

BILL NO.

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FOURTH LEGISLATURE - SECOND SESSION

BY THE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced:

Referred:

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)

* **Section 1.** The following appropriation items are for operating expenditures from the general fund or other funds as set out in the fiscal year 2027 budget summary for the operating budget by funding source to the agencies named for the purposes expressed for the fiscal year beginning July 1, 2026, and ending June 30, 2027, unless otherwise indicated.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
	***** Department of Administration *****		
	*****	*****	
Legal and Advocacy Services		4,318,500	3,894,900
Office of Public Advocacy	2,892,500		
Public Defender Agency	1,426,000		
	*****	*****	
	***** Department of Corrections *****		
	*****	*****	
Community Residential Centers		6,970,500	6,970,500
Community Residential Centers	6,970,500		
Health and Rehabilitation Services		10,209,500	9,707,800
Behavioral Health Care	8,565,600		
Substance Abuse Treatment Program	1,643,900		
	*****	*****	
	***** Department of Education and Early Development *****		
	*****	*****	
Education Support and Admin Services		532,200	377,800
Student and School Achievement	532,200		
	*****	*****	
	***** Department of Family and Community Services *****		
	*****	*****	

	Appropriation	General	Other	
	Allocations	Items	Funds	Funds
At the discretion of the Commissioner of the Department of Family and Community Services, up to \$7,500,000 may be transferred between all appropriations in the Department of Family and Community Services.				
Alaska Psychiatric Institute		22,237,600	22,237,600	
Alaska Psychiatric Institute	21,575,600			
Facility Rent, Operations, and Maintenance	662,000			
Children's Services		2,226,900	2,226,900	
Children's Services Management	69,500			
Front Line Social Workers	148,500			
Family Preservation	726,000			
Foster Care Augmented Rate	500,000			
Foster Care Special Need	782,900			
Juvenile Justice		1,770,900	1,670,900	100,000
McLaughlin Youth Center	989,800			
Fairbanks Youth Facility	143,300			
Bethel Youth Facility	211,800			
Probation Services	326,000			
Juvenile Justice Health Care	100,000			
Departmental Support Services		8,288,300	7,799,000	489,300
Coordinated Health and Complex Care	8,281,400			
Commissioner's Office	6,900			
	*****	*****		
	***** Department of Health *****			
	*****	*****		

At the discretion of the Commissioner of the Department of Health, up to \$15,000,000 may be transferred between all appropriations in the Department of Health.

		Appropriation	General	Other
		Allocations	Funds	Funds
			Items	
3	Behavioral Health		54,062,700	52,253,100
4	Behavioral Health	32,904,100		1,809,600
5	Treatment and Recovery			
6	Grants			
7	Alcohol Safety Action	1,311,100		
8	Program (ASAP)			
9	Behavioral Health	10,220,300		
10	Administration			
11	Behavioral Health	5,987,300		
12	Prevention and Early			
13	Intervention Grants			
14	Alaska Mental Health	1,036,300		
15	Board and Advisory Board			
16	on Alcohol and Drug Abuse			
17	Suicide Prevention Council	626,200		
18	Residential Child Care	1,614,400		
19	Behavioral Health Facility	363,000		
20	Operations and Maintenance			
21	Health Care Services		283,000	283,000
22	Health Facilities Licensing	128,700		
23	and Certification			
24	The amount allocated for Health Facilities Licensing and Certification includes the			
25	unexpended and unobligated balance on June 30, 2026, of general fund program receipts			
26	collected for biennial license fees issued under AS 47.32.050.			
27	Residential Licensing	154,300		
28	Public Health		5,133,000	4,516,200
29	Women, Children and	2,181,000		616,800
30	Family Health			
31	Emergency Programs	700		
32	Chronic Disease Prevention	2,604,800		
33	and Health Promotion			

		Appropriation	General	Other
		Allocations	Items	Funds
			Funds	Funds
3	Bureau of Vital Statistics	74,500		
4	Public Health Facility	272,000		
5	Operations and Maintenance			
6	Senior and Disabilities Services		12,589,200	10,786,300
7	Senior and Disabilities	1,180,600		
8	Community Based Grants			
9	Early Intervention/Infant	7,724,500		
10	Learning Programs			
11	Senior and Disabilities	2,155,900		
12	Services Administration			
13	General Relief/Temporary	740,300		
14	Assisted Living			
15	Commission on Aging	271,000		
16	Governor's Council on	474,400		
17	Disabilities and Special			
18	Education			
19	Senior and Disabilities	42,500		
20	Services Facility Operations			
21	and Maintenance			
22	Medicaid Services		82,155,800	82,155,800
23	Medicaid Services	82,155,800		
24		* * * * *	* * * * *	
25	* * * * * Department of Labor and Workforce Development * * * * *			
26		* * * * *	* * * * *	
27	Commissioner and Administrative		25,900	25,900
28	Services			
29	Labor Market Information	25,900		
30	Vocational Rehabilitation		100,000	100,000
31	Vocational Rehabilitation	100,000		
32	Administration			

33 The amount allocated for Vocational Rehabilitation Administration includes the unexpended

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
3 and unobligated balance on June 30, 2026, of receipts from all prior fiscal years collected			
4 under the Department of Labor and Workforce Development's federal indirect cost plan for			
5 expenditures incurred by the Department of Labor and Workforce Development.			
6	*****	*****	
7	***** Department of Law *****		
8	*****	*****	
9 Civil Division	100,100	100,100	
10 The amount appropriated by this appropriation includes the unexpended and unobligated			
11 balance on June 30, 2026, of inter-agency receipts collected in the Department of Law's			
12 federally approved cost allocation plan.			
13 Health, Safety & Welfare	100,100		
14	*****	*****	
15	***** Department of Natural Resources *****		
16	*****	*****	
17 Administration & Support Services	6,438,200		6,438,200
18 Mental Health Trust Lands	5,542,400		
19 Administration			
20 Mental Health Trust Lands	895,800		
21 Facility Operations and			
22 Maintenance			
23	*****	*****	
24	***** Department of Public Safety *****		
25	*****	*****	
26 Alaska State Troopers	60,000		60,000
27 Alaska State Trooper	60,000		
28 Detachments			
29 Alaska Police Standards Council	80,000		80,000
30 The amount appropriated by this appropriation includes the unexpended and unobligated			
31 balance on June 30, 2026, of the receipts collected under AS 12.25.195(c), AS 12.55.039,			
32 AS 28.05.151, and AS 29.25.074 and receipts collected under AS 18.65.220(7).			
33 Alaska Police Standards	80,000		

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
1			
2			
3	Council		
4	Integrated Victim Assistance	1,617,500	1,617,500
5	Council on Domestic	1,617,500	
6	Violence and Sexual Assault		
7	*****	*****	
8	***** Department of Revenue *****		
9	*****	*****	
10	Alaska Mental Health Trust Authority	6,718,500	787,100
11	Mental Health Trust	5,931,400	
12	Operations		
13	Long Term Care	787,100	
14	Ombudsman Office		
15	Alaska Housing Finance Corporation	200,000	200,000
16	AHFC Operations	200,000	
17	*****	*****	
18	***** University of Alaska *****		
19	*****	*****	
20	University of Alaska	3,431,800	805,800
21	Anchorage Campus	3,381,800	
22	Troth Yeddha' Campus	50,000	
23	*****	*****	
24	***** Judiciary *****		
25	*****	*****	
26	Alaska Court System	634,800	532,800
27	Trial Courts	634,800	
28	Therapeutic Courts	4,562,700	4,404,400
29	Therapeutic Courts	4,562,700	158,300
30	(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
2 of this Act.

3	Funding Source	Amount
4	Department of Administration	
5	1037 General Fund / Mental Health	3,894,900
6	1092 Mental Health Trust Authority Authorized	423,600
7	Receipts	
8	*** Total Agency Funding ***	\$4,318,500
9	Department of Corrections	
10	1037 General Fund / Mental Health	9,707,800
11	1092 Mental Health Trust Authority Authorized	501,700
12	Receipts	
13	1246 Recidivism Reduction Fund	6,970,500
14	*** Total Agency Funding ***	\$17,180,000
15	Department of Education and Early Development	
16	1037 General Fund / Mental Health	377,800
17	1092 Mental Health Trust Authority Authorized	154,400
18	Receipts	
19	*** Total Agency Funding ***	\$532,200
20	Department of Family and Community Services	
21	1037 General Fund / Mental Health	33,934,400
22	1092 Mental Health Trust Authority Authorized	589,300
23	Receipts	
24	*** Total Agency Funding ***	\$34,523,700
25	Department of Health	
26	1037 General Fund / Mental Health	118,963,000
27	1092 Mental Health Trust Authority Authorized	4,229,300
28	Receipts	
29	1180 Alcohol and Other Drug Abuse Treatment &	20,100,000
30	Prevention Fund	
31	1246 Recidivism Reduction Fund	4,412,000

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1	1254 Marijuana Education and Treatment Fund	6,519,400
2	*** Total Agency Funding ***	\$154,223,700
3	Department of Labor and Workforce Development	
4	1092 Mental Health Trust Authority Authorized	125,900
5	Receipts	
6	*** Total Agency Funding ***	\$125,900
7	Department of Law	
8	1037 General Fund / Mental Health	100,100
9	*** Total Agency Funding ***	\$100,100
10	Department of Natural Resources	
11	1092 Mental Health Trust Authority Authorized	6,438,200
12	Receipts	
13	*** Total Agency Funding ***	\$6,438,200
14	Department of Public Safety	
15	1092 Mental Health Trust Authority Authorized	140,000
16	Receipts	
17	1246 Recidivism Reduction Fund	1,617,500
18	*** Total Agency Funding ***	\$1,757,500
19	Department of Revenue	
20	1037 General Fund / Mental Health	787,100
21	1092 Mental Health Trust Authority Authorized	200,000
22	Receipts	
23	1094 Mental Health Trust Administration	5,931,400
24	*** Total Agency Funding ***	\$6,918,500
25	University of Alaska	
26	1037 General Fund / Mental Health	805,800
27	1092 Mental Health Trust Authority Authorized	2,626,000
28	Receipts	
29	*** Total Agency Funding ***	\$3,431,800
30	Judiciary	
31	1037 General Fund / Mental Health	4,937,200

1	1092 Mental Health Trust Authority Authorized	260,300
2	Receipts	
3	* * * Total Agency Funding * * *	\$5,197,500
4	* * * Total Budget * * *	\$234,747,600
5	(SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)	

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

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
	***** Department of Health *****		
	*****	*****	
MH Trust: Deferred Maintenance and Accessibility Improvements (HD 1-40)	500,000		500,000
MH Trust: Home Modification and Upgrades to Retain Housing (HD 1-40)	1,150,000	1,150,000	
MH Trust: Person Centered Transportation (HD 1-40)	250,000		250,000
MH Trust: Universal Changing Spaces Assistance Fund (HD 1-40)	250,000		250,000
	*****	*****	
	***** Department of Revenue *****		
	*****	*****	
Alaska Housing Finance Corporation			
MH Trust: AHFC Homeless Assistance Program (HD 1-40)	5,000,000	4,050,000	950,000
MH Trust: AHFC Beneficiary and Special Needs Housing (HD 1-40)	1,950,000	1,750,000	200,000
MH Trust: AHFC Rural Housing Coordinator - Ketchikan (HD 1-40)	135,000		135,000
	*****	*****	
	***** Department of Transportation and Public Facilities *****		
	*****	*****	
MH Trust: Coordinated Transportation and Vehicles (HD 1-40)	700,000	700,000	

1	Appropriation	General	Other
2	Allocations	Items	Funds
3	(SECTION 4 OF THIS ACT BEGINS ON THE NEXT PAGE)		

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

3	Funding Source	Amount
4	Department of Health	
5	1037 General Fund / Mental Health	1,150,000
6	1092 Mental Health Trust Authority Authorized	1,000,000
7	Receipts	
8	*** Total Agency Funding ***	\$2,150,000
9	Department of Revenue	
10	1092 Mental Health Trust Authority Authorized	1,285,000
11	Receipts	
12	1139 Alaska Housing Finance Corporation Dividend	5,800,000
13	*** Total Agency Funding ***	\$7,085,000
14	Department of Transportation and Public Facilities	
15	1037 General Fund / Mental Health	700,000
16	*** Total Agency Funding ***	\$700,000
17	*** Total Budget ***	\$9,935,000

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

1 * **Sec. 5.** The following summarizes by fund source the funding for appropriations made in
 2 secs. 1 and 3 of this Act.

3 Funding Source	Amount
4 Unrestricted General Funds	
5 1037 General Fund / Mental Health	175,358,100
6 1139 Alaska Housing Finance Corporation Dividend	5,800,000
7 * * * Total Unrestricted General Funds * * *	\$181,158,100
8 Designated General Funds	
9 1180 Alcohol and Other Drug Abuse Treatment &	20,100,000
10 Prevention Fund	
11 1246 Recidivism Reduction Fund	13,000,000
12 1254 Marijuana Education and Treatment Fund	6,519,400
13 * * * Total Designated General Funds * * *	\$39,619,400
14 Other Non-Duplicated Funds	
15 1092 Mental Health Trust Authority Authorized	17,973,700
16 Receipts	
17 1094 Mental Health Trust Administration	5,931,400
18 * * * Total Other Non-Duplicated Funds * * *	\$23,905,100
19 Other Duplicated Funds	
20 * * * Total Other Duplicated Funds * * *	\$0
21 Federal Receipts	
22 * * * Total Federal Receipts * * *	\$0
23 * * * Total Budget * * *	\$244,682,600

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

1 * **Sec. 6. 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. 7. 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. 8. SALARY AND BENEFIT ADJUSTMENTS.** (a) The appropriations made in
11 sec. 1 of this Act include amounts for salary and benefit adjustments for public officials,
12 officers, and employees of the executive branch, Alaska Court System employees, employees
13 of the legislature, and legislators and to implement the monetary terms for the fiscal year
14 ending June 30, 2027, of the following ongoing collective bargaining agreements:

15 (1) Public Employees Local 71, for the labor, trades, and crafts unit;

16 (2) Alaska Public Employees Association, for the supervisory unit;

17 (3) Teachers' Education Association of Mt. Edgecumbe, representing the
18 teachers of Mt. Edgecumbe High School;

19 (4) Alaska Vocational Technical Center Teachers' Association, National
20 Education Association, representing the employees of the Alaska Vocational Technical
21 Center;

22 (5) International Organization of Masters, Mates, and Pilots, representing the
23 masters, mates, and pilots unit;

24 (6) Alaska State Employees Association, for the general government unit;

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

27 (8) Confidential Employees Association, representing the confidential unit;

28 (9) Inlandboatmen's Union of the Pacific, Alaska Region, representing the
29 unlicensed marine unit.

30 (b) The appropriations made to the University of Alaska in sec. 1 of this Act include
31 amounts for salary and benefit adjustments to implement the monetary terms for the fiscal

1 year ending June 30, 2027, of the following collective bargaining agreements:

2 (1) Alaska Graduate Workers Association/UAW;

3 (2) United Academics - American Association of University Professors,
4 American Federation of Teachers;

5 (3) United Academic - Adjuncts - American Association of University
6 Professors, American Federation of Teachers.

7 (c) If a collective bargaining agreement listed in (a) of this section is not ratified by
8 the membership of the respective collective bargaining unit, the appropriations made in this
9 Act applicable to the collective bargaining unit's agreement are adjusted proportionately by
10 the amount for that collective bargaining agreement, and the corresponding funding source
11 amounts are adjusted accordingly.

12 (d) If a collective bargaining agreement listed in (b) of this section is not ratified by
13 the membership of the respective collective bargaining unit and approved by the Board of
14 Regents of the University of Alaska, the appropriations made in this Act applicable to the
15 collective bargaining unit's agreement are adjusted proportionately by the amount for that
16 collective bargaining agreement, and the corresponding funding source amounts are adjusted
17 accordingly.

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

22 * **Sec. 9.** This Act takes effect July 1, 2026.