

**State of Alaska
FY2004 Governor's Operating Budget**

**Department of Revenue
Alaska Mental Health Trust Authority
BRU/Component Budget Summary**

BRU/Component: Alaska Mental Health Trust Authority

(There is only one component in this BRU. To reduce duplicate information, we did not print a separate BRU section.)

Contact: Jeff Jessee, Executive Director

Tel: (907) 269-7960 **Fax:** (907) 269-7966 **E-mail:** Jeff_Jessee@mhta.revenue.state.ak.us

Component Mission

The mission of the Alaska Mental Health Trust Authority is to ensure a comprehensive and integrated mental health program and to administer the office of the long term care ombudsman (Differs from CH 124, SLA 2002).

Component Services Provided

Administer the Mental Health Trust in carrying out its trust obligations to enhance and protect the land assets of the trust; 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.

Additionally, the Alaska Mental Health Trust Authority (AMHTA) administers the Long Term Care Ombudsman's Office (LTCO). The LTCO was transferred to the AMHTA under Executive Order number 102, which was effective on March 10, 2001.

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;
- Promote and protect the health, safety and rights of older Alaskans.

Key Component Issues for FY2003 – 2004

- 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 or initiatives on the alcohol tax, insurance parity, assisted living rate, suicide prevention council, work force development, 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.
- Educate 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.
- Advocate and enhance the quality of life and care for Alaska residents age 60 and older.

Major Component Accomplishments in 2002

- 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 and the opening of a single point of entry service for psychiatric emergencies in southcentral.
- 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 FY2004

Measure:

The amount of revenue from land and cash.

Sec 139 (b) (1) Ch 124 SLA 2002(HB 515)

Alaska's Target & Progress:

	FY2004	FY2003	FY2002	FY2001	FY2000	FY1999
Land Revenue	6,800.0	5,900.0	7,816.1	7,538.7	3,630.0	3,497.7
Cash Revenue	15,736.6	15,718.2	(5,124.2)	(10,491.6)	27,644.0	24,668.6

- In FY2004, the trust projects \$14,284.4 available for funding the mental health programs: \$10,733.2 in trust investment income (APFC), \$2,700.0 in trust land income, and \$900.0 interest on the Department of Revenue income accounts. Due to the market volatility, this is a 10% reduction from FY2003.

Measure:

The percentage of trust income disbursed for mental health programs.

Sec 139 (b) (2) Ch 124 SLA 2002(HB 515)

Alaska's Target & Progress:

	FY2000	%	FY2001	%	FY2002	%	FY2003	%	FY2004	%
Total Trust Income	16,549.6		20,605.2		18,290.7		15,916.3		14,284.4	
Expenses /Obligations										
Trust Authority Admin	787.9	8.1%	940.0	5.6%	1,040.3	6.3%	1,166.3	7.3%	1,200.0	8.5%
Trust Land Operating & Capital	1,371.9	14.1%	1,632.0	9.7%	1,933.2	11.6%	1,783.2	11.2%	1,883.2	13.3%
MH Programs Operating	4,922.5	50.6%	9,686.1	57.4%	9,910.1	59.6%	8,385.6	52.5%	7,000.0	49.5%
MH Programs Capital	2,325.0	23.9%	4,183.2	24.8%	3,055.0	18.4%	3,413.0	21.4%	3,000.0	21.2%
Small Grants & Contracts	315.0	3.3%	418.2	2.5%	692.0	4.1%	1,217.0	7.6%	1,067.0	7.5%
Total Expenses/ Obligations	9,722.3		16,859.5		16,630.6		15,965.1		14,150.2	

--	--	--	--	--	--	--	--	--	--	--

Measure:

The number of partners and the amount of money from mental health trust programs received from funding partners.

Sec 139 (b) (3) Ch 124 SLA 2002(HB 515)

Alaska's Target & Progress:

- In FY03, the Trust partnered with 7 different funders and private foundations that committed \$4.3 million to the Trust income of \$311,000, which is \$13.83 for every MHTAAR \$1.
- In FY02, the Trust partnered with 14 different funders, federal agencies and private foundations committed \$14 million and the trust will use \$497,000 in trust income.
- 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

Measure:

The Office of the Long Term Care Ombudsman expects a 12% increase in complaint case files and those will be resolved or partially resolved successfully to the complainant's satisfaction.

Alaska's Target & Progress:

The Office of the Long Term Care Ombudsman was transferred to the Alaska Mental Health Trust Authority by Executive Order #102, 3/10/01 and there is not sufficient data available to set a target and measure the progress.

In FY02, the Office of the Long Term Care Ombudsman opened 252 new cases and successfully or partially resolved 173 or 68%.

Alaska Mental Health Trust Authority
Component Financial Summary

All dollars in thousands

	FY2002 Actuals	FY2003 Authorized	FY2004 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	804.4	842.0	953.7
72000 Travel	105.6	112.7	121.1
73000 Contractual	349.1	642.2	567.3
74000 Supplies	46.7	14.5	21.5
75000 Equipment	97.1	8.9	25.9
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	1,402.9	1,620.3	1,689.5
Funding Sources:			
1004 General Fund Receipts	0.0	100.0	0.0
1007 Inter-Agency Receipts	365.2	354.0	390.4
1092 Mental Health Trust Authority Authorized Receipts	0.0	0.0	100.0
1094 Mental Health Trust Administration	1,037.7	1,166.3	1,199.1
Funding Totals	1,402.9	1,620.3	1,689.5

Alaska Mental Health Trust Authority

Proposed Changes in Levels of Service for FY2004

The Alaska Mental Health Trust Authority requests the addition of \$100.0 of MHTAAR funding for the Alcohol Grant Review Project in FY2004. The Alcohol Grant Review Project had \$100.0 of general funds appropriated from the SLA 2002 legislative session. This request fulfills the legislative intent language contained within Section 81(d) to add \$100.0 of matching MHTAAR funds. The Alcohol Grant Review Project is a three year project and both funding sources cover the period of June 30, 2002 through June 30, 2005.

Summary of Component Budget Changes

From FY2003 Authorized to FY2004 Governor

All dollars in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2003 Authorized	100.0	0.0	1,520.3	1,620.3
Adjustments which will continue current level of service:				
-Annualize FY2003 COLA Increase for Supervisory Bargaining Unit	0.0	0.0	0.2	0.2
-Reverse one-time item for Alcohol Grant Review Sec 81(d)(3) Ch1 SSSLA2002	-100.0	0.0	0.0	-100.0
-\$75 per Month Health Insurance Increase for Non-covered Staff	0.0	0.0	11.5	11.5
Proposed budget increases:				
-Increase Inter-Agency funding for Long Term Care Ombudsman operational costs	0.0	0.0	33.6	33.6
-FY2004 Contractual Increases-Trustee Approved	0.0	0.0	23.9	23.9
-Alcohol Grant Review Sec81 (d) (3) CH1 SLA2002 P133 L26 (SB 2006) ADN 04-3-1029	0.0	0.0	100.0	100.0
FY2004 Governor	0.0	0.0	1,689.5	1,689.5

Alaska Mental Health Trust Authority

Personal Services Information

	Authorized Positions		Personal Services Costs	
	<u>FY2003</u> <u>Authorized</u>	<u>FY2004</u> <u>Governor</u>		
Full-time	11	12	Annual Salaries	733,849
Part-time	0	0	Premium Pay	4,651
Nonpermanent	3	3	Annual Benefits	246,526
			<i>Less 3.18% Vacancy Factor</i>	(31,326)
			Lump Sum Premium Pay	0
Totals	14	15	Total Personal Services	953,700

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Supervisor	1	0	0	0	1
Asst Ombudsman	1	0	0	0	1
Dep Long Term Care Ombudsman	1	0	0	0	1
Deputy Director	1	0	0	0	1
Executive Director	1	0	0	0	1
Graduate Intern I	2	0	0	0	2
Long-Term Care Ombudsman	1	0	0	0	1
Office Manager	1	0	0	0	1
Program Service Aide	1	0	0	0	1
Trust Clerk I	1	0	0	0	1
Trust Clerk II	1	0	0	0	1
Trust Financial Officer	1	0	0	0	1
Trust Program Officer	2	0	0	0	2
Totals	15	0	0	0	15