

MEETING AGENDA

Meeting: Special Meeting of the Board of Trustees
Date: March 24, 2017
Time: 11:00 AM
Location: Trust Authority Building, 3745 Community Park Loop, Anchorage
Teleconference: (844) 740-1264 / Meeting Number: 805 061 678 # / Attendee Number: #
<http://thetrust.webex.com>
Trustees: Russ Webb (Chair), Mary Jane Michael (Vice Chair), Larry Norene (Secretary/Treasurer), Laraine Derr, Paula Easley, Jerome Selby, Carlton Smith

Friday, March 24, 2017

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11:00a	Call to Order – Russ Webb, Chair Roll Call Approval of Agenda Ethics Disclosure	
11:05	FY17 Trust Authority Operating Budget Line Item Transfer <ul style="list-style-type: none">• Executive Search Contract• Organization Evaluation Contract	4
11:30	Catered Lunch	
12:00p	Public Comment <ul style="list-style-type: none">• For Public Comment Guidelines click here	
1:30	Break	
1:45	CEO Selection Process	
2:15	DRAFT Statutory Changes - Alaska Mental Health Trust Authority	Hand-Out
4:00	Interior Alaska Partnership Request <ul style="list-style-type: none">• Denardo Center lease rate – Program Related Investment	5
4:30	Adjourn	

Future Meeting Dates

Full Board of Trustee / Planning / Resource Management / Finance
2017 / 2018 / 2019

(Updated – January 7, 2017)

Planning Committee Dates:

- April 20, **2017** (Thu)
- August 1-2, **2017** (Tue, Wed)
- October 17, **2017** (Tue)

- **January 4, 2018** (Thu)
- **April 18, 2018** (Wed)
- **Jul 31- Aug 1, 2018** (Tue, Wed)
- **October 17, 2018** (Wed)

- **January 3, 2019** (Thu)
- **April 17, 2019** (Wed)
- **Jul 30-31, 2019** (Tue, Wed)
- **October 16, 2019** (Wed)

Resource Management Committee Dates:

- April 20, **2017** (Thu)
- August 3, **2017** (Thu)
- October 17, **2017** (Tue)

- **January 4, 2018** (Thu)
- **April 18, 2018** (Wed)
- **Aug 2, 2018** (Thu)
- **October 17, 2018** (Wed)

- **January 3, 2019** (Thu)
- **April 17, 2019** (Wed)
- **Sep 1, 2019** (Thu)
- **October 16, 2019** (Wed)

Future Meeting Dates

Full Board of Trustee / Planning / Resource Management / Finance 2017 / 2018 / 2019

(Updated – January 7, 2017)

Finance Committee Dates:

- April 20, **2017** (Thu)
- August 3, **2017** (Thu)
- October 17, **2017** (Tue)

- **January 4, 2018** (Thu)
- **April 128, 2018** (Wed)
- **August 2, 2018** (Thu)
- **October 17, 2018** (Wed)

- **January 3, 2019** (Thu)
- **April 17 2019** (Wed)
- **Sep 1, 2019** (Thu)
- **October 16, 2019** (Wed)

Full Board of Trustee Meeting Dates:

- May 4, **2017** (Thu) – TBD
- September 6-7, **2017** (Wed, Thu) – Anchorage – TAB
- November 16, **2017** (Thu) – Anchorage – TAB

- **January 24-25, 2018** (Wed, Thu) – JUNEAU
- **May 9, 2018** (Wed) – TBD
- **September 5-6, 2018** (Wed, Thu) – Anchorage – TAB
- **November 15, 2018** (Thu) – Anchorage – TAB

- **January 30-31, 2019** (Wed, Thu) – JUNEAU
- **May 8, 2019** (Wed) – TBD
- **September 4-5, 2019** (Wed, Thu) – Anchorage – TAB
- **November 14, 2019** (Thu) – Anchorage – TAB

MEMO

To: Russ Webb, Chair
From: Steve Williams, Chief Operating Officer
Date: March 17, 2017
Re: FY 2017 Trust Authority Office Administrative Budget Line Item Transfer
Fiscal Year: 2017
Amount: \$150,000

REQUESTED MOTION:

Approve a line item transfer for the Trust Authority Office FY 2017 administrative budget whereby the Personal Services line (1000) is reduced by \$150,000 and transferred to the Services line (3000).

PROJECT BACKGROUND

At the special full board meeting held February 28, 2017, trustees directed staff to begin a CEO executive search and move forward with an organizational review, contracting with outside firms to assist the Trust with each process. These processes and contracts were unanticipated when the FY 2017 budget was developed and subsequently approved by trustees on August 27, 2015, and amended November 18, 2015, for a total approved FY17 budget of \$3,762,000. Trust staff expects each contract to cost up to \$100,000, for a total need of \$200,000.

Currently, the Services line (3000) of FY 2017 Trust Authority Office administrative budget will have a projected balance of \$66,000 at the end of FY 2017. The FY 2017 Services line needs to be increased in order to have the capacity to execute both the CEO executive search contract and the organizational review contract.

Currently, the Personal Services line (1000) of FY 2017 Trust Authority Office administrative budget will have a projected balance of \$202,000 at the end of FY 2017 due to unanticipated personnel changes. Trust staff recommends transferring \$150,000 of the projected balance in the Personal Services line (1000) to the Services line (3000) in order to move forward with procuring the CEO executive search and organizational review contracts.

If trustees approve the line item transfer, staff will submit the transfer request through the Department of Revenue (DOR) to the Office of Management and Budget (OMB).

If trustees do not approve the line item transfer, the Trust will not be able to execute contracts for a CEO executive search or an organizational review, and unexpended funds will lapse back to the Trust at the end of FY 2017.



Tanana Chiefs Conference



Mr. Russ Webb
Alaska Mental Health Trust Authority
3745 Community Park Loop, Suite 200
Anchorage, AK 99508

March 13, 2017

Dear Mr. Webb:

We are writing to request that you provide assistance to our Interior Alaska partnership formed to address a public health issue that is critical to the health of a population of Trust beneficiaries.

For many years Fairbanks and the Interior have struggled to resolve issues around alcohol abuse, co-morbidities of alcohol and mental health, and the Title 47 population. This problem, exacerbated by the Interior's severe winter climate, has driven a community wide effort to create a sobering center for these Interior residents. It is widely recognized that the current practice of holding these individuals at the Fairbanks Correctional Facility or the Fairbanks Memorial Hospital emergency department is unacceptable.

This community effort brings together Fairbanks Memorial Hospital, Tanana Chiefs Conference, Fairbanks Native Association, the City of Fairbanks, Fairbanks Police Department, Fairbanks Correctional Facility, and other stakeholders. A recent State grant has provided the initial operational dollars for the new sobering center, however this program must be self-sufficient in three years. The DeNardo Center is a key part of this program. As we know, minimizing long-term operational expense is critical to this new program's success. Any additional unnecessary costs could jeopardize a permanent solution.

The decision by the Alaska Mental Health Trustees to charge fair market value, as opposed to donating or partially donating this facility for this purpose, is an unnecessary impediment to the sustainability of this important program.

The construction of the DeNardo Center and the Fahrenkamp Center was led by the late Senator Bettye Fahrenkamp in a pioneering effort to address the needs of the core beneficiaries of the Trust. Ann DeNardo was a tireless advocate for the mentally ill. These facilities were built with state grants and owned by the state to be used for public purposes consistent with the capital grant. These facilities are among a handful of buildings that were gifted to the Trust for the benefit of the beneficiaries. The Trust's decision to charge fair market rent and in essence to make a profit on this transaction is contrary to that mission and to legislative intent.

It is also very cumbersome to go through a fair market rent negotiation with our partnership with no guarantee of a rent discount in the discussion. We understand this is not consistent with previous practice and seems artificial given the history of these buildings and time constraints we face.

We ask you to reconsider your approach to derive fair market value for the handful of buildings that were gifted to the Trust for the purpose of serving the beneficiaries. There is no more perfect purpose for the DeNardo Center at this time than the Interior Sobering Center. We respectfully request that the building be provided at minimal cost to the program and for the benefit of Trust beneficiaries.

Sincerely,



Jeff Cook, President
Foundation Health



Victor Joseph, President
Tanana Chiefs Conference

cc:

Greg Jones, Interim CEO Alaska Mental Health Trust Authority

Senator Pete Kelly

Senator John Coghill Jr.

Senator Click Bishop

Representative Scott Kawasaki

Representative Steve Thompson

Representative Tammy Wilson

Representative David Guttenberg

Representative Adam Wool

Representative David Talerico

Governor Walker

Charlene Tautfest, Mental Health Advisory Board, Chair

Philip Licht, Advisory Board on Alcoholism and Drug Abuse, Chair

Kate Burkhart, Executive Director of Mental Health Advisory Board/Alcohol Advisory Board

Shirley Lee, Tanana Chiefs Conference

Karen Perdue, Fairbanks Hospital Foundation