

State of Alaska FY2002 Governor's Operating Budget

Department of Revenue
Alaska Mental Health Trust Authority
BRU/Component

Component: Alaska Mental Health Trust Authority

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Component Mission

To ensure access to comprehensive and integrated mental health programs.

Component Services Provided

Administer the Mental Health Trust in carrying out its trust obligations.

- Enhance and protect the land assets of the Trust;
- Enhance and protect the cash assets of the Trust;
- Provide leadership in advocacy, planning, implementing and funding of a comprehensive integrated mental health program; and
- Spend Trust income to improve the lives and circumstances of trust beneficiaries.

Component Goals and Strategies

- Maximize revenues from Trust Land assets;
- Maximize revenues from Trust Cash Asset;
- Ensure leadership in advocacy, planning, implementing, funding and evaluating of the comprehensive integrated mental health program;
- Use Trust income to maintain efficient and fully accountable operations for programs and projects that improve the lives and circumstances of the Trust beneficiaries;
- Develop a partnering initiative to leverage funds from private corporations and foundations for mental health programs.

Key Component Issues for FY2001 – 2002

- In light of the stock market changes and volatility, maintain a Principal Reserve account balance sufficient to protect the disbursement rate over time so as to allow the comprehensive integrated mental health program budget to remain funded at a constant level.
- Replacing and reducing the size of the state psychiatric hospital, while simultaneously increasing the Southcentral Alaska community-based services to compensate for this downsizing.
- To coordinate and collaborate with the various state agencies, providers and advocacy groups to meet the program needs of the trust beneficiaries.
- To support the innovative programs and projects in the areas of housing, transportation, employment, and service needs for Trust beneficiaries, while maintaining the current funding level for mental health programs and projects to avoid a serious gap in services.
- To provide support to the various task forces on insurance parity, employment, community-based services, homeless, and transportation issues so as to allow the current state administered programs to continue until a solution or mandate can be met.
- The lack of knowledge about the Alaska Mental Health Trust has focused our attention on educating the beneficiaries, their families, policymakers and the public about the Trust's responsibilities and activities.
- Develop a partnering initiative to leverage funds from private corporations and foundations for mental health programs.

Major Component Accomplishments for FY2000

- We have used Trust land and income for a plan to downsize and build the new state psychiatric hospital while improving the Southcentral community-based services to absorb the downsized patient beds.
- We have used Trust income to leverage other funds and to make a coordinated effort at establishing or improving beneficiary housing, transportation services, quality assurance, community telepsychiatry, and employment initiatives. Trust dollars also leveraged funds for direct service provider training, the women's and men's substance abuse treatment, jail alternative services, medicaid services, rural emergency services, fetal alcohol effects and syndrome, the children's care coordination services, and a mental health consumer affairs program.

Statutory and Regulatory Authority

AS 37.14
AS 47.30

Key Performance Measures for FY2002

Measure: Trust Land Revenues- Use the CIP resources to increase gross annual revenues for Trust Land by 18% and hold core costs Trust Land Office Administration at 25% of the gross annual revenue.
(Not yet addressed by Legislature.)

Current Status:

The Trust Land gross revenues for FY2001 are \$4.1 million. For the 1st Quarter of FY2001, the gross revenues are at 44% of that goal. The core costs of the Trust Land Office administration for the 1st Quarter of FY2001 are approximately \$285.0 (30% of the budget) or about 7% of the gross revenue.

Measure: Trust Cash Assets - Disburse 3.5% of the Trust's cash assets and hold Trust Authority Administration budget at 10% of the disbursed amount.
(Not yet addressed by Legislature.)

Current Status:

The current disbursement rate for FY2001 is 3.5% and \$11,762.5 is the projected amount available for funding the FY2002 MHTAAR (Mental Health Trust Authority Authorized Receipt) Budget recommendations. The Trust Authority Administrative Budget for FY2001 is \$940.2 and for FY2002 is \$964.0 which is 8% of the disbursed amount.

Measure: At least 50% of the MHTAAR funded projects and 80% of small projects funded with Trust income will report consumer-oriented performance measures.
(Not yet addressed by Legislature.)

Current Status:

In FY2000, a total of 42 of the 103 MHTAAR funded projects reported on performance measures to some extent, a rate of 40%. For FY2001, the Trust changed the reporting requirements to an implementation report due in November. This report only addresses an implementation plan for new projects beginning in FY 2001. The status reports of all projects are due in June.

In FY2000, 76% of the small projects reported completion or partial achievement of the consumer oriented performance measures. Too soon to measure FY2001.

Measure: The Trust will spend income to develop 3 new partnerships, leverage \$2,000.0 in other funds, initiate 3 collaborative board projects and allocate 50% of the small projects funding for rural projects.
(Not yet addressed by Legislature.)

Current Status:

In FY2001, the Trust has worked with several external foundations to establish funding partnerships with the Denali Commission, Murdock Foundation and the Alaska Tribal Health Consortium. The final funding decisions are still pending. As of October, the Trust has funded 20 small projects (47% for rural). The Trust funded 12 collaborative board projects or approximately 25% of the total disbursed amount. (\$2,885.0)

Measure: The amount of revenue from land and cash.
(Developed jointly with Legislature in FY2000.)

Current Status:

In FY2002, the Trust projects \$15,849.3 available for funding the mental health programs. \$11,762.5 in Trust investment income (APFC), \$1,800.0 in Trust Land income, \$600.0 interest on the Department of Revenue income accounts, \$700.0 unobligated MHTAAR from FY2001, and \$986.8 from lapsed MHTAAR from FY2000.

Measure: The percentage of trust income disbursed for mental health programs.
(Developed jointly with Legislature in FY2000.)

Current Status:

In FY01, the Trust disbursed \$17,775.3 of Trust income. 59% for Mental Health Operating, 24% Mental Health Capital, 10% Trust Land Operating and Capital, 5% for Trust Authority Administration and 2% for Small Grants and Contracts.

In FY2001, the Trust increased the disbursement of Trust income by 53% over the prior fiscal year for mental health programs.

Measure: The number of partners and the amount of money from mental health trust programs received from funding partners.
(Developed jointly with Legislature in FY2000.)

Current Status:

In FY00, the Trust partnered with 7 different funders, Federal SAMHSA, Federal Transit Authority, AHFC, Fairbanks Borough and City, Petersburg, and Alaska Tribal Health Consortium.

	MHTAAR	Partnering funds
Operating Projects:	\$469.0 MHTAAR	\$1,141.2 PARTNERING
Capital Projects:	\$2,500.0 MHTAAR	\$7,550.0 PARTNERING
TOTAL:	\$2,969.0 MHTAAR	\$8,691.2 PARTNERING
	\$2.93 match for each \$1.00 MHTAAR	

Status of FY2001 Performance Measures

	<i>Achieved</i>	<i>On track</i>	<i>Too soon to tell</i>	<i>Not likely to achieve</i>	<i>Needs modification</i>
<ul style="list-style-type: none"> Trust Land Revenues- Use the CIP resources to increase gross annual revenues for Trust Land by 18% and hold core costs Trust Land Office Administration at 25% of the gross annual revenue. Trust Cash Assets - Disburse 3.25% of the Trust's cash assets and hold Trust Authority Administration budget at 10% of the disbursed amount. 		X			X

	<i>Achieved</i>	<i>On track</i>	<i>Too soon to tell</i>	<i>Not likely to achieve</i>	<i>Needs modification</i>
<ul style="list-style-type: none"> At least 50% of the MHTAAR funded projects and 80% of small projects funded with Trust income will report consumer-oriented performance measures. 					X
<ul style="list-style-type: none"> The Trust will spend income to develop 3 new partnerships, leverage \$2,000.0 in other funds, add 20 new small projects and initiate 3 collaborative board projects. 					X
<ul style="list-style-type: none"> The amount of revenue from land and cash. 			X		
<ul style="list-style-type: none"> The percentage of trust income disbursed for mental health programs. 		X			
<ul style="list-style-type: none"> The number of partners and the amount of money from mental health trust programs received from funding partners. 			X		

Alaska Mental Health Trust Authority
Component Financial Summary

All dollars in thousands

	FY2000 Actuals	FY2001 Authorized	FY2002 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	394.8	457.9	464.0
72000 Travel	86.6	110.0	125.0
73000 Contractual	280.7	352.3	352.3
74000 Supplies	23.1	15.0	15.0
75000 Equipment	2.6	5.0	5.0
76000 Land/Buildings	0.0	0.0	0.0
77000 Grants, Claims	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	787.8	940.2	961.3
Funding Sources:			
1094 Mental Health Trust Administration	787.8	940.2	961.3
Funding Totals	787.8	940.2	961.3

Estimated Revenue Collections

Description	Master Revenue Account	FY2000 Actuals	FY2001 Authorized	FY2001 Cash Estimate	FY2002 Governor	FY2003 Forecast
Unrestricted Revenues						
None.		0.0	0.0	0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0	0.0	0.0
Restricted Revenues						
Mental Health Trust Administration	51425	787.8	940.2	940.2	961.3	992.8
Restricted Total		787.8	940.2	940.2	961.3	992.8
Total Estimated Revenues		787.8	940.2	940.2	961.3	992.8

Alaska Mental Health Trust Authority

Proposed Changes in Levels of Service for FY2002

No anticipated service changes

Summary of Component Budget Changes

From FY2001 Authorized to FY2002 Governor

All dollars in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2001 Authorized	0.0	0.0	940.2	940.2
Adjustments which will continue current level of service:				
-Year 2 Labor Costs - Net Change from FY2001	0.0	0.0	-2.7	-2.7
Proposed budget increases:				
-Increment to reflect FY02 Spending Plan	0.0	0.0	23.8	23.8
FY2002 Governor	0.0	0.0	961.3	961.3

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Personal Services Information

Authorized Positions			Personal Services Costs	
	FY2001 Authorized	FY2002 Governor		
Full-time	6	7	Annual Salaries	351,359
Part-time	0	0	COLA	5,193
Nonpermanent	1	3	Premium Pay	0
			Annual Benefits	120,504
			<i>Less 2.74% Vacancy Factor</i>	(13,056)
			Lump Sum Premium Pay	0
Totals	7	10	Total Personal Services	464,000

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
[No valid job title]	1	0	0	0	1
Administrative Assistant	1	0	0	0	1
Administrative Clerk II	1	0	0	0	1
Administrative Clerk III	1	0	0	0	1
Administrative Manager III	1	0	0	0	1
Ex Dir AK Mental Hlth Trust	1	0	0	0	1
Graduate Intern I	2	0	0	0	2
Hlth & Soc Svcs Plnr II	2	0	0	0	2
Totals	10	0	0	0	10