

Stakeholder Meeting FY18/19 Budget Planning Process

May 6, 2016

Trust

Alaska Mental Health
Trust Authority

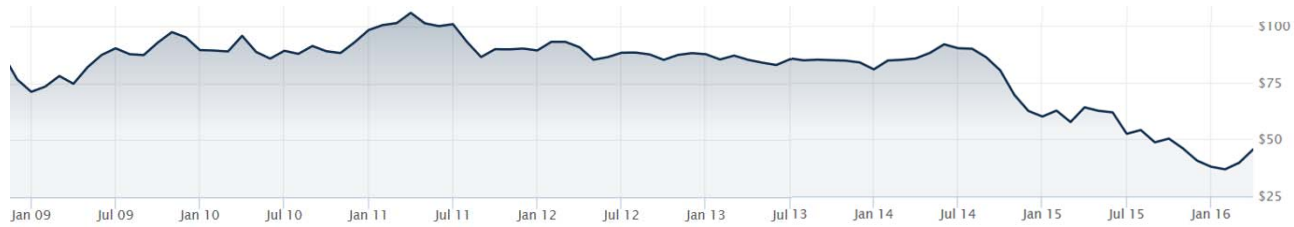


AGENDA

1. Introduction
2. Fiscal Environment
3. Trust Budget Projections
4. Current Priorities: System Changes
5. FY18/19 Budgeting Process
6. Next Steps
7. Q & A

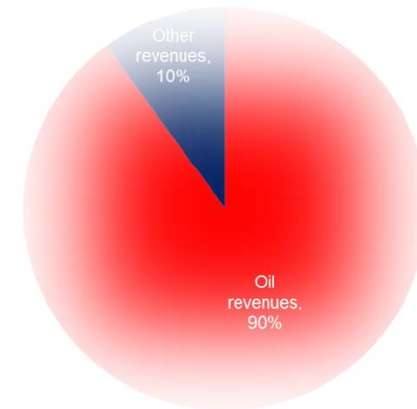
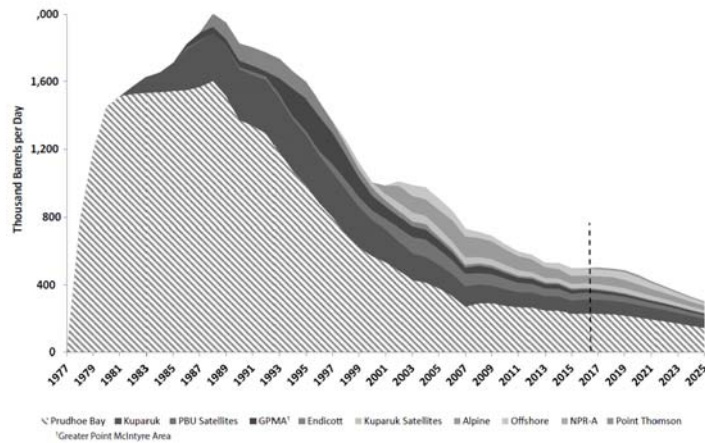
FISCAL ENVIRONMENT

Unrestricted General Fund Revenues & Oil Price & Production

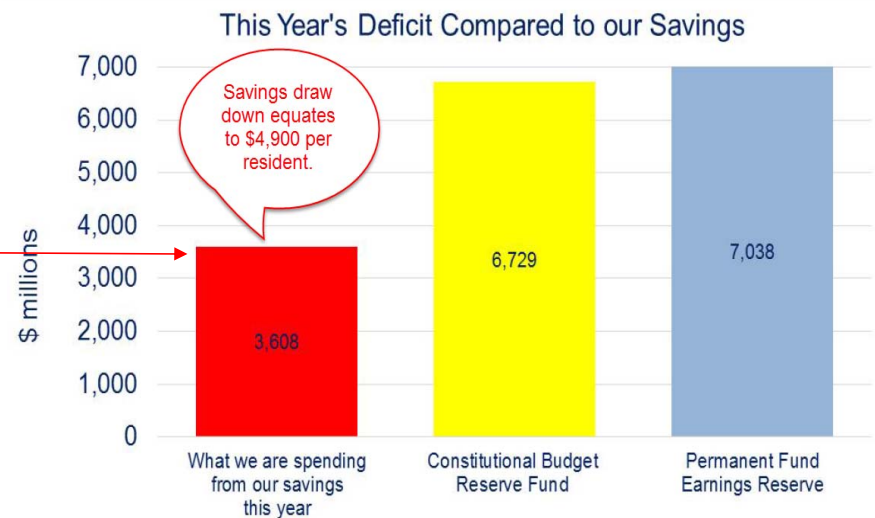
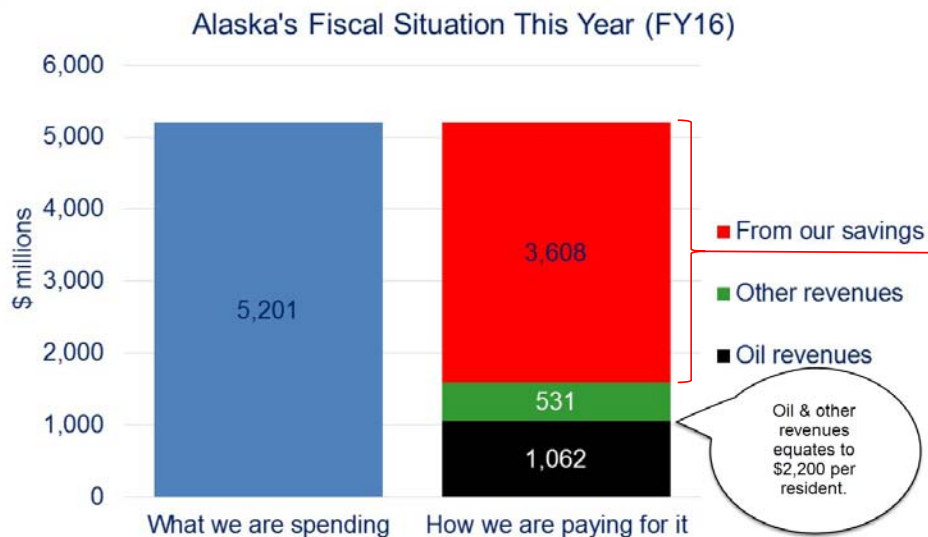


Alaska North Slope Production

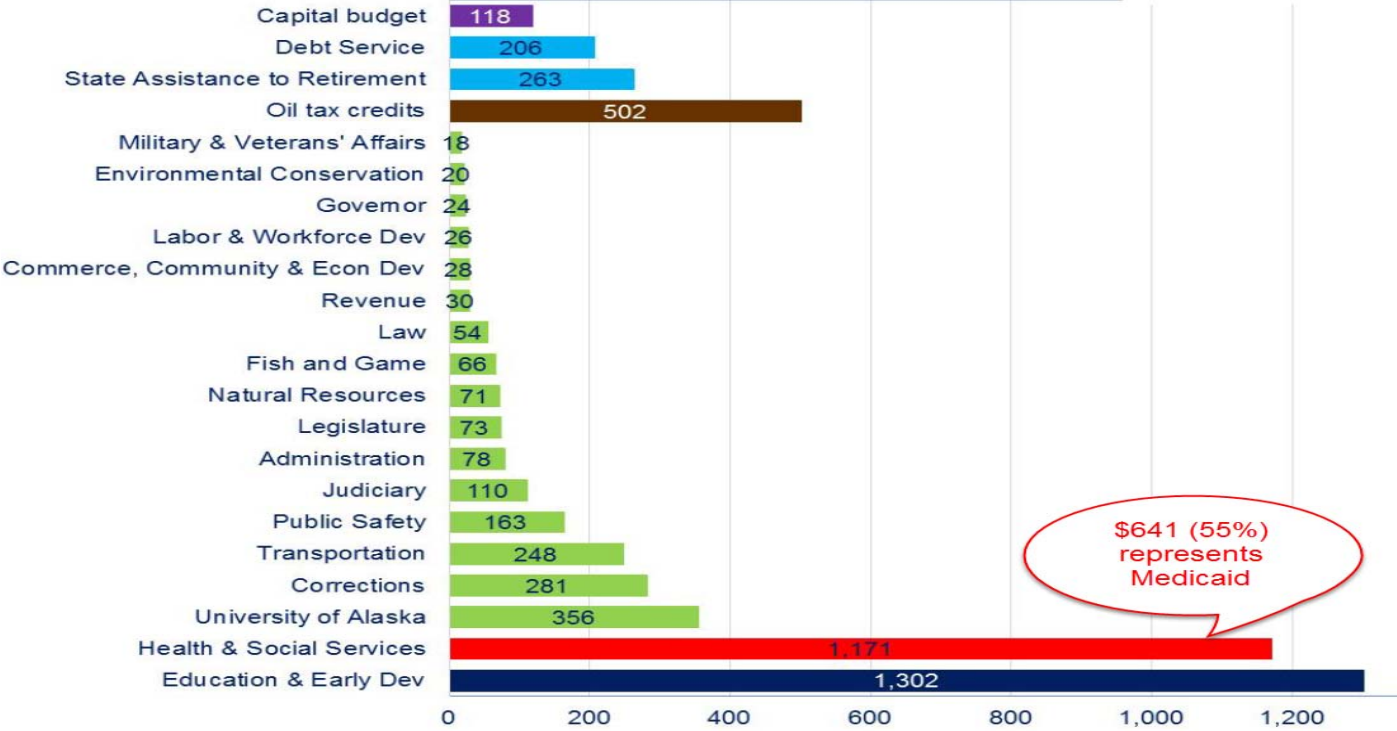
By production area, 1977-2025



Current Fiscal Situation



General Fund Budget, FY16 (\$ millions)



Graphs used from http://www.iser.uaa.alaska.edu/Publications/presentations/2016_02_02-AnIntroductionAKFiscaFactsChoices.pdf

TRUST BUDGET PROJECTIONS

Utilize Percent of Market Value (POMV)

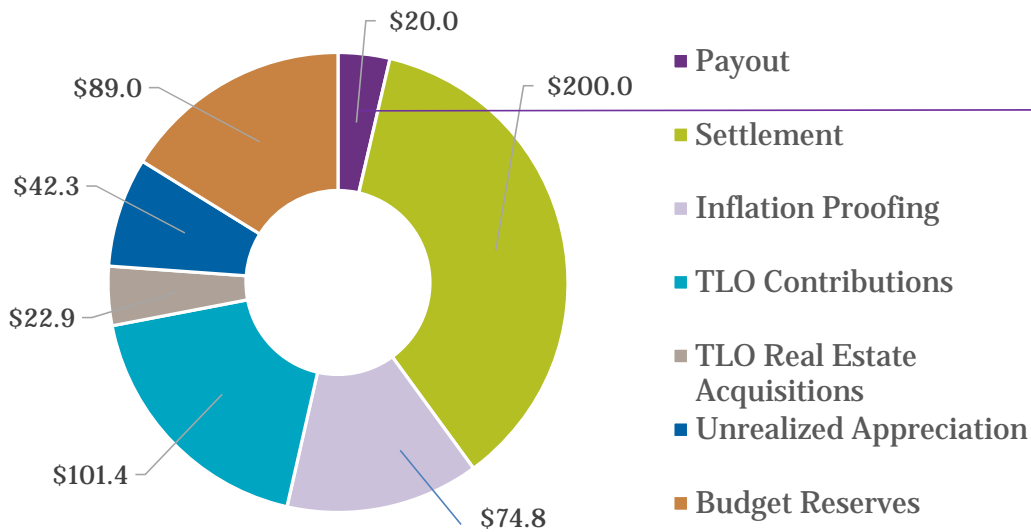
The Trust's base payout is 4.25% of the average value of the fund's cash assets



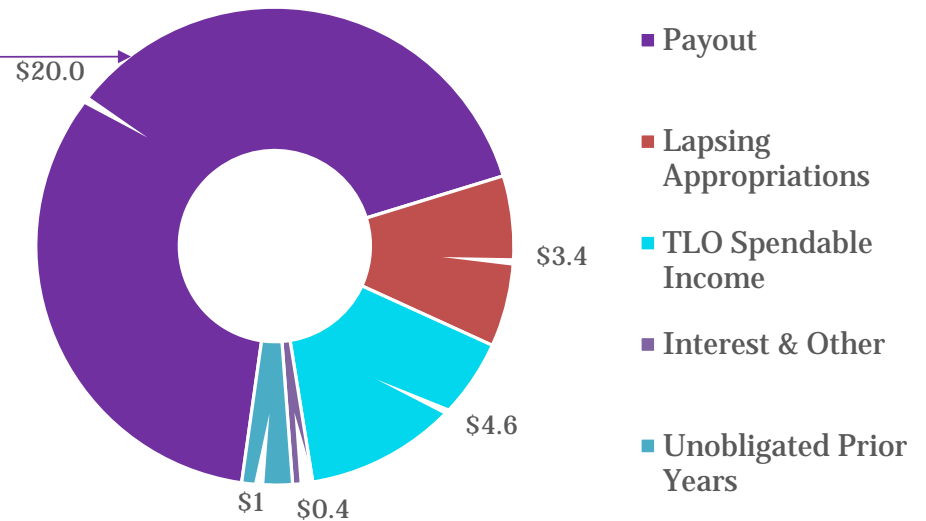
Funding approach ensures relatively
stable cash flow from year to year

Trust assets are strong and stable...

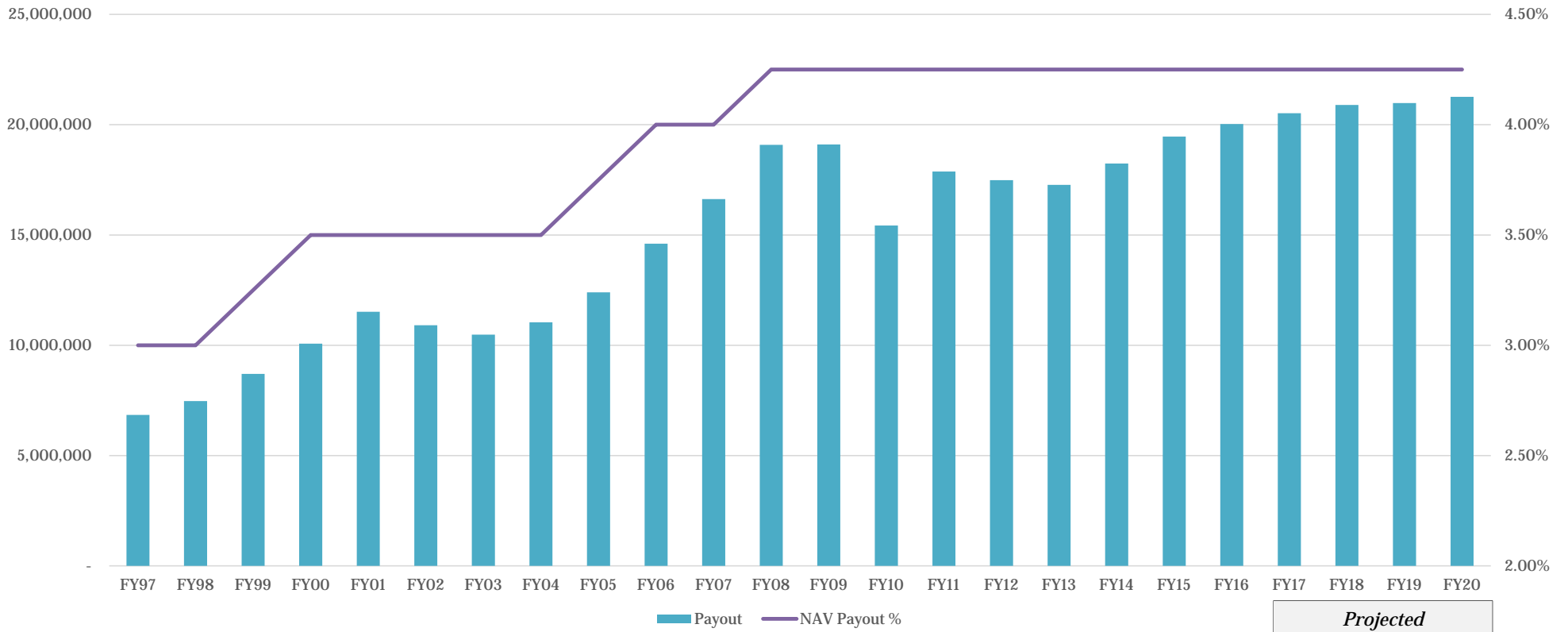
Trust assets at the close of FY15



FY16 Funding Sources



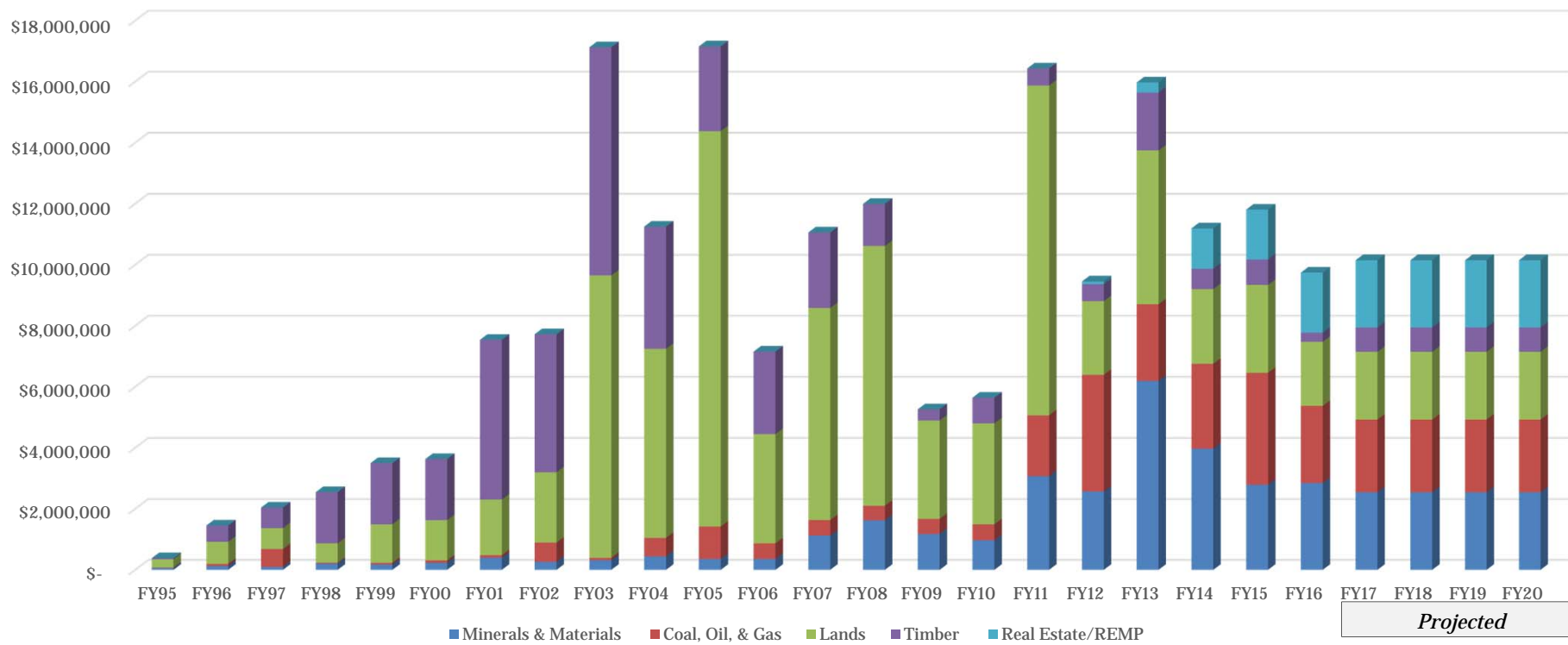
Historical Annual Payouts | Projections



Trust Land Office

- **GOAL:** Match or exceed spendable income generated by cash investments
- **KEY STRATEGIES:**
 - Acquiring income-generating real estate
 - Exploring and marketing mineral resources
 - Land trade with Forest Service to increase marketable timber

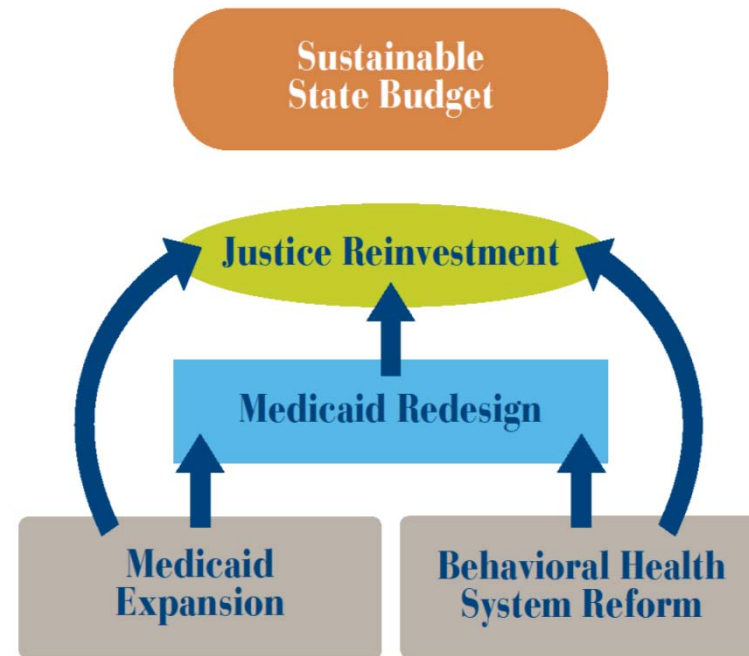
Trust Land Office Historical | Projected Revenues



CURRENT PRIORITIES

Current Priorities

1. **Medicaid Redesign**
2. **Justice Reinvestment**



Multi-prong approach: expanding and redesigning Medicaid and reforming the behavioral health system are the foundation to successful criminal justice reform.

Why is the Trust so engaged with Medicaid Redesign?

- For over 20 years Alaska has been pursuing a strategy of “Medicaid refinancing” to take advantage of federal matching dollars and reduce GF expenditures
- Systems serving Trust beneficiaries are now funded primarily through Medicaid
- Sustainability of Medicaid is crucial to protecting Trust beneficiaries
- Redesign must make Medicaid sustainable and improve results

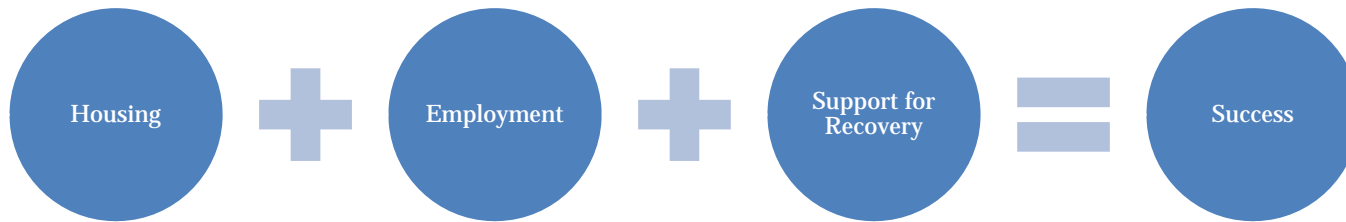
SB74

- Trustees approved nearly \$10 million (over next three fiscal years) to assist DHSS in the implementation of SB74

Why is the Trust so engaged with Justice Reinvestment?

- Trust beneficiaries account for more than 40% bookings and 40% of DOC population, each year
- For felony offenses, Trust beneficiaries remain in jail *twice* as long as non-beneficiaries
- Recidivism rates are approximately twice as high for Trust beneficiaries

Justice Reinvestment



Justice Reinvestment

- There is a critical intersection between criminal justice reform and Medicaid expansion and re-design in re-establishing access to behavioral health services for Trust beneficiaries at high risk of and with involvement in the criminal justice system

FY18/19 BUDGET PLANNING PROCESS

Mission & Principles

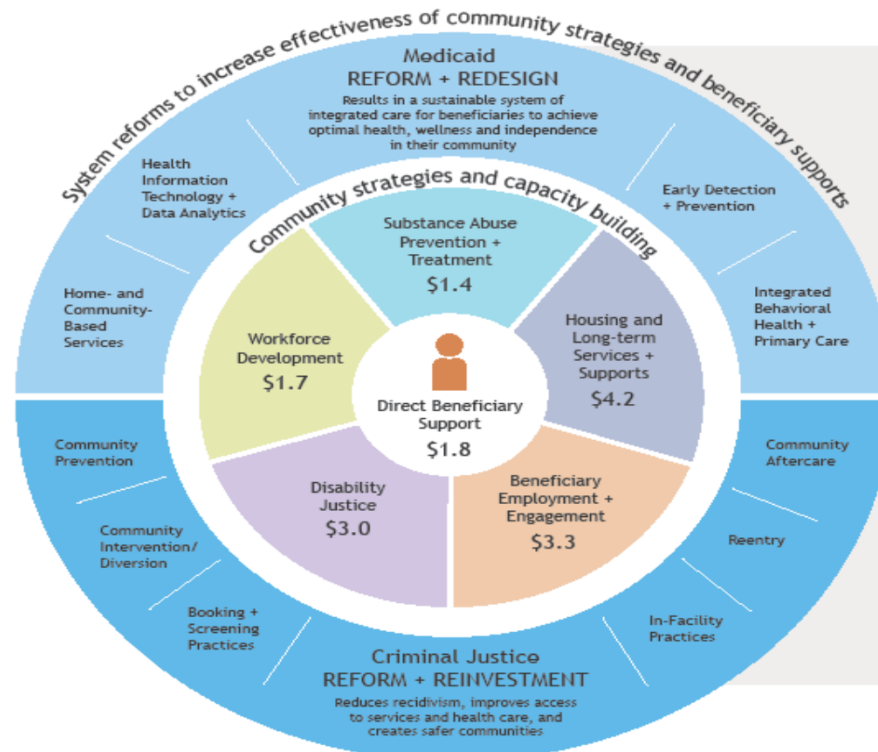
The Trust's mission is to improve the lives of beneficiaries through advocacy, planning, implementing and funding a Comprehensive Integrated Mental Health Program.

The Trust is committed to:

- Education of the public and policymakers on beneficiary needs
- Collaboration with consumers and partner advocates
- Maximizing beneficiary input into programs
- Continually improving results for beneficiaries
- Prioritizing services for beneficiaries at risk of institutionalization or needing long-term, intensive care
- Useful and timely data for evaluating programs
- Inclusion of early intervention and prevention components

Investments

Beneficiary, Community and System



Key Outputs

Results

Beneficiaries access quality, integrated, whole person health care

Decrease in youth alcohol and substance use and adult binge drinking and illicit substance use

Develop a well-qualified and sustainable workforce to meet the current and future behavioral health and healthcare needs of beneficiaries, their families and communities

Reduce adult and youth involvement in the criminal justice system and reduce criminal recidivism

Beneficiaries achieve integrated employment and have access to quality peer support services

Beneficiaries can access safe and affordable housing with appropriate community-based social services to maintain tenancy

Beneficiaries have improved health

Adults and children are free of the burdens created by alcohol and substance abuse

Alaska's workforce meets beneficiary and employer needs

The criminal justice system effectively accommodates the needs of victims and offenders who are Trust beneficiaries

Beneficiaries are employed or meaningfully engaged in their communities

Beneficiaries maintain stable, safe housing

FY17 budget numbers in millions as approved August 27, 2015.



Process Overview ... Moving Forward (FY18/19)

- Work with identified individuals that will act as representatives for their area of expertise
- Trust staff will conduct thorough assessment of each strategy within each focus area and present this information to this selected group
- Then, the group will have in-depth meeting to discuss, review and make recommendations for all strategies within all focus areas

Timeline

May 6	Webinar: Introduction to process to wide group of stakeholders (~100)
May 25	Webinar: Program team presents current strategies in each focus area to smaller group of identified stakeholders (~40)
July 6-7	Work Session: Invited participants (same group as May 25) work with staff in two-day facilitated work session
July	Staff incorporate results from work session into budget priorities and drafts budget
July 20	Webinar: Staff share results (draft budget) with wide group of stakeholders
August 9-10	Planning Committee: Staff present draft budgets to trustees
August 15-24	Staff make adjustments based on trustee feedback
September 7-8	Board Meeting: Staff present draft budgets for trustee approval

NEXT STEPS

- Contact Trust staff if you have specific feedback/comments
- Follow up call scheduled for July 20 where staff will go over draft budget