



# LAWS OF ALASKA

2017

FIRST SPECIAL SESSION

**Source**  
CCS HB 59

**Chapter No.**  
1

## 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.

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

THE ACT FOLLOWS ON PAGE 1



**AN ACT**

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

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(SECTION 1 OF THIS ACT BEGINS ON PAGE 2)

\* **Section 1.** The following appropriation items are for operating expenditures from the general fund or other funds as set out in section 2 of this Act to the agencies named for the purposes expressed for the fiscal year beginning July 1, 2017 and ending June 30, 2018, unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated reduction set out in this section may be allocated among the appropriations made in this section to that department, agency, or branch.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	*****
***** <b>Department of Administration</b> *****			
	*****	*****	
<b>Legal and Advocacy Services</b>		<b>2,319,100</b>	<b>2,125,300</b>
Office of Public Advocacy	1,944,900		
Public Defender Agency	374,200		
	*****	*****	
***** <b>Department of Corrections</b> *****			
	*****	*****	
<b>Population Management</b>		<b>1,000,000</b>	<b>1,000,000</b>
It is the intent of the legislature that the Commissioner of the Department of Corrections prioritize funding and implement solutions to the disparity in Alaska Native incarceration rates throughout the state.			
Community Residential Centers	1,000,000		
<b>Health and Rehabilitation Services</b>		<b>9,144,700</b>	<b>8,756,800</b>
Behavioral Health Care	6,530,500		
Substance Abuse Treatment Program	2,614,200		
	*****	*****	
***** <b>Department of Education and Early Development</b> *****			
	*****	*****	
<b>Teaching and Learning Support</b>		<b>427,800</b>	<b>377,800</b>
			<b>50,000</b>

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
			<b>Funds</b>
1 Student and School	427,800		
2 Achievement			
3	* * * * *	* * * * *	
4	* * * * *	* * * * *	
5	* * * * *	* * * * *	
6	* * * * *	* * * * *	
7	* * * * *	* * * * *	
8	At the discretion of the Commissioner of the Department of Health and Social Services, up to		
9	\$25,000,000 may be transferred between all appropriations in the Department of Health and		
10	Social Services, except Medicaid Services.		
11	It is the intent of the legislature that the Department of Health and Social Services submit a		
12	report of transfers between appropriations that occurred in the first half of FY2018 by January		
13	30, 2018, and a report of transfers in the second half of FY2018, by September 1, 2018, to the		
14	Legislative Finance Division.		
15	<b>Alaska Pioneer Homes</b>	<b>16,073,000</b>	<b>16,073,000</b>
16	Alaska Pioneer Homes	64,200	
17	Management		
18	Pioneer Homes	16,008,800	
19	The amount allocated for Pioneer Homes includes the unexpended and unobligated balance		
20	on June 30, 2017, of the Department of Health and Social Services, Pioneer Homes care and		
21	support receipts under AS 47.55.030.		
22	<b>Behavioral Health</b>	<b>81,634,100</b>	<b>80,242,300</b>
23	Behavioral Health Treatment	54,670,200	
24	and Recovery Grants		
25	Alcohol Safety Action	1,460,400	
26	Program (ASAP)		
27	Behavioral Health	5,572,700	
28	Administration		
29	Behavioral Health	5,915,100	
30	Prevention and Early		
31	Intervention Grants		
32	Designated Evaluation and	3,794,800	
33	Treatment		

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
			<b>Funds</b>	<b>Funds</b>
1				
2				
3	Alaska Psychiatric	6,404,200		
4	Institute			
5	Alaska Mental Health Board	905,400		
6	and Advisory Board on			
7	Alcohol and Drug Abuse			
8	Suicide Prevention Council	654,500		
9	Residential Child Care	2,256,800		
10	<b>Children's Services</b>		<b>2,191,900</b>	<b>2,191,900</b>
11	Children's Services	69,500		
12	Management			
13	Front Line Social Workers	148,500		
14	Family Preservation	726,000		
15	Foster Care Augmented Rate	500,000		
16	Foster Care Special Need	747,900		
17	<b>Health Care Services</b>		<b>422,100</b>	<b>129,600</b>
18	Residential Licensing	129,600		<b>292,500</b>
19	Medical Assistance	292,500		
20	Administration			
21	<b>Juvenile Justice</b>		<b>1,416,700</b>	<b>1,256,800</b>
22	McLaughlin Youth Center	736,700		
23	Fairbanks Youth Facility	116,800		
24	Bethel Youth Facility	64,100		
25	Probation Services	499,100		
26	<b>Public Assistance</b>		<b>13,200</b>	<b>13,200</b>
27	Public Assistance	13,200		
28	Administration			
29	<b>Public Health</b>		<b>1,705,600</b>	<b>1,455,600</b>
30	Nursing	98,200		<b>250,000</b>
31	Women, Children and Family	795,800		
32	Health			
33	Emergency Programs	801,600		

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
		<b>Items</b>		
1				
2				
3	Chronic Disease Prevention	10,000		
4	and Health Promotion			
5	<b>Senior and Disabilities Services</b>		<b>17,935,000</b>	<b>1,261,800</b>
6	Early Intervention/Infant	7,424,500		
7	Learning Programs			
8	Senior and Disabilities	3,510,200		
9	Services Administration			
10	General Relief/Temporary	740,300		
11	Assisted Living			
12	Senior Community Based	300,000		
13	Grants			
14	Community Developmental	6,698,500		
15	Disabilities Grants			
16	Commission on Aging	119,600		
17	Governor's Council on	403,700		
18	Disabilities and Special			
19	Education			
20	<b>Departmental Support Services</b>		<b>552,100</b>	<b>552,100</b>
21	Commissioner's Office	202,100		
22	HSS State Facilities Rent	350,000		
23	<b>Medicaid Services</b>		<b>62,707,700</b>	<b>1,915,000</b>
24	No money appropriated in this appropriation may be expended to pay for provider rate			
25	increases that are the result of an annual inflation adjustment. For purposes of this section,			
26	"annual inflation adjustment" means a revision required by regulation to an existing Medicaid			
27	payment rate that results in a new Medicaid payment rate that differs from the existing			
28	Medicaid payment rate by a percentage value or overall average net change value that is either			
29	listed in regulation or listed in the Consumer Price Index for all Urban Consumers, Global			
30	Insight's Healthcare Cost Review, or the Medicare Economic Index.			
31	Behavioral Health Medicaid	64,620,200		
32	Services			
33	Health Care Medicaid	2,500		

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
1			
2			
3	Services		
4	*****	*****	
5	***** <b>Department of Labor and Workforce Development</b> *****		
6	*****	*****	
7	<b>Commissioner and Administrative</b>	<b>76,500</b>	<b>76,500</b>
8	<b>Services</b>		
9	Labor Market Information	76,500	
10	<b>Employment and Training Services</b>	<b>125,000</b>	<b>125,000</b>
11	Workforce Services	125,000	
12	*****	*****	
13	***** <b>Department of Law</b> *****		
14	*****	*****	
15	<b>Civil Division</b>	<b>100,200</b>	<b>100,200</b>
16	Human Services	100,200	
17	*****	*****	
18	***** <b>Department of Natural Resources</b> *****		
19	*****	*****	
20	<b>Administration &amp; Support Services</b>	<b>4,213,200</b>	<b>4,213,200</b>
21	Mental Health Trust Lands	4,213,200	
22	Administration		
23	*****	*****	
24	***** <b>Department of Public Safety</b> *****		
25	*****	*****	
26	<b>Council on Domestic Violence and</b>	<b>2,000,000</b>	<b>2,000,000</b>
27	<b>Sexual Assault</b>		
28	Council on Domestic	2,000,000	
29	Violence and Sexual Assault		
30	It is the intent of the legislature that recidivism reduction funding appropriated in this		
31	allocation may be used to fund victim services programs.		
32	*****	*****	
33	***** <b>Department of Revenue</b> *****		



	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
	* * * * *	* * * * *	
<b>Taxation and Treasury</b>		<b>40,000</b>	<b>40,000</b>
Treasury Division	40,000		
Of the amount appropriated in this allocation, up to \$500,000 of budget authority may be transferred between the following fund codes: Group Health and Life Benefits Fund 1017, FICA Administration Fund Account 1023, Public Employees Retirement Trust Fund 1029, Teachers Retirement Trust Fund 1034, Judicial Retirement System 1042, National Guard Retirement System 1045.			
<b>Alaska Mental Health Trust Authority</b>		<b>4,830,700</b>	<b>963,300</b>
Mental Health Trust	4,367,400		
Operations			
Long Term Care Ombudsman	463,300		
Office			
<b>Alaska Housing Finance Corporation</b>		<b>100,000</b>	<b>100,000</b>
AHFC Operations	100,000		
	* * * * *	* * * * *	
	* * * * *	<b>University of Alaska</b>	* * * * *
	* * * * *	* * * * *	
It is the intent of the legislature that cuts or reallocations of unrestricted general funds to the University of Alaska Anchorage, University of Alaska Fairbanks and University of Alaska Southeast, on a percentage basis, not exceed cuts or reallocations of unrestricted general funds to the University of Alaska Statewide Administration.			
<b>University of Alaska</b>		<b>2,593,400</b>	<b>805,800</b>
Anchorage Campus	2,543,400		
Fairbanks Campus	50,000		
	* * * * *	* * * * *	
	* * * * *	<b>Judiciary</b>	* * * * *
	* * * * *	* * * * *	
<b>Alaska Court System</b>		<b>227,000</b>	<b>227,000</b>

It is the intent of the legislature that the court system raise the filing fee from \$200 to \$500 for Superior Court monetary damage claims of \$100,000 or more.

	<b>Appropriation</b>	<b>General</b>	<b>Other</b>
	<b>Allocations</b>	<b>Items</b>	<b>Funds</b>
	<b>Funds</b>	<b>Funds</b>	<b>Funds</b>
1			
2			
3	Trial Courts	227,000	
4	<b>Therapeutic Courts</b>	<b>3,059,900</b>	<b>2,840,500</b>
5	Therapeutic Courts	3,059,900	<b>219,400</b>
6	(SECTION 2 OF THIS ACT BEGINS ON THE NEXT PAGE)		

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

3 Funding Source	Amount
<b>4 Department of Administration</b>	
5 1037 General Fund / Mental Health	2,125,300
6 1092 Mental Health Trust Authority Authorized Receipts	193,800
7 *** Total Agency Funding ***	2,319,100
<b>8 Department of Corrections</b>	
9 1037 General Fund / Mental Health	7,756,800
10 1092 Mental Health Trust Authority Authorized Receipts	387,900
11 1246 Recidivism Reduction Fund	2,000,000
12 *** Total Agency Funding ***	10,144,700
<b>13 Department of Education and Early Development</b>	
14 1037 General Fund / Mental Health	377,800
15 1092 Mental Health Trust Authority Authorized Receipts	50,000
16 *** Total Agency Funding ***	427,800
<b>17 Department of Health and Social Services</b>	
18 1037 General Fund / Mental Health	156,932,700
19 1092 Mental Health Trust Authority Authorized Receipts	5,271,000
20 1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	23,624,500
21 1246 Recidivism Reduction Fund	2,000,000
22 *** Total Agency Funding ***	187,828,200
<b>23 Department of Labor and Workforce Development</b>	
24 1092 Mental Health Trust Authority Authorized Receipts	201,500
25 *** Total Agency Funding ***	201,500
<b>26 Department of Law</b>	
27 1037 General Fund / Mental Health	100,200
28 *** Total Agency Funding ***	100,200
<b>29 Department of Natural Resources</b>	
30 1092 Mental Health Trust Authority Authorized Receipts	4,213,200
31 *** Total Agency Funding ***	4,213,200

1	<b>Department of Public Safety</b>	
2	1246 Recidivism Reduction Fund	2,000,000
3	*** Total Agency Funding ***	2,000,000
4	<b>Department of Revenue</b>	
5	1037 General Fund / Mental Health	463,300
6	1092 Mental Health Trust Authority Authorized Receipts	140,000
7	1094 Mental Health Trust Administration	3,867,400
8	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	500,000
9	*** Total Agency Funding ***	4,970,700
10	<b>University of Alaska</b>	
11	1037 General Fund / Mental Health	805,800
12	1092 Mental Health Trust Authority Authorized Receipts	1,787,600
13	*** Total Agency Funding ***	2,593,400
14	<b>Judiciary</b>	
15	1037 General Fund / Mental Health	2,549,500
16	1092 Mental Health Trust Authority Authorized Receipts	219,400
17	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	518,000
18	*** Total Agency Funding ***	3,286,900
19	<b>* * * * * Total Budget * * * * *</b>	<b>218,085,700</b>
20	(SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)	

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

3	Funding Source	Amount
4	<b>Unrestricted General</b>	
5	1037 General Fund / Mental Health	171,111,400
6	*** Total Unrestricted General ***	171,111,400
7	<b>Designated General</b>	
8	1180 Alcohol and Other Drug Abuse Treatment & Prevention Fund	24,642,500
9	1246 Recidivism Reduction Fund	6,000,000
10	*** Total Designated General ***	30,642,500
11	<b>Other Non-Duplicated</b>	
12	1092 Mental Health Trust Authority Authorized Receipts	12,464,400
13	1094 Mental Health Trust Administration	3,867,400
14	*** Total Other Non-Duplicated ***	16,331,800

15 (SECTION 4 OF THIS ACT BEGINS ON THE NEXT PAGE)

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

	Appropriation	General	Other
	Allocations	Items	Funds
	* * * * *	* * * * *	
	<b>* * * * * Department of Health and Social Services * * * * *</b>		
	* * * * *	* * * * *	
MH Deferred Maintenance and Accessibility Improvements (HD 1-40)	250,000		250,000
MH Home Modification and Upgrades to Retain Housing (HD 1-40)	1,050,000	750,000	300,000
	* * * * *	* * * * *	
	<b>* * * * * Department of Revenue * * * * *</b>		
	* * * * *	* * * * *	
<b>Alaska Housing Finance Corporation</b>			
MH: AHFC Beneficiary and Special Needs Housing (HD 1-40)	1,700,000	1,500,000	200,000
MH: AHFC Homeless Assistance Program (HD 1-40)	7,800,000	6,850,000	950,000
	* * * * *	* * * * *	
	<b>* * * * * Department of Transportation and Public Facilities * * * * *</b>		
	* * * * *	* * * * *	
MH Coordinated Transportation and Vehicles (HD 1-40)	1,300,000	1,000,000	300,000

(SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE)

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

3	Funding Source	Amount
4	<b>Department of Health and Social Services</b>	
5	1037 General Fund / Mental Health	750,000
6	1092 Mental Health Trust Authority Authorized Receipts	550,000
7	*** Total Agency Funding ***	1,300,000
8	<b>Department of Revenue</b>	
9	1004 Unrestricted General Fund Receipts	2,871,000
10	1037 General Fund / Mental Health	1,334,700
11	1092 Mental Health Trust Authority Authorized Receipts	1,150,000
12	1139 Alaska Housing Finance Corporation Dividend	4,144,300
13	*** Total Agency Funding ***	9,500,000
14	<b>Department of Transportation and Public Facilities</b>	
15	1037 General Fund / Mental Health	1,000,000
16	1092 Mental Health Trust Authority Authorized Receipts	300,000
17	*** Total Agency Funding ***	1,300,000
18	<b>*** Total Budget ***</b>	<b>12,100,000</b>

19 (SECTION 6 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 \* **Sec. 6.** The following sets out the statewide funding for the appropriations made in sec. 4 of  
2 this Act.

3	Funding Source	Amount
4	<b>Unrestricted General</b>	
5	1004 Unrestricted General Fund Receipts	2,871,000
6	1037 General Fund / Mental Health	3,084,700
7	1139 Alaska Housing Finance Corporation Dividend	4,144,300
8	*** Total Unrestricted General ***	10,100,000
9	<b>Other Non-Duplicated</b>	
10	1092 Mental Health Trust Authority Authorized Receipts	2,000,000
11	*** Total Other Non-Duplicated ***	2,000,000

12 (SECTION 7 OF THIS ACT BEGINS ON THE NEXT PAGE)



1     \* **Sec. 7. PURPOSE.** In accordance with AS 37.14.003 and 37.14.005, the appropriations  
2 made in this Act are for the state's integrated comprehensive mental health program.

3     \* **Sec. 8. NONGENERAL FUND RECEIPTS.** (a) Alaska Mental Health Trust Authority  
4 authorized receipts (AS 37.14.036) or administration receipts (AS 37.14.036) that exceed the  
5 amounts appropriated in this Act are appropriated conditioned upon compliance with the  
6 program review provisions of AS 37.07.080(h).

7             (b) If Alaska Mental Health Trust Authority authorized receipts (AS 37.14.036) or  
8 administration receipts (AS 37.14.036) fall short of the estimates used as the basis of the  
9 appropriation, the affected appropriation is reduced by the amount of the shortfall in receipts.

10    \* **Sec. 9. RECIDIVISM REDUCTION FUND.** (a) If the balance of the recidivism reduction  
11 fund (AS 43.61.010(c)) is insufficient to fund the appropriations made in sec. 1 of this Act  
12 from the recidivism reduction fund (AS 43.61.010(c)), the amount necessary to fully fund the  
13 appropriations made in sec. 1 of this Act from the recidivism reduction fund  
14 (AS 43.61.010(c)) is appropriated from the general fund from the taxes collected on alcoholic  
15 beverages that are not deposited into the alcohol and other drug abuse treatment and  
16 prevention fund (AS 43.60.050) to the recidivism reduction fund (AS 43.61.010(c)).

17             (b) If an appropriation is made under (a) of this section to cover a shortfall in the  
18 recidivism reduction fund (AS 43.61.010(c)) and there is a balance in the recidivism reduction  
19 fund (AS 43.61.010(c)) on June 30, 2018, the amount of the shortfall is appropriated from the  
20 recidivism reduction fund (AS 43.61.010(c)) to the general fund.

21    \* **Sec. 10. SALARY AND BENEFIT ADJUSTMENTS.** (a) The appropriations made in sec.  
22 1 of this Act include amounts for salary and benefit adjustments for public officials, officers,  
23 and employees of the executive branch, Alaska Court System employees, employees of the  
24 legislature, and legislators and to implement the terms for the fiscal year ending June 30,  
25 2018, of the following ongoing collective bargaining agreements:

26             (1) Alaska Correctional Officers Association, representing the correctional  
27 officers unit;

28             (2) Alaska State Employees Association, for the general government unit;

29             (3) Alaska Public Employees Association, for the supervisory unit;

30             (4) Public Employees Local 71, for the labor, trades, and crafts unit;

31             (5) Alaska Vocational Technical Center Teachers' Association, National

1 Education Association, representing the employees of the Alaska Vocational Technical  
2 Center;

3 (6) Confidential Employees Association, representing the confidential unit;

4 (7) Marine Engineers' Beneficial Association, representing licensed engineers  
5 employed by the Alaska marine highway system;

6 (8) Teachers Education Association of Mt. Edgecumbe;

7 (9) Inlandboatmen's Union of the Pacific, Alaska Region, representing the  
8 unlicensed marine unit;

9 (10) Public Safety Employees Association, representing the regularly  
10 commissioned public safety officers unit;

11 (11) International Organization of Masters, Mates, and Pilots, representing the  
12 masters, mates, and pilots unit.

13 (b) The appropriations made to the University of Alaska in sec. 1 of this Act include  
14 amounts for salary and benefit adjustments for the fiscal year ending June 30, 2018, for  
15 university employees who are not members of a collective bargaining unit and to implement  
16 the terms for the fiscal year ending June 30, 2018, of the following collective bargaining  
17 agreements:

18 (1) University of Alaska Federation of Teachers (UAFT);

19 (2) Alaska Higher Education Crafts and Trades Employees, Local 6070;

20 (3) Fairbanks Firefighters Union, IAFF Local 1324;

21 (4) United Academic - Adjuncts - American Association of University  
22 Professors, American Federation of Teachers.

23 (c) If a collective bargaining agreement listed in (a) of this section is not ratified by  
24 the membership of the respective collective bargaining unit, the appropriations made in this  
25 Act applicable to the collective bargaining unit's agreement are reduced proportionately by the  
26 amount for that collective bargaining agreement, and the corresponding funding source  
27 amounts are reduced accordingly.

28 (d) If a collective bargaining agreement listed in (b) of this section is not ratified by  
29 the membership of the respective collective bargaining unit and approved by the Board of  
30 Regents of the University of Alaska, the appropriations made in this Act applicable to the  
31 collective bargaining unit's agreement are reduced proportionately by the amount for that

1 collective bargaining agreement, and the corresponding funding source amounts are reduced  
2 accordingly.

3 (e) Appropriations made in sec. 1 of this Act for salary and benefit adjustments as  
4 described in (a) and (b) of this section are for the benefit of the state's integrated  
5 comprehensive mental health program only and do not necessarily affect every group of  
6 noncovered employees or every collective bargaining unit listed in (a) and (b) of this section.

7 \* **Sec. 11.** This Act takes effect July 1, 2017.