

Reappropriation for Analysis of State Corporations

FY2017 Request: \$0
Reference No: AMD 61100

AP/AL: Appropriation **Project Type:** Research / Studies / Planning
Category: Development
Location: Statewide **House District:** Statewide (HD 1-40)
Impact House District: Statewide (HD 1-40) **Contact:** Cheryl Lowenstein
Estimated Project Dates: 06/30/2016 - 06/30/2020 **Contact Phone:** (907)465-5655

Brief Summary and Statement of Need:

In response to Administrative Order No. 281, this project will fund efforts to evaluate the current structure and focus of Alaska Housing Finance Corporation (AHFC), the Alaska Energy Authority (AEA), and the Alaska Industrial Development and Export Authority (AIDEA). The Department of Administration will engage consulting expertise necessary to evaluate and make recommendations as prescribed by the Administrative Order. The total project cost is estimated to be approximately \$1 million with contributions from AIDEA and AHFC in addition to the proposed reappropriation of \$500,000.

Funding:	<u>FY2017</u>	<u>FY2018</u>	<u>FY2019</u>	<u>FY2020</u>	<u>FY2021</u>	<u>FY2022</u>	<u>Total</u>
1004 Gen Fund							\$0
Total:	\$0	\$0	\$0	\$0	\$0	\$0	\$0

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input checked="" type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

No prior funding history.

Project Description/Justification:

As outlined in the Administrative Order, the objectives are to:

1. Create economic vitality in Alaska with opportunities for every community in Alaska to grow and prosper.
2. Streamline and better focus the State's economic development institutions, specifically the Alaska Housing Finance Corporation (AHFC), the Alaska Energy Authority (AEA), and the Alaska Industrial Development and Export Authority (AIDEA);
3. Identify enterprise or other models of development that can be applied to housing, power generation and transmission, water and wastewater, broadband, health, and natural resource industries and infrastructure to simultaneously increase quality, access, and reduce costs of providing services;

4. Engage with stakeholders in a transparent and open process to develop strategies for economic development that optimizes the use of State powers and resources and strengthens the relationships among public, tribal, nonprofit, and private enterprise stakeholders;
5. Efficiently use the assets of public corporations of the State;
6. Engage with stakeholders in a transparent and open process to find efficiencies and reduce costs associated with the State's public corporations;
7. Protect the interests of bondholders, assets of the State, and affected entities to ensure an orderly process and maximum protection of State finances; and
8. Identify State lands and facilities having a potential for economic development.

In developing the plan of recommendations, the Commissioners of the Department of Revenue and the Department of Commerce, Community, and Economic Development shall provide options to enhance the State's economic development strategies and tools in order to efficiently use the assets of AHFC, AEA, and AIDEA; consolidate the State's existing enterprise and development related statutory authority, powers, and resources; expand the authority, powers, and resources of the State for enterprise-driven initiatives using industry best practice financing and development techniques; and enhance the use of enterprise-based approaches to further develop housing, power generation and transmission, water and wastewater, and broadband, health, and natural resource industries and infrastructure in Alaska that simultaneously increase quality, access, and reduce cost. The analysis shall develop an inventory of any assets owned by AHFC, AEA, and AIDEA that could be appropriately sold to a third party while maintaining important public purpose benefits; provide options to transfer and consolidate essential routine and complementary functions between AHFC, AEA, AIDEA, and other agencies and departments of the State; ensure a positive process that engages the stakeholders of the corporations and the State; perform due diligence appropriate for the recommendations.

The unexpended and unobligated balance, estimated to be \$500,000, of the appropriation made in sec. 1, ch. 18, SLA 2014, page 3, lines 8 - 9 (Department of Commerce, Community and Economic Development, Alaska Energy Authority – Energy Plan Implementation - \$500,000) is reappropriated to the Department of Administration for the analysis of state corporations.

**Time Accounting Module Changes to Alaska Corrections
Offender Management System and Victim Information
Notification System**

FY2017 Request: \$1,500,000
Reference No: AMD 61564

AP/AL: Appropriation

Project Type: Information Technology /
Systems / Communication

Category: Public Protection

Location: Statewide

House District: Statewide (HD 1-40)

Impact House District: Statewide (HD 1-40)

Contact: April Wilkerson

Estimated Project Dates: 07/01/2016 - 06/30/2021

Contact Phone: (907)465-3460

Brief Summary and Statement of Need:

Changes are required to the Time Accounting module within the department's Alaska Corrections Offender Management System and to the Victim Information Notification System to accommodate probation and parole incentive changes.

Funding:	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	Total
1004 Gen Fund	\$1,500,000						\$1,500,000
Total:	\$1,500,000	\$0	\$0	\$0	\$0	\$0	\$1,500,000

State Match Required One-Time Project Phased - new Phased - underway On-Going
0% = Minimum State Match % Required Amendment Mental Health Bill

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

No prior funding history.

Project Description/Justification:

Changes are required to the Time Accounting module within the department's Alaska Corrections Offender Management System and to the Victim Information Notification System to accommodate probation and parole incentive changes in the Omnibus Criminal Law and Procedures legislation (SB 91).

Probationers will receive earned compliance credit when the probationer successfully complies with all conditions of probation or parole allowing for early termination. Automatic Administrative Parole changes will allow offenders a limited category of automatic release without a hearing if the prisoner has: met the conditions of imprisonment, is not excluded by court order, has agreed to the conditions of parole, the victim does not request a hearing, and the prisoner has met the requirements of the case plan. These changes will require revisions to the inmate time accounting system.

A reduction to the overall institutional population is anticipated and is included in the department's population projections.

**Time Accounting Module Changes to Alaska Corrections
Offender Management System and Victim Information
Notification System**

**FY2017 Request: \$1,500,000
Reference No: AMD 61564**

Revisions to both the departments Victim Information Notification (VIN) System and the Time Accounting System will be required. This request is for one-time funding.

administrative matching funds are available to fund 90 percent of the incentive payments. State general funds are used to provide the 10 percent match requirement.

CMS published a State Medicaid Director's letter on February 29, 2016, which allows federal financial support of onboarding Medicaid providers to HIEs that support the professionals and hospitals that are eligible for the Medicaid Electronic Health Record (EHR) Incentive Payment Program and their ability to achieve meaningful use.

This project supports:

- Activities in the Medicaid Reform bill, SB74, section 38, Tribal Medicaid Reimbursement
- Activities associated with the CMS State Medicaid Director's letter #16-002: Federal Funding for Services "Received Through" an IHS/Tribal Facility and Furnished to Medicaid-Eligible American Indians and Alaska Natives
- Activities associated with the CMS State Medicaid Director's letter #16-003: Availability of HITECH Administrative Matching Funds to help Professionals and Hospitals Eligible for Medicaid EHR Incentive Payments Connect to Other Medicaid Providers

Based on projections provided by the Alaska eHealth Network, the cost obligation for this type of incentive would be:

- Total number of projected provider organizations: 100 (includes primary care, specialty, behavioral health, others such as case managers or similar)
- Average cost per EHR per site (meaning that if a provider organization has 10 practitioners, and all are using a single EHR solution, these costs would be applied just once for the EHR not 10 times for each practitioner): \$40,000/per EHR

Costs would include project management, administrative costs, interface development, and training. Providers will use incentive dollars to pay for the connection and/or interface of their Electronic Health Record solutions (which is an IT solution the provider already owns) to the HIE, or for fee-for-service, web-based query access of the HIE because they do not have/own an Electronic Health Record solution.

Cost Breakdown

Project Management & Administrative Cost	\$9,000
System Interface Cost	\$30,000
Training Cost	\$1,000

Project Management and Administrative Costs include: data coordination, standardization, marketing, contracting, participant liaison/coordination, account management, coordination of statewide planning for all HIE participants and other general administrative costs.

Funding Breakdown

Federal	\$3,600,000
State General Funds (GF/Match)	\$400,000
Capital Fund Administration (GF/Match)	\$80,000
Total cost for incentives to 100 provider organizations	\$4,080,000

Capital Fund Administration Costs include: general administrative costs for Capital project management.