendment increases the FY06 mental health appropriation to the University of Alaska by a total of \$500,000 in Mental Health Authority Authorized Receipts for the University of Alaska Behavioral Health Program Partnership for 2006.

This amount was erroneously included as part of Sec. 37 in HB 67.

3/22/05

passed
7-3

Lang.

1

AMENDMENT TO CSHB 67(FIN)

Offered in the House Finance Committee by: Representative Meyer

Delete Section 22 (Funding for Political Subdivisions' PERS)

Explanation:

This section appropriated \$37.5 million of FY05 general funds to the Department of Administration to reduce the liability of political subdivisions to the public employees' retirement system (PERS). This is the only FY05 effective date in the bill.



State of Alaska
Legislative Affairs Agency
Kenai LIO
145 Main St Lp Ste 217
Kenai, AK 99611
(907) 283-2030

Date: 3-31-05

Please accept the enclosed original(s) of written testimony for the

HF 11 teleconference hearing that was
scheduled on 3-19-05.

A copy of this testimony was transmitted to your committee via fax on

3-19-05.

Thank you,

Michelle Regier



Alaska State Legislature

Please enter into the record my testimony to the House Finance Committee
committee name

Committee on HB 66, dated 3-19-05
bill # / subject public hearing date

Alaska has the highest rate of FASD in the world w/ exception of a small area of Africa.

Prevention and diagnosis ~~will be~~ of FASD will promote long-term negative impact of violence, incarceration and future FASD births. Diagnosis is extremely important because it opens the door to services such as parent training, individualized strategic intervention and greater success at school, community, and at home.

Prevention + diagnosis of FASD will reduce long-term costs related to domestic and community violence, substance abuse and the costs of raising & educating & supporting future generations of individuals with Fetal Alcohol Spectrum Disorders. Diagnosis & prevention/intervention will also reduce the long-term + immediate emotional & physical consequences of child abuse. It is imperative that FASD programs are funded at their previous levels - if not increased - for the long-term health of our state.

Signed:

Jacqueline (Jackie) Bock PhD

FASD diagnostic team - Kenai

Representing (optional)

clinical psychology
independent
practice

Address

283-3012 (h) 260-4466 (w)

Phone number



Alaska State Legislature

Please enter into the record my testimony to the

House Finance Committee
committee name

Committee on

HB 66
bill # / subject

, dated

3/19/05

public hearing date

Please continue to adequately fund efforts to reduce fetal alcohol spectrum disorders in Alaska. The Fetal programs have done some wonderful work in identifying individuals with Fetal Alcohol Syndrome, the long term issues on the dangers of drinking during pregnancy. The need to continue these efforts is covered.

The state has put a great deal of money into these programs, and it is important that the state continue to fund these programs. The state has a responsibility to the children of Alaska to ensure that they have the best possible start in life. The state should continue to fund these programs to the best of its ability.

Signed:

[Signature]
Testifier

[Name]
Representing (optional)

[Address]
Address

[Phone Number]
Phone number



Alaska State Legislature

Please enter into the record my testimony to the House Finance Committee
committee name

Committee on H B 66, dated Nov. 19, 2005
bill # / subject public hearing date

Please continue funding for Fetal Alcohol Syndrome identification, prevention and intervention. We have accomplished awareness in our community & state over the past 5 years of programs. We are beginning to see strides in breaking generational patterns. We are able to provide ^{through diagnosis} basic information for young children referred from OCS to assist with support services and appropriate community supports. Diagnosis is essential for identification of strengths and needs. We have numerous trainings each year that provide publicity, awareness, increased knowledge, and prevention measures. We target high risk populations for in-services and educational presentations for prevention. The PASD programs are an essential investment for our community and state.

Signed: Margaret Pearson-Williams
Testifier

Frontier Community Services
Representing (optional)

42235 S-Beach Rd Soldotna 99669
Address

262-6331 x248
Phone number

HB

66

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

REPORTED OUT

APR 14 2005

SENATE FINANCE
COMMITTEE

DATE: 4/8/05

FURTHER:

DATE TURNED
IN TO OFFICE: 15 April 2005

Finance Committee considered CS FOR HOUSE BILL NO. 66(FIN)

HB 66 APPROP: MENTAL HEALTH BUDGET

"An Act making appropriations for the operating and capital expenses of the state's integrated comprehensive mental health program; and providing for an effective date."

and recommends:

- be replaced with S CS CS HB 66 (FIN)
- adopt previous _____ CS CS Fathoming (_____)
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to _____ Committee

CS Senate Bill:	
<input type="checkbox"/>	Same Title
<input type="checkbox"/>	New Title
SCS House Bill:	
<input checked="" type="checkbox"/>	Same Title
<input type="checkbox"/>	Technical Title Change
<input type="checkbox"/>	New Title w/ SCR # _____

NEW FISCAL NOTE(S):

Department	Date	Fiscal	Ind.	Zero	FN#

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Ind.	Zero	FN#

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	DO PASS	DO NOT PASS	NO REC	AMEND
<i>[Signature]</i>	✓			
<i>[Signature]</i>			✓	
<i>[Signature]</i>	✓			
COCHAIR: <i>[Signature]</i>	✓			
COCHAIR: <i>[Signature]</i>	✓			

MH #1

Offered by: Senator Green

CSHB 66(FIN) – Mental Health Capital

Agency: Department of Health and Social Services

DELETE

Project:	Alaska Psychiatric Institute Automation Project (HD 17-32)		
<u>Fund Source</u>		<u>Amount</u>	
Bond Funds	2000	\$674,200	(Amerada Hess Bond Proceeds)

ADD

Project:	Alaska Psychiatric Institute Automation Project (HD 17-32)		
<u>Fund Source</u>		<u>Amount</u>	
Gen Fund MH 1003		\$674,200	

Agency: Department of Health and Social Services

DELETE

Project:	Crisis Treatment Facility – Phase 2 (HD 17-32)		
<u>Fund Source</u>		<u>Amount</u>	
Bond Funds	2000	\$2,500,000	(Amerada Hess Bond Proceeds)

ADD

Project:	Crisis Treatment Facility – Phase 2 (HD 17-32)		
<u>Fund Source</u>		<u>Amount</u>	
Alcohol Fund 1180		\$2,500,000	

Agency: Department of Health and Social Services

DELETE

Project:	Deferred Maintenance and Accessibility Improvements (HD 99)		
<u>Fund Source</u>		<u>Amount</u>	
Bond Funds	2000	\$150,000	(Amerada Hess Bond Proceeds)

ADD

Project:	Deferred Maintenance and Accessibility Improvements (HD 99)		
<u>Fund Source</u>		<u>Amount</u>	
Gen Fund MH 1003		\$150,000	

Explanation:

It is currently unclear the outcome of the bills proposed to issue bonds secured by the Amerada Hess Settlement revenue stream. General funds are substituted in these projects until such time as it becomes more apparent.

MH #2

AMENDMENT TO SCS CSHB 66(FIN)

Offered in the Senate Finance Committee by: Senator Green

DELETE Section 7

Explanation:

Given the timing of operating and capital appropriation decision making, standard practice for capital projects in the Mental Health Bill has been to make them all subject to Conference Committee action. This amendment removes the API Asbestos Abatement project which is contained in the House version of the bill, thereby making it an item for Conference Committee consideration.

24-GH1075\Y
Utermohle
4/9/05

SENATE CS FOR CS FOR HOUSE BILL NO. 66(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-FOURTH LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 "An Act making appropriations for the operating and capital expenses of the state's
2 integrated comprehensive mental health program; and providing for an effective date."

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

4 (SECTION 1 OF THIS ACT BEGINS ON PAGE 2)

1 * Section 1. The following appropriation items are for operating expenditures from the
 2 general fund or other funds as set out in section 2 of this Act to the agencies named for the
 3 purposes expressed for the fiscal year beginning July 1, 2005 and ending June 30, 2006,
 4 unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated
 5 reduction set out in this section may be allocated among the appropriations made in this
 6 section to that department, agency, or branch.

	Appropriation	General	Other	
	Allocations	Funds	Funds	
	*****	*****		
	***** Department of Administration *****			
	*****	*****		
12	Legal and Advocacy Services	1,698,200	1,579,500	118,700
13	Office of Public Advocacy	1,439,700		
14	Public Defender Agency	258,500		
15	*****	*****		
16	***** Department of Corrections *****			
17	*****	*****		
18	Administration and Support	71,000		71,000
19	Offender Habilitative	71,000		
20	Programs			
21	Inmate Health Care	5,125,500	4,951,900	173,600
22	Inmate Health Care	5,125,500		
23	*****	*****		
24	***** Department of Education and Early Development *****			
25	*****	*****		
26	Teaching and Learning Support	364,300	114,300	250,000
27	Student and School	364,300		
28	Achievement			
29	*****	*****		
30	***** Department of Health and Social Services *****			
31	*****	*****		

	Appropriation	General	Other
	Allocations	Items	Funds
1			
2			
3	No money appropriated in this appropriation may be expended for an abortion that is not a		
4	mandatory service required under AS 47.07.030(a). The money appropriated for Health and		
5	Social Services may be expended only for mandatory services required under Title XIX of the		
6	Social Security Act and for optional services offered by the state under the state plan for		
7	medical assistance that has been approved by the United States Department of Health and		
8	Human Services. This statement is a statement of the purpose of the appropriation and is		
9	neither merely descriptive language nor a statement of legislative intent.		
10	Alaskan Pioneer Homes	11,367,600	11,367,600
11	It is the intent of the legislature that all pioneers' homes and veterans' homes applicants shall		
12	complete any forms to determine eligibility for supplemental program funding, such as		
13	Medicaid, Medicare, SSI, and other benefits as part of the application process. If an applicant		
14	is not able to complete the forms him/herself, or if relatives or guardians of the applicant are		
15	not able to complete the forms, Department of Health and Social Services staff may complete		
16	the forms for him/her, obtain the individuals' or designee's signature and submit for eligibility		
17	per AS 47.25.120.		
18	Alaskan Pioneer Homes	64,300	
19	Management		
20	Pioneer Homes	11,303,300	
21	Behavioral Health	75,095,400	52,923,200 22,172,200
22	The Department of Health and Social Services will establish specific "evidence based"		
23	prevention programs at the community level through a competitive Request for Proposal		
24	(RFP). The department will also develop a clear plan for evaluation and program outcomes to		
25	better document the successes of Alaska's prevention efforts. The Plan must be presented to		
26	the Legislative Budget and Audit Committee prior to the beginning of the 2006 legislative		
27	session, or to the House and Senate Finance Committees by February 1, 2006 for approval.		
28	Upon approval of the Plan, up to \$2,000.0 in TANF Bonus award funding may be made		
29	available for alcohol and drug program expansion. The amount of the funding will be prorated		
30	based on timing and realistic use of funds.		
31	Alcohol Safety Action	120,000	
32	Program (ASAP)		
33	Behavioral Health Medicaid	28,173,900	

		Appropriation		General	Other
		Allocations	Items	Funds	Funds
1					
2					
3	Services				
4	Behavioral Health Grants	15,005,800			
5	Behavioral Health	1,666,400			
6	Administration				
7	Community Action Prevention	408,100			
8	& Intervention Grants				
9	Rural Services and Suicide	2,115,200			
10	Prevention				
11	Psychiatric Emergency	6,153,400			
12	Services				
13	Services to the Seriously	8,849,300			
14	Mentally Ill				
15	Designated Evaluation and	1,211,900			
16	Treatment				
17	Services for Severely	5,916,700			
18	Emotionally Disturbed Youth				
19	Alaska Psychiatric Institute	5,474,700			
20	Children's Services		9,808,700	9,658,700	150,000
21	Children's Medicaid Services	2,000,000			
22	Children's Services	4,200			
23	Management				
24	Front Line Social Workers	148,600			
25	Family Preservation	150,000			
26	Foster Care Augmented Rate	500,000			
27	Foster Care Special Need	747,900			
28	Residential Child Care	1,956,300			
29	Infant Learning Program	4,301,700			
30	Grants				
31	Juvenile Justice		302,500	302,500	
32	McLaughlin Youth Center	159,500			
33	Fairbanks Youth Facility	88,500			

		Appropriation	General	Other
		Allocations	Funds	Funds
		Items		
1				
2				
3	Bethel Youth Facility	54,500		
4	Public Health		203,900	145,200
5	Certification and Licensing	250,800		
6	Community Health Grants	98,300		
7	Senior and Disabilities		12,763,300	929,000
8	Services			
9	Senior and Disabilities	2,127,800		
10	Services Administration			
11	Protection and Community	740,300		
12	Services			
13	Senior Community Based	2,849,400		
14	Grants			
15	Community Developmental	7,974,800		
16	Disabilities Grants			
17	Departmental Support Services		1,149,300	50,200
18	Administrative Support	365,200		
19	Services			
20	Health Planning and	50,200		
21	Infrastructure			
22	Information Technology	784,100		
23	Services			
24	Board and Commissions		497,800	705,500
25	AK Mental Health & Alcohol	655,100		
26	& Drug Abuse Boards			
27	Commission on Aging	97,800		
28	Governor's Council on	331,400		
29	Disabilities and Special			
30	Education			
31	Suicide Prevention Council	119,000		