2011-13 Operating Budget
(including the 2011 Supplemental)

Statewide Summary & Agency Detail

Second Engrossed Substitute House Bill 1087

Senate Ways & Means Committee
May 25, 2011

http://www.leg.wa.gov/SENATE/COMMITTEES/WM/Pages/default.aspx

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2011-13 Omnibus Operating Budget

2ESHB 1087

(Dollars in Thousands)

	FTEs	NGF-P	Total
Legislative	805.5	142,344	149,429
Judicial	620.3	221,808	274,987
Governmental Operations	8,017.3	474,348	3,722,015
Other Human Services	17,217.9	6,349,071	15,195,525
DSHS	16,941.3	5,731,530	11,171,530
Natural Resources	5,938.9	309,303	1,490,117
Transportation	755.9	78,272	176,527
Public Schools	271.8	13,783,417	15,915,533
Higher Education	45,205.9	2,749,812	11,126,665
Other Education	511.2	166,323	503,435
Special Appropriations	0.0	2,200,768	2,362,561
Total Budget Bill	**96,285.8**	**32,206,996**	**62,088,324**
Appropriations in Other Legislation	**1.9**	**-3,850**	**-3,850**
Statewide Total	**96,287.7**	**32,203,146**	**62,084,474**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Legislative			
House of Representatives	380.2	60,367	61,683
Senate	272.4	45,640	47,040
Jt Leg Audit & Review Committee	20.9	5,421	5,591
LEAP Committee	19.8	4,220	4,220
Office of the State Actuary	13.2	48	3,392
Joint Legislative Systems Comm	46.6	15,927	15,927
Statute Law Committee	46.6	8,940	9,795
Redistricting Commission	5.9	1,781	1,781
Total Legislative	**805.5**	**142,344**	**149,429**
Judicial			
Supreme Court	60.9	13,443	13,443
State Law Library	13.8	2,938	2,938
Court of Appeals	139.6	30,507	30,507
Commission on Judicial Conduct	9.5	2,048	2,048
Administrative Office of the Courts	381.5	100,793	150,389
Office of Public Defense	14.0	49,993	52,483
Office of Civil Legal Aid	1.0	22,086	23,179
Total Judicial	**620.3**	**221,808**	**274,987**
Total Legislative/Judicial	**1,425.8**	**364,152**	**424,416**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Governmental Operations			
Office of the Governor	52.0	10,605	12,105
Office of the Lieutenant Governor	5.8	1,385	1,480
Public Disclosure Commission	21.0	4,237	4,237
Office of the Secretary of State	313.6	30,845	88,864
Governor's Office of Indian Affairs	2.0	526	526
Asian-Pacific-American Affrs	2.0	451	451
Office of the State Treasurer	67.0	0	14,996
Office of the State Auditor	336.3	0	74,557
Comm Salaries for Elected Officials	1.3	353	353
Office of the Attorney General	1,088.4	8,025	232,062
Caseload Forecast Council	12.0	2,613	2,613
Dept of Financial Institutions	188.3	0	46,445
Department of Commerce	245.8	129,750	513,688
Economic & Revenue Forecast Council	5.1	1,402	1,452
Office of Financial Management	200.0	37,235	116,242
Office of Administrative Hearings	161.4	0	34,090
State Lottery Commission	144.9	0	802,742
Washington State Gambling Comm	155.5	0	32,184
WA State Comm on Hispanic Affairs	2.0	496	496
African-American Affairs Comm	2.0	477	477
Department of Retirement Systems	249.1	0	52,710
State Investment Board	83.4	0	29,256
Department of Revenue	1,168.8	208,612	240,425
Board of Tax Appeals	11.2	2,460	2,460
Minority & Women's Business Enterp	17.0	0	3,266
Dept of General Administration	0.1	0	0
Office of Insurance Commissioner	230.3	0	51,961
State Board of Accountancy	11.3	0	2,810
Forensic Investigations Council	0.0	0	286
Washington Horse Racing Commission	28.5	0	8,201
WA State Liquor Control Board	1,294.0	0	307,643
Utilities and Transportation Comm	161.2	0	48,716
Board for Volunteer Firefighters	4.0	0	1,064
Military Department	327.4	16,011	308,727
Public Employment Relations Comm	42.7	4,749	8,309
LEOFF 2 Retirement Board	6.0	0	2,055
Archaeology & Historic Preservation	17.8	0	4,639
Consolidated Technology Services	279.5	7	184,048
Department of Enterprise Services	1,063.0	8,099	477,217
Innovate Washington	16.2	6,010	8,162
Total Governmental Operations	**8,017.3**	**474,348**	**3,722,015**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Other Human Services			
WA State Health Care Authority	1,093.4	4,459,259	10,864,446
Human Rights Commission	37.2	4,482	6,385
Bd of Industrial Insurance Appeals	163.8	0	39,380
Criminal Justice Training Comm	34.1	30,305	44,014
Department of Labor and Industries	2,778.7	38,118	638,416
Department of Health	1,605.6	160,547	1,087,606
Department of Veterans' Affairs	690.3	16,261	115,305
Department of Corrections	8,358.5	1,635,488	1,659,307
Dept of Services for the Blind	75.0	4,542	25,567
Employment Security Department	2,381.5	69	715,099
Total Other Human Services	**17,217.9**	**6,349,071**	**15,195,525**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
DSHS			
Children and Family Services	2,563.1	605,185	1,091,468
Juvenile Rehabilitation	817.9	173,828	179,430
Mental Health	2,771.0	890,068	1,598,488
Developmental Disabilities	3,414.9	1,012,678	1,926,723
Long-Term Care	1,346.5	1,594,975	3,399,890
Economic Services Administration	4,568.0	1,006,614	2,153,005
Alcohol & Substance Abuse	76.3	151,709	314,507
Medical Assistance Payments	0.1	0	0
Vocational Rehabilitation	322.1	21,713	127,101
Administration/Support Svcs	427.6	49,658	95,503
Special Commitment Center	434.6	95,388	95,388
Payments to Other Agencies	0.0	129,714	190,027
Information System Services	199.6	0	0
Total DSHS	**16,941.3**	**5,731,530**	**11,171,530**
Total Human Services	**34,159.2**	**12,080,601**	**26,367,055**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Natural Resources			
Columbia River Gorge Commission	4.0	364	766
Department of Ecology	1,570.5	96,791	430,297
WA Pollution Liab Insurance Program	3.0	0	876
State Parks and Recreation Comm	696.4	17,334	147,632
Rec and Conservation Funding Board	19.6	1,925	9,778
Environ & Land Use Hearings Office	18.3	4,841	4,841
State Conservation Commission	17.6	13,583	14,884
Dept of Fish and Wildlife	1,439.4	69,387	358,417
Puget Sound Partnership	40.7	5,065	15,829
Department of Natural Resources	1,374.2	68,913	360,495
Department of Agriculture	755.4	31,100	146,302
Total Natural Resources	**5,938.9**	**309,303**	**1,490,117**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Transportation			
Washington State Patrol	525.2	75,499	135,640
Department of Licensing	230.7	2,773	40,887
Total Transportation	**755.9**	**78,272**	**176,527**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Public Schools			
OSPI & Statewide Programs	234.3	48,753	138,396
General Apportionment	0.0	10,459,774	10,459,774
Pupil Transportation	0.0	649,813	649,813
School Food Services	0.0	14,222	597,222
Special Education	2.0	1,350,186	2,041,982
Educational Service Districts	0.0	15,815	15,815
Levy Equalization	0.0	611,782	611,782
Elementary/Secondary School Improv	0.0	0	7,352
Institutional Education	0.0	32,610	32,610
Ed of Highly Capable Students	0.0	17,535	17,535
Education Reform	35.5	158,167	266,282
Transitional Bilingual Instruction	0.0	172,539	243,540
Learning Assistance Program (LAP)	0.0	252,221	833,428
Compensation Adjustments	0.0	0	2
Total Public Schools	**271.8**	**13,783,417**	**15,915,533**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Higher Education			
Higher Education Coordinating Board	47.1	292,480	312,279
University of Washington	19,960.9	426,573	5,829,242
Washington State University	5,865.3	303,366	1,238,606
Eastern Washington University	1,305.9	68,957	249,680
Central Washington University	1,219.3	64,141	299,585
The Evergreen State College	615.0	36,514	108,733
Western Washington University	1,562.7	80,629	336,810
Community/Technical College System	14,584.7	1,154,723	2,406,728
Council for Higher Education	18.0	997	3,374
Office of Student Financial Assist	27.2	321,432	341,628
Total Higher Education	**45,205.9**	**2,749,812**	**11,126,665**
Other Education			
State School for the Blind	86.0	11,526	13,487
Childhood Deafness & Hearing Loss	109.2	16,900	17,426
Workforce Trng & Educ Coord Board	20.9	2,770	66,031
Department of Early Learning	218.2	135,127	389,035
Washington State Arts Commission	13.0	0	5,230
Washington State Historical Society	34.0	0	6,134
East Wash State Historical Society	30.0	0	6,092
Total Other Education	**511.2**	**166,323**	**503,435**
Total Education	**45,988.9**	**16,699,552**	**27,545,633**

2011-13 Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Special Appropriations			
Bond Retirement and Interest	0.0	1,966,521	2,120,814
Special Approps to the Governor	0.0	98,107	105,607
State Employee Compensation Adjust	0.0	2,664	2,664
Contributions to Retirement Systems	0.0	133,476	133,476
Total Special Appropriations	**0.0**	**2,200,768**	**2,362,561**

2011-13 Omnibus Operating Budget
House of Representatives
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	394.4	65,651	65,651
2011-13 Maintenance Level	393.7	66,394	66,394
Policy Non-Comp Changes:			
1. Reductions & Efficiency Measures	-13.5	-2,704	-2,704
2. Transportation Staff	0.0	-1,316	0
3. Interagency Charges - AG	0.0	-1	-1
4. Management Efficiency	0.0	-244	-244
Policy -- Non-Comp Total	-13.5	-4,265	-2,949
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	7	7
6. 3% Salary Cut for State Employees	0.0	-1,068	-1,068
7. Suspend Plan 1 Uniform COLA	0.0	-697	-697
8. Retire-Rehire Changes (State)	0.0	-4	-4
Policy -- Comp Total	0.0	-1,762	-1,762
Total Policy Changes	-13.5	-6,027	-4,711
Total 2011-13 Biennium	380.2	60,367	61,683
Difference from 2009-11	-14.2	-5,284	-3,968
% Change from 2009-11	-3.6%	-8.1%	-6.0%

Comments:

1. Reductions & Efficiency Measures - In order to achieve administrative efficiencies, the House of Representatives will reduce FTE staff years, salaries, benefits, travel expenses, printing costs, and other operating expenses.

2. Transportation Staff - Costs related to the Transportation Committee will be paid from the Motor Vehicle Fund-State.

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

8. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget

Senate

(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	279.2	50,591	50,591
2011-13 Maintenance Level	278.1	50,814	50,814
Policy Non-Comp Changes:			
1. Reductions/Efficiency Measures	-5.8	-2,125	-2,125
2. Transportation Staff	0.0	-1,400	0
3. Management Efficiency	0.0	-242	-242
Policy -- Non-Comp Total	-5.8	-3,767	-2,367
Policy Comp Changes:			
4. Average Final Compensation Adjust	0.0	5	5
5. 3% Salary Cut for State Employees	0.0	-880	-880
6. Suspend Plan 1 Uniform COLA	0.0	-530	-530
7. Retire-Rehire Changes (State)	0.0	-2	-2
Policy -- Comp Total	0.0	-1,407	-1,407
Total Policy Changes	-5.8	-5,174	-3,774
Total 2011-13 Biennium	272.4	45,640	47,040
Difference from 2009-11	-6.9	-4,951	-3,551
% Change from 2009-11	-2.5%	-9.8%	-7.0%

Comments:

1. Reductions/Efficiency Measures - The Senate will achieve savings by identifying administrative efficiencies, and by reducing FTE levels, salaries, benefits, travel expenses, printing costs, and other operating expenses.

2. Transportation Staff - Costs related to the Transportation Committee will be paid from the Motor Vehicle Fund-State.

3. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

4. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

5. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

6. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

7. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Jt Leg Audit & Review Committee
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	22.5	6,026	6,026
2011-13 Maintenance Level	22.5	6,014	6,014
Policy Non-Comp Changes:			
1. Administrative Reductions	-2.0	-400	-400
2. Interagency Charges - AG	0.0	-1	-1
3. Workers' Compensation	0.5	0	170
Policy -- Non-Comp Total	-1.6	-401	-231
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-128	-128
5. Suspend Plan 1 Uniform COLA	0.0	-64	-64
Policy -- Comp Total	0.0	-192	-192
Total Policy Changes	-1.6	-593	-423
Total 2011-13 Biennium	20.9	5,421	5,591
Difference from 2009-11	-1.6	-605	-435
% Change from 2009-11	-6.9%	-10.0%	-7.2%

Comments:

1. Administrative Reductions - Funding for the Joint Legislative Audit and Review Committee is reduced by 6.287 percent each fiscal year. This item reduces the number of performance audits and evaluations that may conducted for the Legislature by approximately four reports in the 2011-13 biennium. This item also reduces two FTE staff.

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. Workers' Compensation - Funding is provided for Joint Legislative Audit and Review Committee to conduct a scoping study in accordance with House Bill 2123 (workers' compensation system). (Accident Account--State, Medical Aid Account--State)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
LEAP Committee
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	10.0	3,664	3,664
2011-13 Maintenance Level	10.0	3,785	3,785
Policy Non-Comp Changes:			
1. Reductions/Efficiency Measures	0.0	-230	-230
2. Education Data Center	9.8	750	750
Policy -- Non-Comp Total	9.8	520	520
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	-54	-54
4. Suspend Plan 1 Uniform COLA	0.0	-31	-31
Policy -- Comp Total	0.0	-85	-85
Total Policy Changes	9.8	435	435
Total 2011-13 Biennium	19.8	4,220	4,220
Difference from 2009-11	9.8	556	556
% Change from 2009-11	98.0%	15.2%	15.2%

Comments:

1. Reductions/Efficiency Measures - The Legislative Evaluation & Accountability Program (LEAP) will achieve savings by identifying administrative efficiencies, and by reducing salaries, benefits, travel expenses, printing costs, and other operating expenses.

2. Education Data Center - Pursuant to Engrossed Substitute Senate Bill Bill No. 5931, the OFM Education Data Center is eliminated and its duties and responsibilities are assigned to a new Education Research and Data Center established with the LEAP Committee.

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of the State Actuary
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	12.5	220	3,525
2011-13 Maintenance Level	12.5	50	3,428
Policy Non-Comp Changes:			
1. Advanced Tuition Payments	0.5	0	0
2. Reduce Health Care Consult to Leg	0.0	-2	-2
3. LEOFF Merger Study	0.3	0	75
4. Interagency Charges - AG	0.0	0	-3
Policy -- Non-Comp Total	0.7	-2	70
Policy Comp Changes:			
5. 3% Salary Cut for State Employees	0.0	0	-68
6. Suspend Plan 1 Uniform COLA	0.0	0	-38
Policy -- Comp Total	0.0	0	-106
Total Policy Changes	0.7	-2	-36
Total 2011-13 Biennium	13.2	48	3,392
Difference from 2009-11	0.7	-172	-133
% Change from 2009-11	5.6%	-78.2%	-3.8%

Comments:

1. Advanced Tuition Payments - Funding is provided for the cost of providing actuarial support for the Committee on Advanced Tuition Payments created in Engrossed Substitute Senate Bill 5749 (college tuition GET program). The Committee shall reimburse the Office for services provided. (Department of Retirement Systems Expense Account-State)

2. Reduce Health Care Consult to Leg - Funding for external actuarial services to assist in the evaluation of medical benefit proposals is reduced. (General Fund-State, various other funds)

3. LEOFF Merger Study - Funding is provided for the State Actuary to study the merger of the Law Enforcement Officers' and Fire Fighters' Retirement Plans 1 and 2. The study shall be reported to the Ways and Means Committees of the Legislature by December 15, 2011. (Department of Retirement Systems Expense Account-State)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

6. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Joint Legislative Systems Comm
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	46.6	17,158	17,158
2011-13 Maintenance Level	46.6	17,351	17,351
Policy Non-Comp Changes:			
1. Reductions/Efficiency Measures	0.0	-1,070	-1,070
Policy -- Non-Comp Total	0.0	-1,070	-1,070
Policy Comp Changes:			
2. Average Final Compensation Adjust	0.0	2	2
3. 3% Salary Cut for State Employees	0.0	-228	-228
4. Suspend Plan 1 Uniform COLA	0.0	-128	-128
Policy -- Comp Total	0.0	-354	-354
Total Policy Changes	0.0	-1,424	-1,424
Total 2011-13 Biennium	46.6	15,927	15,927
Difference from 2009-11	0.0	-1,231	-1,231
% Change from 2009-11	0.0%	-7.2%	-7.2%

Comments:

1. Reductions/Efficiency Measures - The Joint Legislative Systems Committee will achieve savings by identifying administrative efficiencies, and through a reduction in maintenance agreements and acquisitions.

2. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Statute Law Committee
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	46.6	9,475	10,547
2011-13 Maintenance Level	46.6	9,775	10,630
Policy Non-Comp Changes:			
1. Reductions/Efficiency Measures	0.0	-598	-598
2. Employee Profession Development	0.0	14	14
Policy -- Non-Comp Total	0.0	-584	-584
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	-163	-163
4. Suspend Plan 1 Uniform COLA	0.0	-88	-88
Policy -- Comp Total	0.0	-251	-251
Total Policy Changes	0.0	-835	-835
Total 2011-13 Biennium	46.6	8,940	9,795
Difference from 2009-11	0.0	-535	-752
% Change from 2009-11	0.0%	-5.7%	-7.1%

Comments:

1. Reductions/Efficiency Measures - The Statute Law Committee (SLC) will achieve savings by identifying administrative efficiencies, and reducing operating expenses.

2. Employee Profession Development - Funding is provided for professional development activities of the Code Reviser's Office.

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Redistricting Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	3.5	1,115	1,115
2011-13 Maintenance Level	3.5	1,338	1,338
Policy Non-Comp Changes:			
1. Legislative Redistricting Support	2.4	443	443
Policy -- Non-Comp Total	2.4	443	443
Total Policy Changes	2.4	443	443
Total 2011-13 Biennium	5.9	1,781	1,781
Difference from 2009-11	2.4	666	666
% Change from 2009-11	67.1%	59.7%	59.7%

Comments:

1. Legislative Redistricting Support - One-time funding is provided for the support of legislative redistricting efforts. This funding may be spent only with authorization from the House of Representatives and the Senate.

2011-13 Omnibus Operating Budget
Supreme Court
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	60.9	13,860	13,860
2011-13 Maintenance Level	60.9	14,388	14,388
Policy Non-Comp Changes:			
1. Agency Reduction	0.0	-542	-542
2. Interagency Charges - AG	0.0	-3	-3
Policy -- Non-Comp Total	0.0	-545	-545
Policy Comp Changes:			
3. Average Final Compensation Adjust	0.0	2	2
4. 3% Salary Cut for State Employees	0.0	-228	-228
5. Suspend Plan 1 Uniform COLA	0.0	-174	-174
Policy -- Comp Total	0.0	-400	-400
Total Policy Changes	0.0	-945	-945
Total 2011-13 Biennium	60.9	13,443	13,443
Difference from 2009-11	0.0	-417	-417
% Change from 2009-11	0.0%	-3.0%	-3.0%

Comments:

1. Agency Reduction - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget

State Law Library

(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	13.8	3,584	3,584
2011-13 Maintenance Level	13.8	3,436	3,436
Policy Non-Comp Changes:			
1. Agency Reduction	0.0	-432	-432
Policy -- Non-Comp Total	0.0	-432	-432
Policy Comp Changes:			
2. 3% Salary Cut for State Employees	0.0	-42	-42
3. Suspend Plan 1 Uniform COLA	0.0	-24	-24
Policy -- Comp Total	0.0	-66	-66
Total Policy Changes	0.0	-498	-498
Total 2011-13 Biennium	13.8	2,938	2,938
Difference from 2009-11	0.0	-646	-646
% Change from 2009-11	0.0%	-18.0%	-18.0%

Comments:

1. Agency Reduction - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

2. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

3. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Court of Appeals
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	139.6	31,601	31,601
2011-13 Maintenance Level	139.6	32,579	32,579
Policy Non-Comp Changes:			
1. Agency Reduction	0.0	-1,208	-1,208
Policy -- Non-Comp Total	0.0	-1,208	-1,208
Policy Comp Changes:			
2. Average Final Compensation Adjust	0.0	4	4
3. 3% Salary Cut for State Employees	0.0	-470	-470
4. Suspend Plan 1 Uniform COLA	0.0	-396	-396
5. Retire-Rehire Changes (State)	0.0	-2	-2
Policy -- Comp Total	0.0	-864	-864
Total Policy Changes	0.0	-2,072	-2,072
Total 2011-13 Biennium	139.6	30,507	30,507
Difference from 2009-11	0.0	-1,094	-1,094
% Change from 2009-11	0.0%	-3.5%	-3.5%

Comments:

1. Agency Reduction - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

2. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

5. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Commission on Judicial Conduct
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	9.5	2,107	2,107
2011-13 Maintenance Level	9.5	2,215	2,215
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	8	8
2. Agency Reduction	0.0	-111	-111
3. Interagency Charges - AG	0.0	-2	-2
Policy -- Non-Comp Total	0.0	-105	-105
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-40	-40
5. Suspend Plan 1 Uniform COLA	0.0	-22	-22
Policy -- Comp Total	0.0	-62	-62
Total Policy Changes	0.0	-167	-167
Total 2011-13 Biennium	9.5	2,048	2,048
Difference from 2009-11	0.0	-59	-59
% Change from 2009-11	0.0%	-2.8%	-2.8%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Agency Reduction - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Administrative Office of the Courts
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	359.5	105,206	146,189
2011-13 Maintenance Level	371.0	115,523	144,352
Policy Non-Comp Changes:			
1. Superior Court Calendar & Case Mgmt	9.5	0	4,973
2. Equipment Replacement & Expansion	0.0	0	628
3. Internal Equipment Replacement	0.0	0	550
4. Guardianship Services	1.0	265	265
5. JIS Multi-Project Funding	0.0	0	1,984
6. Carry-Over Funding for JIS	0.0	0	1,999
7. Pierce County Superior Court Judge	0.0	-212	-212
8. Information Services Division	0.0	-6,011	0
9. Agency Reduction	0.0	-1,500	-1,500
10. JST Account Funding	0.0	-5,414	0
11. Fiscal Year Adjustment	0.0	0	0
12. Interagency Charges - AG	0.0	-4	-4
Policy -- Non-Comp Total	10.5	-12,876	8,683
Policy Comp Changes:			
13. Average Final Compensation Adjust	0.0	13	16
14. 3% Salary Cut for State Employees	0.0	-546	-1,058
15. Suspend Plan 1 Uniform COLA	0.0	-1,314	-1,595
16. Retire-Rehire Changes (State)	0.0	-7	-9
Policy -- Comp Total	0.0	-1,854	-2,646
Total Policy Changes	10.5	-14,730	6,037
Total 2011-13 Biennium	381.5	100,793	150,389
Difference from 2009-11	22.0	-4,413	4,200
% Change from 2009-11	6.1%	-4.2%	2.9%

Comments:

1. Superior Court Calendar & Case Mgmt - Funding is provided to continue planning efforts related to procuring and implementing an integrated calendaring and case management system for the Washington State Superior Courts. (Judicial Information Systems Account-State)

2. Equipment Replacement & Expansion - Funds are provided to replace computer equipment in trial and appellate courts. (Judicial Information Systems Account-State)

3. Internal Equipment Replacement - Funding is requested to replace aged computer equipment and to improve the performance of heavily used Judicial Information System (JIS) services, including server consolidation, network switches, and additional data warehouse capacity. (Judicial Information Systems Account-State)

4. Guardianship Services - Funding is provided for the Office of Public Guardianship. This level allows the Administrative Office of the Courts (AOC) to maintain the existing caseload through June 30, 2012, allowing for the completion of the evaluation of the program by the Washington State Institute for Public Policy.

5. JIS Multi-Project Funding - Funding is provided to develop and implement information technology projects that are approved by the Judicial Information Systems Committee, including funding to combine data into a standardized, validated risk assessment tool for the use of judicial officers at pre-trial stages in order to provide additional information for decision-making about release conditions. (Judicial Information Systems Account-State)

6. Carry-Over Funding for JIS - Funding is provided to transfer funding for the Judicial Information System (JIS) migration plan from FY 2011 into FY 2012. The funding is provided to continue work on implementing initiatives started in the 2009-11 biennium. (Judicial Information Systems Account-State)

7. Pierce County Superior Court Judge - Funding is reduced to reflect savings for the twenty-third superior court judgeship in Pierce County. The judgeship, authorized in 2008, has not been appointed.

8. Information Services Division - Funding is provided to shift general fund--state expenditures for the Information Services Division to the Judicial Information System Account. (Judicial Information Systems Account-State)

9. Agency Reduction - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

10. JST Account Funding - Funding from the Judicial Stabilization Trust (JST) Account is provided for costs associated with the AOC. Revenue deposited in the JST Account comes from a temporary surcharge on certain court filing fees, pursuant to SB 5941 (judicial branch funding). (Judicial Stabilization Trust Account-State)

11. Fiscal Year Adjustment - Funding is transferred between fiscal years to correct changes made at carry forward level.

12. Interagency Charges - AG - Funding is provided for this agency's share of payments to the Office of the Attorney General for legal services. (General Fund-State, Various Other Funds)

13. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

14. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

15. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

16. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of Public Defense
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	14.0	49,976	52,899
2011-13 Maintenance Level	14.0	53,127	53,127
Policy Non-Comp Changes:			
1. Agency Reduction	0.0	-531	-531
2. JST Account Funding	0.0	-2,490	0
3. Interagency Charges - AG	0.0	-1	-1
Policy -- Non-Comp Total	0.0	-3,022	-532
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-72	-72
5. Suspend Plan 1 Uniform COLA	0.0	-40	-40
Policy -- Comp Total	0.0	-112	-112
Total Policy Changes	0.0	-3,134	-644
Total 2011-13 Biennium	14.0	49,993	52,483
Difference from 2009-11	0.0	17	-416
% Change from 2009-11	0.0%	0.0%	-0.8%

Comments:

1. Agency Reduction - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

2. JST Account Funding - Funding from the Judicial Stabilization Trust (JST) Account is provided for costs associated with the Office of Public Defense (OPD). Revenue deposited in the JST Account comes from a temporary surcharge on certain court filing fees, pursuant to SB 5941 (judicial branch funding). (Judicial Stabilization Trust Account-State)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of Civil Legal Aid
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	1.0	22,159	23,314
2011-13 Maintenance Level	1.0	23,418	23,418
Policy Non-Comp Changes:			
1. Agency Reduction	0.0	-234	-234
2. JST Account Funding	0.0	-1,098	0
Policy -- Non-Comp Total	0.0	-1,332	-234
Policy Comp Changes:			
3. Suspend Plan 1 Uniform COLA	0.0	0	-5
Policy -- Comp Total	0.0	0	-5
Total Policy Changes	0.0	-1,332	-239
Total 2011-13 Biennium	1.0	22,086	23,179
Difference from 2009-11	0.0	-73	-135
% Change from 2009-11	0.0%	-0.3%	-0.6%

Comments:

1. Agency Reduction - Funding is reduced in recognition of efficiency efforts by judicial branch agencies.

2. JST Account Funding - Funding from the Judicial Stabilization Trust (JST) Account is provided for costs associated with the Office of Public Defense (OPD). Revenue deposited in the JST Account comes from a temporary surcharge on certain court filing fees, pursuant to SB 5941 (judicial branch funding). (Judicial Stabilization Trust Account-State)

3. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of the Governor
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	54.5	11,541	13,041
2011-13 Maintenance Level	54.5	11,906	13,406
Policy Non-Comp Changes:			
1. Staff Reduction	-2.5	-635	-635
2. Reduce Hood Canal Coordination Coun	0.0	-20	-20
3. Administrative Reduction	0.0	-266	-266
4. Interagency Charges - AG	0.0	-6	-6
Policy -- Non-Comp Total	-2.5	-927	-927
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	2	2
6. 3% Salary Cut for State Employees	0.0	-236	-236
7. Suspend Plan 1 Uniform COLA	0.0	-140	-140
Policy -- Comp Total	0.0	-374	-374
Total Policy Changes	-2.5	-1,301	-1,301
Total 2011-13 Biennium	52.0	10,605	12,105
Difference from 2009-11	-2.5	-936	-936
% Change from 2009-11	-4.6%	-8.1%	-7.2%

Comments:

1. Staff Reduction - One part-time position in the Governor's Mansion is eliminated. The Office of the Family and Children and the Education Ombudsman will each eliminate one position. Funding for goods, services, and travel is reduced.

2. Reduce Hood Canal Coordination Coun - Funding for projects, reports, and other activities of the Hood Canal Aquatic Rehabilitation Program under RCW 90.88.030 is reduced by 11 percent.

3. Administrative Reduction - Funding for executive operations is reduced. This represents a 3 percent reduction to the General Fund-State administrative budget for the 2011-13 biennium for the Office of the Governor.

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of the Lieutenant Governor
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	6.8	1,517	1,612
2011-13 Maintenance Level	6.8	1,582	1,677
Policy Non-Comp Changes:			
1. Administrative Reductions	-1.0	-154	-154
Policy -- Non-Comp Total	-1.0	-154	-154
Policy Comp Changes:			
2. 3% Salary Cut for State Employees	0.0	-26	-26
3. Suspend Plan 1 Uniform COLA	0.0	-17	-17
Policy -- Comp Total	0.0	-43	-43
Total Policy Changes	-1.0	-197	-197
Total 2011-13 Biennium	5.8	1,385	1,480
Difference from 2009-11	-1.0	-132	-132
% Change from 2009-11	-14.7%	-8.7%	-8.2%

Comments:

1. Administrative Reductions - The Office of the Lieutenant Governor will achieve savings by reducing spending for salaries and benefits, travel, equipment, printing costs, employee training and development, communications, parking, and other goods and services.

2. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

3. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Public Disclosure Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	23.0	4,461	4,461
2011-13 Maintenance Level	23.0	4,660	4,660
Policy Non-Comp Changes:			
1. Staff Reductions	-2.8	-412	-412
2. State Data Center Rate Increase	0.0	32	32
3. Campaign Disclosure - ESSB 5021	0.8	125	125
4. Interagency Charges - AG	0.0	-24	-24
Policy -- Non-Comp Total	-2.0	-279	-279
Policy Comp Changes:			
5. 3% Salary Cut for State Employees	0.0	-92	-92
6. Suspend Plan 1 Uniform COLA	0.0	-52	-52
Policy -- Comp Total	0.0	-144	-144
Total Policy Changes	-2.0	-423	-423
Total 2011-13 Biennium	21.0	4,237	4,237
Difference from 2009-11	-2.0	-224	-224
% Change from 2009-11	-8.7%	-5.0%	-5.0%

Comments:

1. Staff Reductions - The Public Disclosure Commission will achieve savings through a combination of reducing FTE levels and not filling vacancies.

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Campaign Disclosure - ESSB 5021 - Funding is provided for the enhanced campaign finance enforcement and reporting requirements of Engrossed Substitute Senate Bill No. 5021 (campaign finance disclosure).

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

6. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of the Secretary of State
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	326.8	36,134	107,903
2011-13 Maintenance Level	322.5	44,880	103,937
Policy Non-Comp Changes:			
1. Charitable Organization Education	0.0	0	300
2. Archives Service Reduction	-3.0	0	-890
3. TVW savings	0.0	-993	-993
4. Administrative Reduction	0.0	-204	-204
5. State Library	-2.0	-1,703	-675
6. Presidential Primary State Costs	0.0	-10,032	-10,032
7. Productivity Board	-3.9	0	-781
8. Interagency Charges - AG	0.0	-20	-46
9. Management Efficiency	0.0	-144	-144
Policy -- Non-Comp Total	-8.9	-13,096	-13,465
Policy Comp Changes:			
10. Average Final Compensation Adjust	0.0	4	4
11. 3% Salary Cut for State Employees	0.0	-597	-1,014
12. Suspend Plan 1 Uniform COLA	0.0	-344	-596
13. Retire-Rehire Changes (State)	0.0	-2	-2
Policy -- Comp Total	0.0	-939	-1,608
Total Policy Changes	-8.9	-14,035	-15,073
Total 2011-13 Biennium	313.6	30,845	88,864
Difference from 2009-11	-13.2	-5,289	-19,039
% Change from 2009-11	-4.0%	-14.6%	-17.6%

Comments:

1. Charitable Organization Education - In 2010, legislation was enacted to implement a Charitable Organization Education Program supported by the Charitable Organization Education Account (chapter 29, Laws of 2010 1st sp.sess.; 2SHB 2576) . A technical adjustment is made to increase the program's appropriation to cover the personal service costs of hiring trainers with expertise in areas of fiduciary responsibility, board management, and other areas of education identified by the charitable and nonprofit community. (Charitable Organization Education Account-State)

2. Archives Service Reduction - Funding for the Archives and Records Management Account and FTE authority are reduced. Three FTE staff (one each from the Digital Archives, Records Management, and State Government Archives) are eliminated. Corresponding services to agencies are also reduced. (Archives and Records Management Account-State)

3. TVW savings - Funding provided to TVW is maintained at the 2009-11 biennial funding levels. This represents a 20 percent reduction from the 2007-09 funding levels.

4. Administrative Reduction - Funding for Executive and Administrative Services is reduced by 3 percent.

5. State Library - The General Fund--State appropriation to the State Library is reduced. Funding from the Washington State Heritage Center Account is provided in place of a portion of the General Fund-State appropriation in the 2011-13 biennium to achieve General Fund--State savings. (Washington State Heritage Account)

6. Presidential Primary State Costs - Funding for costs associated with the 2012 Presidential Primary are eliminated. No Presidential Primary will be held in Washington in 2012.

7. Productivity Board - Funding is eliminated for the Productivity Board for the 2011-13 fiscal biennium. (Department of Personnel Service Account)

8. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

9. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

10. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

11. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

12. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

13. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Governor's Office of Indian Affairs
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2.0	537	537
2011-13 Maintenance Level	2.0	558	558
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	3	3
2. Reduce Administrative Expenditures	0.0	-22	-22
Policy -- Non-Comp Total	0.0	-19	-19
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	-8	-8
4. Suspend Plan 1 Uniform COLA	0.0	-5	-5
Policy -- Comp Total	0.0	-13	-13
Total Policy Changes	0.0	-32	-32
Total 2011-13 Biennium	2.0	526	526
Difference from 2009-11	0.0	-11	-11
% Change from 2009-11	0.0%	-2.1%	-2.1%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Reduce Administrative Expenditures - The Governor's Office of Indian Affairs will reduce expenditures for salaries and benefits, goods and services, and travel.

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Asian-Pacific-American Affrs
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2.0	452	452
2011-13 Maintenance Level	2.0	478	478
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	3	3
2. Reduce Administrative Expenditures	0.0	-17	-17
Policy -- Non-Comp Total	0.0	-14	-14
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	-8	-8
4. Suspend Plan 1 Uniform COLA	0.0	-5	-5
Policy -- Comp Total	0.0	-13	-13
Total Policy Changes	0.0	-27	-27
Total 2011-13 Biennium	2.0	451	451
Difference from 2009-11	0.0	-1	-1
% Change from 2009-11	0.0%	-0.2%	-0.2%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Reduce Administrative Expenditures - The Commission on Asian-Pacific-American Affairs will reduce expenditures for salaries and benefits, goods and services, and travel.

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of the State Treasurer
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	71.3	0	14,686
2011-13 Maintenance Level	71.3	0	15,359
Policy Non-Comp Changes:			
1. Reduce FTEs to Reflect Actuals	-4.3	0	0
2. Move Costs for Leaving GA Building	0.0	0	113
3. State Data Center Rate Increase	0.0	0	48
4. Interagency Charges - AG	0.0	0	-25
Policy -- Non-Comp Total	-4.3	0	136
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	0	2
6. 3% Salary Cut for State Employees	0.0	0	-318
7. Suspend Plan 1 Uniform COLA	0.0	0	-182
8. Retire-Rehire Changes (State)	0.0	0	-1
Policy -- Comp Total	0.0	0	-499
Total Policy Changes	-4.3	0	-363
Total 2011-13 Biennium	67.0	0	14,996
Difference from 2009-11	-4.3	0	310
% Change from 2009-11	-6.0%	0.0%	2.1%

Comments:

1. Reduce FTEs to Reflect Actuals - The State Treasurer's Office consisted of 64.8 FTE in Fiscal Year 2010. FTE authority is reduced to better reflect usage.

2. Move Costs for Leaving GA Building - Due to the planned elimination of the General Administration Building on the capital campus, the Office of the State Treasurer will incur one-time moving costs of $139,000 in Fiscal Year 2012 and ongoing lease savings in Fiscal Year 2012 ($12,000), Fiscal Year 2013 ($14,000) and thereafter. (State Treasurer's Service Account-State)

3. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

8. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of the State Auditor
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	337.4	1,439	79,574
2011-13 Maintenance Level	335.1	1,461	83,646
Policy Non-Comp Changes:			
1. Shift Audits to Perf Audit Acct	0.0	0	-7,445
2. State Data Center Rate Increase	0.0	0	80
3. Fraud Ombudsman	1.2	0	224
4. School Audits	0.0	-1,461	0
5. Interagency Charges - AG	0.0	0	-36
Policy -- Non-Comp Total	1.2	-1,461	-7,177
Policy Comp Changes:			
6. Average Final Compensation Adjust	0.0	0	7
7. 3% Salary Cut for State Employees	0.0	0	-1,226
8. Suspend Plan 1 Uniform COLA	0.0	0	-691
9. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-1,912
Total Policy Changes	1.2	-1,461	-9,089
Total 2011-13 Biennium	336.3	0	74,557
Difference from 2009-11	-1.2	-1,439	-5,017
% Change from 2009-11	-0.3%	-100.0%	-6.3%

Comments:

1. Shift Audits to Perf Audit Acct -
Expenditure authority from the Performance Audits of Government Account is reduced to allow the shifting of expenditure authority to four audit-related activities: (1) the Division of Fraud Investigations within the Department of Social and Health Services, (2) the Fraud Ombudsman in the State Auditor's Office, (3) school audits in the State Auditor's Office, and (4) a portion of the enhanced revenue auditor and collection functions of the Department of Revenue. The effect of these transfers is that performance audits will be reduced approximately 10 percent from current levels. (General Fund-State, Performance Audits of Government Account-Nonappropriated)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Fraud Ombudsman - Under E2SSB 5921, the State Auditor must appoint a Fraud Ombudsman with responsibility to review and audit the fraud investigative work done by the Division of Fraud Investigations (DFI), or its successor within DSHS. The ombudsman also has authority to investigate citizen complaints related to fraud and abuse in the TANF program. By November 30, 2012, and biennially thereafter, the ombudsman must submit a report summarizing its audit activities of DFI to the appropriate committees of the Legislature. (Performance Audits of Government Account)

4. School Audits - The State Auditor's Office performs select state school district audits. For the 2011-13 biennium, funding for select state school district audits will be funded from the Performance Audits of Government Account rather than General Fund-State.

5. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

6. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

7. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

9. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Comm Salaries for Elected Officials
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	1.4	374	374
2011-13 Maintenance Level	1.4	397	397
Policy Non-Comp Changes:			
1. Adjust Fiscal Year Split	0.0	0	0
2. State Data Center Rate Increase	0.0	3	3
3. Reduce Administrative Expenditures	-0.1	-39	-39
4. Interagency Charges - AG	0.0	-1	-1
Policy -- Non-Comp Total	-0.1	-37	-37
Policy Comp Changes:			
5. 3% Salary Cut for State Employees	0.0	-6	-6
6. Suspend Plan 1 Uniform COLA	0.0	-1	-1
Policy -- Comp Total	0.0	-7	-7
Total Policy Changes	-0.1	-44	-44
Total 2011-13 Biennium	1.3	353	353
Difference from 2009-11	-0.1	-21	-21
% Change from 2009-11	-3.7%	-5.6%	-5.6%

Comments:

1. Adjust Fiscal Year Split - Expenditure authority of $10,000 will be shifted from FY 2013 to FY 2012 to better align with actual expenditure patterns.

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Reduce Administrative Expenditures - Funding for expenditures for salaries and benefits, goods and services, travel, and capital outlays is reduced.

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

6. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of the Attorney General
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	1,128.2	11,580	241,946
2011-13 Maintenance Level	1,100.8	11,815	241,830
Policy Non-Comp Changes:			
1. Reduce Agency Legal Billings	-56.0	0	-14,125
2. Eliminate WSCTC, HCQA Billing	-0.5	0	-146
3. Stormans v DOH Litigation	1.8	0	628
4. Teck Cominco Metals Litigation	0.0	0	500
5. Unemployment Insurance ESD IAA	2.0	0	516
6. University of WA IAA to Base Funds	0.4	0	170
7. Reduction to Non-Agency Legal Serv	-10.2	-1,815	-1,815
8. State Data Center Rate Increase	0.0	0	161
9. Juvenile Records	0.5	140	140
10. Protecting Homeowners	2.5	0	656
11. Small Business Preference Program	0.0	0	62
12. Addressing Subpoena Authority	0.4	0	96
13. Coal-Fired Generation	0.4	0	99
14. Industrial Insurance - SSB 5801	0.0	0	416
15. Campaign Disclosure - ESSB 5021	0.0	0	31
16. Medicaid Fraud Enforcement	21.8	-1,460	5,462
17. Workers Compensation	24.5	0	5,924
18. Management Efficiency	0.0	-104	-104
Policy -- Non-Comp Total	-12.5	-3,239	-1,329
Policy Comp Changes:			
19. Average Final Compensation Adjust	0.0	2	30
20. 3% Salary Cut for State Employees	0.0	-360	-5,399
21. Suspend Plan 1 Uniform COLA	0.0	-192	-3,055
22. Retire-Rehire Changes (State)	0.0	-1	-15
Policy -- Comp Total	0.0	-551	-8,439
Total Policy Changes	-12.5	-3,790	-9,768
Total 2011-13 Biennium	1,088.4	8,025	232,062
Difference from 2009-11	-39.9	-3,555	-9,884
% Change from 2009-11	-3.5%	-30.7%	-4.1%

Comments:

1. Reduce Agency Legal Billings - The Office of the Attorney General (AGO) will absorb a reduction in the Legal Services Revolving Account. The AGO will work with client agencies to develop and implement stricter policies and best management practices regarding utilization of Attorney General services to achieve lower legal bills. (Legal Services Revolving Account-State)

2. Eliminate WSCTC, HCQA Billing - Because the Convention and Trade Center and Home Care Quality Authority will no longer be state agencies in the 2011-13 biennium, the Attorney General's Office billings for those agencies are removed from the Legal Services Revolving Account. (Legal Services Revolving Account-State)

3. Stormans v DOH Litigation - The Office of the Attorney General (AGO) is provided increased funding and 1.8 FTEs in the 2011-13 biennium to provide one-time legal services for the Department of Health (DOH) relating to the Stormans v. DOH litigation. At issue is the constitutionality of rules adopted by the Board of Pharmacy relating to access to all prescription medications, as well as liability for attorney fees. (Legal Services Revolving Account-State)

4. Teck Cominco Metals Litigation - Funding is provided in the 2011-13 biennium for one-time additional legal services to the Department of Ecology and the Department of Natural Resources associated with Pakootas, et al. v. Teck Cominco Metals Ltd. litigation. (Legal Services Revolving Account-State)

5. Unemployment Insurance ESD IAA - Billing authority and FTEs are provided for legal services associated with unemployment insurance (UI) cases in the Employment Security Department. (Legal Services Revolving Account-State)

6. University of WA IAA to Base Funds - Funding and 0.4 FTE staff are provided for ongoing legal services associated with the University of Washington's caseload relating to Airlift Northwest and the Real Estate Office for Metro Tract management. (Legal Services Revolving Account-State)

7. Reduction to Non-Agency Legal Serv - Savings are assumed through a reduction in the General Fund-State funded programs: Consumer Protection ($800,000), Homicide Investigation Tracking System (HITS) ($500,000), and Criminal Litigation ($515,000). (Legal Services Revolving Account-State)

8. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

9. Juvenile Records - Funding is provided for costs associated with Substitute House Bill 1793 (access to juvenile records). The legislation provides that a violation of the prohibition against the dissemination of personal information contained in a juvenile record is a violation of the Washington Consumer Protection Act. Funding is for approximately three cases per year.

10. Protecting Homeowners - Billing authority is provided for costs associated with Second Substitute House Bill 1362 (homeowner foreclosure). The AGO is provided billing authority from the Foreclosure Fairness Account for work required by this legislation under the Consumer Protection Act. (Foreclosure Fairness Account)

11. Small Business Preference Program - Billing authority is provided for costs associated with House Bill 1770 (state purchasing). The Department of General Administration will require increased legal services as a result of this legislation.

12. Addressing Subpoena Authority - Expenditure authority is provided for Senate Bill 5076 (addressing subpoena authority), which relates to subpoena authority for the Department of Financial Institutions. (Legal Services Revolving Fund)

13. Coal-Fired Generation - Expenditure authority is provided for Engrossed Second Substitute Senate Bill 5076 (coal-fired generation). (Legal Services Revolving Fund)

14. Industrial Insurance - SSB 5801 - Funding is provided for legal services to the Department of Labor & Industries for implementation of Substitute Senate Bill No. 5801 (occupational safety and education). (Legal Services Revolving Fund)

15. Campaign Disclosure - ESSB 5021 - Funding is provided for the legal services costs of the enhanced campaign finance enforcement and reporting requirements of Engrossed Substitute Senate Bill No. 5021 (campaign finance disclosure). (Legal Services Revolving Fund)

16. Medicaid Fraud Enforcement - Funds are provided for implementation of SSB 5458, which establishes new tools for detection and prosecution of, and new penalties for engaging in, Medicaid fraud. (General Fund-State, Medicaid Fraud Penalty Account-State, General Fund-Federal)

17. Workers Compensation - Funding is provided for the legal costs associated with the implementation of House Bill 2123 (long-term disability of injured workers). Legal Services Revolving Fund.

18. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

19. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

20. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

21. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

22. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Caseload Forecast Council
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	6.9	1,508	1,508
2011-13 Maintenance Level	6.9	1,577	1,577
Policy Non-Comp Changes:			
1. Reduce Administrative Expenditures	-0.4	-152	-152
2. Higher Ed Forecasts	0.5	114	114
3. SGC Transfer Savings	-3.7	-786	-786
4. Transfer SGC to CFC	8.7	1,913	1,913
Policy -- Non-Comp Total	5.1	1,089	1,089
Policy Comp Changes:			
5. 3% Salary Cut for State Employees	0.0	-34	-34
6. Suspend Plan 1 Uniform COLA	0.0	-19	-19
Policy -- Comp Total	0.0	-53	-53
Total Policy Changes	5.1	1,036	1,036
Total 2011-13 Biennium	12.0	2,613	2,613
Difference from 2009-11	5.1	1,105	1,105
% Change from 2009-11	73.9%	73.3%	73.3%

Comments:

1. Reduce Administrative Expenditures - The Caseload Forecast Council (CFC) will reduce expenditures for salaries and benefits, and goods and services.

2. Higher Ed Forecasts - Chapter 304, Laws of 2011(SB 5304) requires the CFC to provide caseload forecasts of the anticipated number of students eligible for the College Bound Scholarship Program who are also expected to attend an institution of higher education. Funding is provided to the CFC for the additional workload associated with producing these forecasts.

3. SGC Transfer Savings - Savings are taken to reflect the transfer of some of the Sentencing Guidelines Commission (SGC) functions to the CFC pursuant to Engrossed Substitute Senate Bill 5891 (criminal justice cost savings).

4. Transfer SGC to CFC - Pursuant to Engrossed Substitute Senate Bill 5891 (criminal justice cost savings), certain functions of the SGC are transferred to the CFC. These functions include developing and maintaining a database consisting of adult and juvenile offender history and sentencing information, analyzing the effect of sentencing legislation on prison demand, and annually publishing statistical summaries and sentencing manuals.

5. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

6. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Financial Institutions
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	186.7	0	44,476
2011-13 Maintenance Level	186.6	0	44,579
Policy Non-Comp Changes:			
1. Mtge Lend Fraud Prosecution Acct	0.0	0	1,000
2. Financial Reform/Investment Adviser	0.5	0	1,204
3. Addressing Subpoena Authority	0.0	0	96
4. State Data Center Rate Increase	0.0	0	188
5. Consumer Loan Act	1.2	0	231
6. Foreclosure Fairness Act	0.0	0	459
7. Interagency Charges - AG	0.0	0	-64
Policy -- Non-Comp Total	1.7	0	3,114
Policy Comp Changes:			
8. Average Final Compensation Adjust	0.0	0	4
9. 3% Salary Cut for State Employees	0.0	0	-797
10. Suspend Plan 1 Uniform COLA	0.0	0	-453
11. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-1,248
Total Policy Changes	1.7	0	1,866
Total 2011-13 Biennium	188.3	0	46,445
Difference from 2009-11	1.6	0	1,969
% Change from 2009-11	0.8%	0.0%	4.4%

Comments:

1. Mtge Lend Fraud Prosecution Acct - Chapter 129, Laws of 2011 (HB 1191) pushes back the expiration date of the Mortgage Lending Fraud Prosecution Account to June 30, 2016. Funding continues to be provided to the Department of Financial Institutions (DFI) to distribute to local prosecutors and for the state to identify and pursue mortgage fraud cases. (Mortgage Lending Fraud Prosecution Account-Nonappropriated)

2. Financial Reform/Investment Adviser - The DFI is provided funding for its expanded regulatory authority delegated in the Dodd-Frank Wall Street Reform and Consumer Protection Act. Effective July 2011, the number of investment advisers regulated by the DFI (and the complexity of their portfolios) will increase an estimated 60 percent, from about 500 to an estimated 800 advisers. (Financial Services Regulation Account-Nonappropriated)

3. Addressing Subpoena Authority - Chapter 93, Laws of 2011 (SB 5076) grants the DFI the authority to obtain a subpoena for records, documents, or testimony from a superior court. Funding is provided for the ongoing legal costs the DFI expects as the result of increased efforts to secure subpoenas. (Financial Services Regulation Account-Nonappropriated)

4. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

5. Consumer Loan Act - Chapter 191, Laws of 2011 (2SHB 1405) removes the exemption in the Consumer Loan Act for lenders making loans secured by liens against a borrower's primary residence. Funding is provided for the DFI to implement and enforce the provisions of the legislation. (Financial Services Regulation Account-Nonappropriated)

6. Foreclosure Fairness Act - Chapter 58, Laws of 2011 (2SHB 1362) provides a 3 percent portion of the payment made by foreclosure beneficiaries to the DFI to conduct homeowner prepurchase and postpurchase outreach and education programs as defined in RCW 43.320.150. (Financial Services Regulation Account-Nonappropriated)

7. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

8. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

9. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

10. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

11. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Commerce
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		268.8	90,147	578,299
2011-13 Maintenance Level		244.5	83,999	456,628
Policy Non-Comp Changes:				
1.	Local Fiscal Note Revenue Source	0.0	-645	0
2.	Reduce Housing Assistance Programs	0.0	2,700	-8,148
3.	Essential Needs and Housing Support	0.0	64,132	64,132
4.	Vulnerable Adults	0.0	16	16
5.	State Data Center Rate Increase	0.0	64	103
6.	Ruckelshaus Center Process	0.6	0	127
7.	Municipal Research and Services Ctr	0.0	0	169
8.	Comm Services Block Grant Reduction	-0.1	-750	-750
9.	CSHD/ Advocacy & Policy	-0.5	-85	-85
10.	CSHD/Operations	0.0	-78	-78
11.	BSD/Operations	0.0	-135	-135
12.	ASD/Operations	0.0	-23	-23
13.	IPP/Operations	0.0	-71	-71
14.	LGI/Operations	0.0	-275	-275
15.	Response to Crime Victims Reduction	0.0	-275	-275
16.	Community Volunteer Support (CASA)	0.0	-622	-622
17.	Eliminate Tourism Development	-5.6	-3,812	-12,816
18.	WA Technology Center Reduction	0.0	-951	-951
19.	Transfer WTC to Innovate WA	0.0	-3,806	-3,806
20.	CSHD/Community Mobilization	-0.1	-225	-225
21.	Growth Management Reduction	0.0	-786	-786
22.	CSHD/Housing Administration	-0.3	-86	-86
23.	BSD/Associate Development Org	0.0	-565	-565
24.	BSD/Foreign Service Contracts	0.0	-620	-620
25.	BSD/Microenterprise Services	0.0	-39	-39
26.	Manufactured Housing	-0.9	0	-204
27.	Protecting Homeowners	2.2	0	14,186
28.	CSHD/Family Prosperity Account	0.0	-357	-357
29.	BSD/Impact Washington	0.0	-34	-34
30.	WA Economic Development Commission	0.0	-45	-45
31.	IPP/Innovative Res Teams (STARS)	0.0	-100	-100
32.	CSHD/State Drug Task Forces	-0.1	-1,279	-1,279
33.	CSHD/New Americans	0.0	-170	-170
34.	Energy Efficiency Model Grant	0.0	0	1,384
35.	Sexual Assault Services Grant	0.0	0	95
36.	DOE Weatherization Pilot Grant	0.0	0	240
37.	Energy Efficiency in Agricuture	0.0	0	50
38.	Sex Offender MGMT Grant	0.0	0	82
39.	Sustainable Energy ARRA	0.0	0	6,149
40.	Energy Assurance ARRA	0.0	0	200
41.	Brownfield Loan Fund ARRA	0.0	0	27
42.	Northwest Industrial ARRA	0.0	0	100
43.	Interagency Charges - AG	0.0	-41	-81
44.	Neighborhood Stabilization Program	2.2	0	5,000

2011-13 Omnibus Operating Budget
Department of Commerce
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
45.	BSD/NW Ag Business	0.0	-182	-182
46.	BSD/Statewide Services	0.0	-174	-174
47.	BSD/WWU Small Bus Dev Center	0.0	-593	-593
48.	BSD/Regional Services	0.0	-295	-295
49.	BSD/Web Marketing	0.0	-86	-86
50.	BSD/Global Health	0.0	-1,500	-1,500
51.	BSD/IPZ Econ Devel Grant Program	0.0	100	100
52.	BSD/International Trade Training	0.0	10	10
53.	IPP/Energy Policy	0.0	-280	-280
54.	LGI/Growth Management Administratio	0.0	-297	-297
55.	PWAA Admin Savings	0.0	0	-225
56.	South King Co Multi Service Center	0.0	100	100
57.	BSD/International Trade Development	0.0	-274	-274
58.	BSD/Domestic Contracts	0.0	-114	-114
59.	BSD/Grant Services Administration	0.0	-125	-125
60.	BSD/ITED Admin	0.0	-191	-191
61.	Management Efficiency	0.0	-280	-280
62.	Broadband Mapping and Planning	3.8	0	4,037
Policy -- Non-Comp Total		1.3	46,856	59,065
Policy Comp Changes:				
63.	Average Final Compensation Adjust	0.0	4	6
64.	3% Salary Cut for State Employees	0.0	-714	-1,292
65.	Suspend Plan 1 Uniform COLA	0.0	-393	-716
66.	Retire-Rehire Changes (State)	0.0	-2	-3
Policy -- Comp Total		0.0	-1,105	-2,005
Total Policy Changes		1.3	45,751	57,060
Total 2011-13 Biennium		245.8	129,750	513,688
Difference from 2009-11		-23.0	39,603	-64,611
% Change from 2009-11		-8.6%	43.9%	-11.2%

Comments:

1. Local Fiscal Note Revenue Source - Local government fiscal note activities will no longer receive General Fund-State funding. This activity will be funded from the County Research Services Account and the City and Town Research Services Account. Commerce currently expends $645,000 and up to 3.2 FTEs on preparing local fiscal notes. (General Fund-State, County Research Services Account-State, City and Town Research Services Account-State)

2. Reduce Housing Assistance Programs - Spending for homeless and transitional housing programs is reduced and funds are adjusted to reflect revenues. (Home Security Fund Account-State).

3. Essential Needs and Housing Support - Funding is provided for the essential needs and housing support program established in Engrossed Substitute House Bill 2082 (essential needs and assistance program). The Department will use this funding to provide for housing support and essential needs for individuals in the program within available resources.

4. Vulnerable Adults - Funding is provided to implement sections 501 through 503 of Substitute House Bill No. 1277 (licensed settings for vulnerable adults). The long term care ombudsman shall convene an adult family home quality assurance panel to review problems concerning the quality of care for adults in adult family homes. Aging and Disability Services Administration will offer support to the long term care ombudsman quality assurance panel. The panel shall provide a report to the appropriate legislative committees by July 1, 2012.

5. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

6. Ruckelshaus Center Process - Funding is provided for Chapter 360, Laws of 2011 (ESHB 1886) (Ruckelshaus center process). The bill establishes the Voluntary Stewardship Program that allows participating counties to protect critical areas in areas used for agricultural activities through the program rather than through regulatory requirements of the Growth Management Act. The Department will incur additional technical assistance and staffing costs for agency collaboration and to assist counties participating in the program. (General Fund-Federal)

7. Municipal Research and Services Ctr - The Municipal Research and Services Center of Washington (MRSC), a nonprofit organization, has provided municipal research and services to cities, towns, and counties since 1969. These consolidated services provide expertise needed by local governments and are especially crucial to smaller jurisdictions. An increase of MRSC's contract budget is necessary to maintain the current level of service. MRSC is funded through a small portion of the cities' distributions of state liquor profits and the counties' distribution of the liquor excise tax. (County Research Services Account-State, City and Town Research Services-State)

8. Comm Services Block Grant Reduction - The Community Services Block Grant, including the actual block grant and administrative expenses, is reduced by 25 percent. State funding reductions will result in more reliance on federal administrative funds, and reduced support for the Washington State Community Action Partnership.

9. CSHD/ Advocacy & Policy - The Office of Crime Victims Advocacy provides services to victims of crimes and training for grantees. Funding for these services is reduced by 12 percent and will result in reductions in training and other services provided by staff.

10. CSHD/Operations - Funding for operations and administrative support for the Community Services and Housing Division is reduced by 3 percent.

11. BSD/Operations - Funding for operations and administrative support for the Business Services Division is reduced.

12. ASD/Operations - Funding for administrative support provided by the Administrative Services Division is reduced.

13. IPP/Operations - Funding for operations and administrative support for the Innovation and Policy Priorities Division is reduced by 3 percent.

14. LGI/Operations - Funding for operations and administrative support for the Local Government and Infrastructure Division is reduced by 32 percent.

15. Response to Crime Victims Reduction - The Victim Witness Assistance Program provides trained advocates to assist crime victims during the investigation and prosecution of a crime. Services include 1) notification to victims and witnesses of court proceedings, dates, and events; 2) preparation and submittal of orders of restitution; and 3) assistance with crime victim compensation applications. Funding for the Victim Witness Program is reduced by 10 percent.

16. Community Volunteer Support (CASA) - Pass-through funding for Court Appointed Special Advocate/Guardian Ad Litem Program (CASA/GAL) training and coordination is eliminated.

17. Eliminate Tourism Development - Funding provided to the Department for activities to promote tourism is discontinued. (General Fund-State, Tourism Development and Promotion Account-State, Tourism Enterprise Account-Non-Appropriated)

18. WA Technology Center Reduction - The Department contracts with the Washington Technology Center to assist companies in the creation of innovative products and technologies that provide job opportunities for the citizens of Washington state. Funding for the Washington Technology Center is reduced by 20 percent.

19. Transfer WTC to Innovate WA - 2ESB 5764 (Innovate Washington) merges the Washington Technology Center (WTC) with SIRTI, formerly known as the Spokane Intercollegiate Research and Technology Institute, to form Innovate Washington. WTC funding is transferred to Innovate Washington.

20. CSHD/Community Mobilization - The Community Mobilization program provides local capacity building tools to promote the positive development of children and youth and prevent adolescent substance abuse, delinquency, teen pregnancy, school dropout, and violence. Funding for the Community Mobilization program is reduced by 10 percent.

21. Growth Management Reduction - Funding is reduced for the following growth management activities 1) $200,0000 in grants to the cities of Seattle and Tacoma for coordinating planning with their respective port authorities are discontinued; a grant to the Walla Walla Community College Water Center is reduced by $260,000 (36 percent); and 3) growth management grants to local governments are reduced by $326,000 (15 percent).

22. CSHD/Housing Administration - Funding for administration of the Affordable Housing program is reduced by 10 percent. Funding for housing trust fund operations and maintenance and housing trust fund portfolio management is shifted from the Community and Economic Development Fee Account to the Washington Housing Trust Account. (General Fund-State, Community and Economic Development Fee Account-State, Washington Housing Trust Account-State).

23. BSD/Associate Development Org - Associate Development Organization grants are reduced by 9 percent, resulting in less funding available to other business assistance entities.

24. BSD/Foreign Service Contracts - The Department contracts with five foreign office representatives to support development of international markets and promote export of Washington products. Funding for contracts with foreign representatives is reduced by 60 percent.

25. BSD/Microenterprise Services - Funding for a grant to the Microenterprise Association to support Microenterprise Development Organizations is reduced by 8 percent.

26. Manufactured Housing - In accordance with Substitute House Bill 1502 (Manuf/mobile home program), the Manufactured Housing Account is repealed and technical assistance related to mobile/manufactured home relocation is subject to the availability of amounts appropriated. (Manufactured Housing Account-Non-Appropriated)

27. Protecting Homeowners - Funding is provided to implement Second Substitute House Bill 1362 (Homeowner Foreclosures). The Department shall use revenues from newly authorized fees paid by financial institutions issuing notices of defaults to implement the foreclosure fairness act including contracting for the provision of housing counselors for borrowers and providing a grant to the office of civil legal aid for the purpose of contracting with qualified legal aid programs for legal representation of homeowners in matters relating to foreclosure. (Foreclosure Fairness Account-Non-Appropriated)

28. CSHD/Family Prosperity Account - Funding for the Family Asset Building program is reduced by 41 percent.

29. BSD/Impact Washington - Funding for a contract with Washington Manufacturing Services (Impact Washington) is reduced by 10 percent.

30. WA Economic Development Commission - The Washington State Economic Development Commission is an independent state commission responsible for evaluating the state's economic development systems, and developing long-term comprehensive strategic planning. Funding for the Economic Development Commission is reduced by 5 percent.

31. IPP/Innovative Res Teams (STARS) - The Innovation Research Teams program provides funding to support the recruitment of entrepreneurial researchers (Stars) to Washington to foster product innovation and long term statewide economic development. The program is administered through contracts with the University of Washington and Washington State University. Funding for the program is reduced by 3 percent.

32. CSHD/State Drug Task Forces - The Department contracts with 19 Multi-Jurisdictional State Drug Task Forces which provide drug investigation and enforcement services in 26 counties. Funding for State Drug Task Forces is reduced by 50 percent.

33. CSHD/New Americans - The New Americans Program is reduced by 30 percent.

34. Energy Efficiency Model Grant - Authority is provided for the Department to expend a federal grant which will fund a consortium of four states plus national experts to implement a program to promote homeowner investment in energy efficiency. (General Fund-Federal)

35. Sexual Assault Services Grant - Authority is provided for the Department to expend a federal grant for a program to increase intervention, advocacy, accompaniment, support services, and related assistance for adult, youth, and child victims of sexual assault, and the family and household members of such victims. (General Fund-Federal)

36. DOE Weatherization Pilot Grant - Authority is provided for the Department to expend a federal grant for a pilot program to establish a loan fund exclusively for low-income weatherization, and create a one-stop shop offering utility rebates, below-market loans, a carbon incentive fund, and other benefits for property owners and developers of multifamily buildings for low-income residents. (General Fund-Federal)

37. Energy Efficiency in Agricuture - Authority is provided for the Department to expend a federal grant for a program to increase direct participation in renewable energy generation by rural communities. (General Fund-Federal)

38. Sex Offender MGMT Grant - Authority is provided for the Department to expend a federal grant to implement a community education strategy that improves victim and community safety and offender accountability through effective and appropriate sex offender management. (General Fund-Federal)

39. Sustainable Energy ARRA - Authority is provided for the Department to expend a federal grant for a program to install renewable energy systems and cutting-edge energy efficiency technologies. (General Fund-Federal)

40. Energy Assurance ARRA - Authority is provided for the Department to expend a federal grant to develop and implement an energy assurance plan to deal with outages and reductions in supply for the citizens of Washington. (General Fund-Federal)

41. Brownfield Loan Fund ARRA - Authority is provided for the Department to expend a federal grant which provides funding to the Brownfields Revolving Loan Fund for cleanup of properties contaminated by petroleum and hazardous substances. (General Fund-Federal)

42. Northwest Industrial ARRA - Authority is provided for the Department to expend a federal grant for a program to implement energy efficiency improvements in medium to large-sized industrial facilities. (General Fund-Federal)

43. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

44. Neighborhood Stabilization Program - Authority is provided for the Department to expend a federal grant for a program to stabilize neighborhoods with abandoned homes. (General Fund-Federal)

45. BSD/NW Ag Business - Funding for the Northwest Agricultural Business Center is reduced by 25 percent.

46. BSD/Statewide Services - Funding for statewide services in the Business Support Division is reduced by 10 percent.

47. BSD/WWU Small Bus Dev Center - Funding for the Small Business Development Center at Western Washington University is eliminated.

48. BSD/Regional Services - Funding for regional services in the Business Support Division is reduced by 25 percent.

49. BSD/Web Marketing - Funding for web marketing and communications in the Business Services Division is reduced by 10 percent.

50. BSD/Global Health - Funding for the Global Health Technology program is reduced by 75 percent.

51. BSD/IPZ Econ Devel Grant Program - Funding is provided for the Department to administer a competitive grant program to fund economic development activities designed to further regional cluster growth and to integrate sector-based and cluster-based strategies with its support for the development of innovation partnership zones (IPZ).

52. BSD/International Trade Training - Funding is provided to implement provisions of Chapter 286, Laws of 2011(HB 1916) which includes requirements for the Department to train associate development organizations (ADOs) in export assistance. ADOs are to provide or facilitate export assistance through workshops or one-on-one assistance.

53. IPP/Energy Policy - Funding is reduced for the Energy Policy program by 20 percent.

54. LGI/Growth Management Administratio - Funding for growth management technical assistance and administration is reduced by 10 percent.

55. PWAA Admin Savings - As required by ESSB 5844 (local government infrastructure), the department shall reduce expenditures from the public works assistance account for central agency administration by $225,000 for the 2011-13 biennium. This will reduce indirect administrative expenditures back to the 20 percent of total operating budget expenditures that existed ten years ago.

56. South King Co Multi Service Center - Funding is provided for a grant to the multi-service center in Federal Way.

57. BSD/International Trade Development - Funding for international trade development in the Business Support Division is reduced by 10 percent.

58. BSD/Domestic Contracts - Funding for administration of domestic contracts in the Business Support Division is reduced by 25 percent.

59. BSD/Grant Services Administration - Funding for grant services administration in the Business Support Division is reduced by 10 percent.

60. BSD/ITED Admin - Funding for International Trade and Economic Development administration within the Business Services Division is reduced by 25 percent.

61. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

62. Broadband Mapping and Planning - Broadband mapping and planning includes identifying opportunities and issues in the broadband arena; monitoring, tracking and encouraging broadband deployment; and creating programs that promote access and adoption of broadband services around the state. Broadband Mapping/Planning and the Community Technology Opportunity Program (CTOP) are moved from the Department of Information Services to the Department of Commerce. (Washington Community Technology Opportunity Account- State, Broadband Mapping Account, Non-Appropriated)

63. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

64. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

65. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

66. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Economic & Revenue Forecast Council
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	5.1	1,483	1,483
2011-13 Maintenance Level	5.1	1,554	1,554
Policy Non-Comp Changes:			
1. Independent Lottery Forecast	0.0	0	50
2. Administrative Reductions	0.0	-108	-108
3. State Data Center Rate Increase	0.0	3	3
Policy -- Non-Comp Total	0.0	-105	-55
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-30	-30
5. Suspend Plan 1 Uniform COLA	0.0	-17	-17
Policy -- Comp Total	0.0	-47	-47
Total Policy Changes	0.0	-152	-102
Total 2011-13 Biennium	5.1	1,402	1,452
Difference from 2009-11	0.0	-81	-31
% Change from 2009-11	0.0%	-5.5%	-2.1%

Comments:

1. Independent Lottery Forecast - Funding is provided for the Economic and Revenue Forecast Council to conduct an independent lottery revenue forecast. (Lottery Administrative Account-State)

2. Administrative Reductions - Funding is reduced for goods and services, travel, and capital outlays.

3. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of Financial Management
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	299.7	41,634	138,147
2011-13 Maintenance Level	297.4	41,824	141,907
Policy Non-Comp Changes:			
1. Labor Relations Rate Reduction	-1.0	0	-496
2. Risk Management Rate Reduction	2.0	0	-544
3. Transfer K-20 Network	0.3	0	24,769
4. Lease Rate Adjustments	0.0	474	1,603
5. Staff Reductions	-9.0	-4,077	-4,077
6. Sentencing Guidelines Commission	1.0	210	210
7. Move IT Policy Oversight to OFM	17.5	1,767	7,676
8. State Data Center Rate Increase	0.0	415	455
9. DOP Merger into OFM	59.6	0	10,652
10. Dept of Enterprise Services-OFM	-164.4	-1,100	-63,714
11. Education Data Center	-3.5	-750	-750
12. McNeil Island Study	0.0	0	100
13. Office of Regulatory Assistance	0.0	0	212
14. Interagency Charges - AG	0.0	-36	-36
15. Special Committment Center	0.0	150	150
16. Management Efficiency	0.0	-154	-154
Policy -- Non-Comp Total	-97.5	-3,101	-23,944
Policy Comp Changes:			
17. Average Final Compensation Adjust	0.0	5	5
18. 3% Salary Cut for State Employees	0.0	-950	-1,099
19. Suspend Plan 1 Uniform COLA	0.0	-541	-625
20. Retire-Rehire Changes (State)	0.0	-2	-2
Policy -- Comp Total	0.0	-1,488	-1,721
Total Policy Changes	-97.5	-4,589	-25,665
Total 2011-13 Biennium	200.0	37,235	116,242
Difference from 2009-11	-99.8	-4,399	-21,905
% Change from 2009-11	-33.3%	-10.6%	-15.9%

Comments:

1. Labor Relations Rate Reduction - Billings to general government and higher education agencies for labor relation services will be reduced by 10 percent. (OFM Labor Relations Service Account-Nonappropriated)

2. Risk Management Rate Reduction - Risk Management will reduce its rates by 10 percent. The program will reduce expenditures on goods and services, contracts, and its working capital reserve. Further savings are achieved by eliminating a contract for the investigation, negotiation, settlement and/or denial of all general liability tort claims filed against WSDOT and vehicle liability claims for all state agencies with the exception of the University of Washington. Two new positions are added to do this work in house. (Risk Management Administration Account-Nonappropriated)

3. Transfer K-20 Network - Administration, funding, and FTE authority for the K-20 Education Network are transferred from the Department of Information Services to the Office of Financial Management. The K-20 Network is a high-speed, high-capacity network linking colleges, universities, school districts, and libraries statewide. The K-20 Network is used for distance learning, teacher training, as well as providing video and data services to educational facilities located throughout the state. (Education Technology Revolving Account-Nonappropriated)

4. Lease Rate Adjustments - The lease amounts for Capitol Court and Tumwater Plaza staff moving to Wheeler Building increases by $537,449 in Fiscal Year 2012 and $938,140 in Fiscal Year 2013. The lease amounts for GA Building moving to Capitol Court and Capital Way increases by $58,213 in Fiscal Year 2012 and $69,856 in Fiscal Year 2013.

5. Staff Reductions - The Information Services Division will defer the replacement of aging information technology equipment and will reduce staff resources for internal technical assistance to budget analysts, responses to outside data inquiries, system planning, and ad hoc budget data analysis. The Accounting Division will maintain a vacancy, the Governor's Executive Policy Office will maintain two vacancies, and the Forecasting Division will eliminate one position. There will be delays in the business office in processing personnel requests, paying bills, or conducting special projects. Eight additional positions are eliminated. Due to fewer staff, the agency will eliminate office space and associated goods and services expenditures.

6. Sentencing Guidelines Commission - Pursuant to Engrossed Substitute Senate Bill No. 5891 (criminal justice cost savings), the Sentencing Guidelines Commission and the Sex Offender Policy Board are transferred to the Office of Financial Management.

7. Move IT Policy Oversight to OFM - Management and oversight of strategic technology policy is transferred from the Department of Information Services to the Office of Financial Management (OFM). Within the OFM, a new Office of the Chief Information Officer is created to administer these functions. The new office is responsible for development and implementation of state strategic information technology initiatives and oversight of information technology resources. (General Fund-State, General Fund-Federal, Data Processing Revolving Account-State)

8. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

9. DOP Merger into OFM - The Department of Personnel's human resource policymaking functions, funding, and FTE authority are transferred to the Office of Financial Management. The functions transferred include training, curriculum development, classification and compensation determination, and metrics analysis. (Department of Personnel Service Account-State, Higher Education Personnel Services Account-State)

10. Dept of Enterprise Services-OFM - The Information Services Division, Risk Management Division, Contracts Office, and Small Agency Client Services are transferred from the Office of Financial Management (OFM) to the new Department of Enterprise Services (DES). Funding and FTE authority related to these transfers are eliminated in OFM's budget and are moved to DES. (General Fund-State, Various Other Funds)

11. Education Data Center - Funding and FTE authority for the Education Research and Data System (ERDC) that is housed within the Office of Financial Management are eliminated, pursuant to Engrossed Substitute Senate Bill No. 5931 (central service functions of state government) . The ERDC was created to develop a data system that coordinates and builds upon existing administrative databases, such as the K-12 core student records system and the public centralized higher education enrollment system. Responsibility and funding for this work are transferred to the Legislative Evaluation and Accountability Program (LEAP).

12. McNeil Island Study - Funding is provided for the Office of Financial Management to prepare a report to initiate a comprehensive, long-range planning process for the future of McNeil Island during the 2013-15 biennium. (Aquatic Lands Enhancement Account-State)

13. Office of Regulatory Assistance - Federal expenditure authority is provided for the Office of Regulatory Assistance for a grant received from the Environmental Protection Agency to fund a National Exchange Network Map-based Search Portal and Node Crawler. (General Fund-Federal)

14. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

15. Special Committment Center - Funding is provided for the Office of Financial Management to contract for an assessment of the most cost-effective measures to provide operational support for the Special Commitment Center on McNeil Island.

16. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

17. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

18. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

19. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

20. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of Administrative Hearings
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	167.1	0	34,028
2011-13 Maintenance Level	169.1	0	36,367
Policy Non-Comp Changes:			
1. Admin Hearings Rate Decrease	-12.3	0	-2,079
2. State Data Center Rate Increase	0.0	0	56
3. Interagency Charges - AG	0.0	0	-2
4. Social Services Program	4.6	0	769
Policy -- Non-Comp Total	-7.7	0	-1,256
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	0	4
6. 3% Salary Cut for State Employees	0.0	0	-659
7. Suspend Plan 1 Uniform COLA	0.0	0	-364
8. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-1,021
Total Policy Changes	-7.7	0	-2,277
Total 2011-13 Biennium	161.4	0	34,090
Difference from 2009-11	-5.7	0	62
% Change from 2009-11	-3.4%	0.0%	0.2%

Comments:

1. Admin Hearings Rate Decrease - The agency will eliminate two staff positions by utilizing the Office of Financial Management's Small Agency Client Services for accounting services and the Department of Personnel for human resource services. Also, the agency will eliminate seven Administrative Law Judge positions and three associated support staff positions. The savings will be passed on to client agencies as a central service rate reduction. (Administrative Hearings Revolving Account-State)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. Social Services Program - Appropriation authority is provided to the Office of Administrative Hearings for the potential impact of Engrossed Substitute Senate Bill 5921 (revising social services programs). (Administrative Hearings Revolving Account-State)

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

8. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Personnel
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	195.6	0	61,624
2011-13 Maintenance Level	193.6	0	64,529
Policy Non-Comp Changes:			
1. Self Insurance Premium	0.0	0	34
2. Reduce HRMS Support	-3.0	0	-3,194
3. Staff and Program Reductions	-7.0	0	-2,158
4. HRMS Programming for 3% Salary Cut	0.0	0	500
5. Merge DOP into OFM	-59.6	0	-10,652
6. Dept of Enterprise Services-DOP	-124.0	0	-49,043
7. Interagency Charges - AG	0.0	0	-16
Policy -- Non-Comp Total	-193.6	0	-64,529
Total Policy Changes	-193.6	0	-64,529
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	-195.6	0	-61,624
% Change from 2009-11	-100.0%	0.0%	-100.0%

Comments:

1. Self Insurance Premium - Funding is provided for increased self insurance premiums based on the actuary's estimates of outstanding tort liability. (Department of Personnel Service Account-State)

2. Reduce HRMS Support - Funding in support of the Human Resource Management System is reduced. The Department will eliminate one desktop support position, one enterprise architect position, and one HRMS time configuration specialist position. Administrative expenses will be adjusted for one-time costs and anticipated rate reductions. (Data Processing Revolving Account-Nonappropriated)

3. Staff and Program Reductions - Funding for employment positions with the Department is reduced. The Department will eliminate positions in recruitment, classification, compliance monitoring, data analysis and management. (Department of Personnel Service Account-State)

4. HRMS Programming for 3% Salary Cut - Funding is provided for programming and associated implementation costs related to the temporary reduction of most state employee salaries by 3 percent. (Department of Personnel Service Account-State)

5. Merge DOP into OFM - The Department's statewide human resource policymaking functions are moved to the Office of Financial Management. These functions include training curriculum development, classification and compensation determination, and metrics analysis. (Department of Personnel Service Account, Higher Education Personnel Services Account-State)

6. Dept of Enterprise Services-DOP - The Department of Personnel's human resource functions that serve agencies are moved into the new Department of Enterprise Services. These functions include staff and IT support for the Human Resources Management System, the Employee Assistance Program, recruiting, small agency human resource services, and all back office functions that existed within the Department of Personnel. (Department of Personnel Service Account, Data Processing Revolving Account-Nonappropriated, Higher Education Personnel Services Account-State)

7. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

2011-13 Omnibus Operating Budget
State Lottery Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	144.9	0	773,297
2011-13 Maintenance Level	144.9	0	804,543
Policy Non-Comp Changes:			
1. Administrative Reductions	0.0	0	-1,012
2. State Data Center Rate Increase	0.0	0	38
3. Interagency Charges - AG	0.0	0	-9
Policy -- Non-Comp Total	0.0	0	-983
Policy Comp Changes:			
4. Average Final Compensation Adjust	0.0	0	3
5. 3% Salary Cut for State Employees	0.0	0	-523
6. Suspend Plan 1 Uniform COLA	0.0	0	-296
7. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-818
Total Policy Changes	0.0	0	-1,801
Total 2011-13 Biennium	144.9	0	802,742
Difference from 2009-11	0.0	0	29,445
% Change from 2009-11	0.0%	0.0%	3.8%

Comments:

1. Administrative Reductions - Funding is reduced for administrative and operating costs that do not impact revenue generating activities. Administrative reductions include eliminating vacant positions, reducing expenditures for training and travel, and eliminating a contract position. (Lottery Administrative Account-State)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

5. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

6. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

7. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Washington State Gambling Comm
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	164.4	0	33,755
2011-13 Maintenance Level	155.5	0	32,997
Policy Non-Comp Changes:			
1. Use of State Seizure Funds	0.0	0	42
2. State Data Center Rate Increase	0.0	0	81
3. Interagency Charges - AG	0.0	0	-36
Policy -- Non-Comp Total	0.0	0	87
Policy Comp Changes:			
4. Average Final Compensation Adjust	0.0	0	3
5. 3% Salary Cut for State Employees	0.0	0	-574
6. Suspend Plan 1 Uniform COLA	0.0	0	-327
7. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-900
Total Policy Changes	0.0	0	-813
Total 2011-13 Biennium	155.5	0	32,184
Difference from 2009-11	-8.9	0	-1,571
% Change from 2009-11	-5.4%	0.0%	-4.7%

Comments:

1. Use of State Seizure Funds - This decision package uses State Seizure funds available to the Commission to improve and support gambling law enforcement operations. This also reduces Gambling Revolving Fund expenditures consistent with expected Gambling Revolving Revenue.

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

5. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

6. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

7. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
WA State Comm on Hispanic Affairs
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2.0	505	505
2011-13 Maintenance Level	2.0	530	530
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	3	3
2. Reduce Administrative Expenditures	0.0	-24	-24
Policy -- Non-Comp Total	0.0	-21	-21
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	-8	-8
4. Suspend Plan 1 Uniform COLA	0.0	-5	-5
Policy -- Comp Total	0.0	-13	-13
Total Policy Changes	0.0	-34	-34
Total 2011-13 Biennium	2.0	496	496
Difference from 2009-11	0.0	-9	-9
% Change from 2009-11	0.0%	-1.8%	-1.8%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Reduce Administrative Expenditures - The Commission on Hispanic Affairs will reduce expenditures for travel, and goods and services.

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
African-American Affairs Comm
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2.0	479	479
2011-13 Maintenance Level	2.0	504	504
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	3	3
2. Reduce Administrative Expenditures	0.0	-17	-17
Policy -- Non-Comp Total	0.0	-14	-14
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	-8	-8
4. Suspend Plan 1 Uniform COLA	0.0	-5	-5
Policy -- Comp Total	0.0	-13	-13
Total Policy Changes	0.0	-27	-27
Total 2011-13 Biennium	2.0	477	477
Difference from 2009-11	0.0	-2	-2
% Change from 2009-11	0.0%	-0.4%	-0.4%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Reduce Administrative Expenditures - The Commission on African-American Affairs will reduce expenditures for salaries and benefits, goods and services, and travel.

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Retirement Systems
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	264.1	0	53,116
2011-13 Maintenance Level	247.6	0	53,728
Policy Non-Comp Changes:			
1. Implement Avg Final Salary Changes	1.1	0	146
2. State Data Center Rate Increase	0.0	0	161
3. Plan 3 Default Investment Option	0.0	0	65
4. HERP and Retire Rehire Changes	0.3	0	133
5. Interagency Charges - AG	0.0	0	-113
6. TRS 1 Retirement Subsidies	0.1	0	44
7. Plan 1 Uniform COLA	0.1	0	15
Policy -- Non-Comp Total	1.5	0	451
Policy Comp Changes:			
8. Average Final Compensation Adjust	0.0	0	5
9. 3% Salary Cut for State Employees	0.0	0	-941
10. Suspend Plan 1 Uniform COLA	0.0	0	-531
11. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-1,469
Total Policy Changes	1.5	0	-1,018
Total 2011-13 Biennium	249.1	0	52,710
Difference from 2009-11	-15.1	0	-406
% Change from 2009-11	-5.7%	0.0%	-0.8%

Comments:

1. Implement Avg Final Salary Changes - Funding is provided for the administrative expenses associated with including in the calculation of state, local government, and school employees' retirement benefits compensation forgone during the 2011-13 fiscal biennium as a result of temporary layoffs, reduced hours, and reductions in pay in accordance with House Bill 2070 (local government employees). (Department of Retirement Systems Expense Account-State)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Plan 3 Default Investment Option - Funding is provided for the administrative expenses associated with implementing House Bill 1625 (plan 3 default investment option). (Department of Retirement Systems Expense Account-State)

4. HERP and Retire Rehire Changes - Funding is provided for administrative costs generated by changes to the postretirement employment rules required to implement House Bill 1981(higher education retirement plan and postretirement employment). (Department of Retirement Systems Expense Account-State)

5. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

6. TRS 1 Retirement Subsidies - Funding is provided for the cost of administering a $250 per month subsidy payment program for certain newly-retired members of the Teachers' Retirement System Plan 1 (TRS 1) pursuant to Substitute Senate Bill 5846 (retired public employees). (Department of Retirement Systems Expense Account-State)

7. Plan 1 Uniform COLA - Funding is provided for the administrative expenses associated with implement reduced cost-of-living adjustments in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1) pursuant to the provisions of Substitute House Bill 2021 (PERS and TRS Plan 1 annual increase amounts). (Department of Retirement Systems Expense Account-State)

8. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

9. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

10. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

11. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
State Investment Board
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	81.4	0	29,352
2011-13 Maintenance Level	81.4	0	29,048
Policy Non-Comp Changes:			
1. Strengthen Investment Policy	2.0	0	940
2. State Data Center Rate Increase	0.0	0	40
3. Telephone System Replacement	0.0	0	114
4. Interagency Charges - AG	0.0	0	-44
Policy -- Non-Comp Total	2.0	0	1,050
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	0	3
6. Remove Merit System Increments	0.0	0	-21
7. 3% Salary Cut for State Employees	0.0	0	-528
8. Suspend Plan 1 Uniform COLA	0.0	0	-294
9. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-842
Total Policy Changes	2.0	0	208
Total 2011-13 Biennium	83.4	0	29,256
Difference from 2009-11	2.0	0	-96
% Change from 2009-11	2.5%	0.0%	-0.3%

Comments:

1. Strengthen Investment Policy - An additional investment officer will be hired to manage investments in tangible assets, such as infrastructure, agriculture, timber, and natural resource rights. A data risk analyst position will also be added to help monitor and manage quantitative investment risks. (State Investment Board Expense Account-State)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Telephone System Replacement - Funding is provided to cover the cost of a telephone system replacement to expand the agency's telecommunications capacity. (State Investment Board Expense Account-State)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. Remove Merit System Increments - Funding for salary increases is eliminated. Agencies will absorb the cost of merit system increments for eligible employees. (State Investment Board Expense Account-State)

7. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

8. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

9. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Public Printer
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	137.8	0	19,859
2011-13 Maintenance Level	120.8	0	20,646
Policy Non-Comp Changes:			
1. Transfer to DES	-120.8	0	-20,646
Policy -- Non-Comp Total	-120.8	0	-20,646
Total Policy Changes	-120.8	0	-20,646
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	-137.8	0	-19,859
% Change from 2009-11	-100.0%	0.0%	-100.0%

Comments:

1. Transfer to DES - Pursuant to Engrossed Substitute Bill 5931, the Public Printer will move into the new Department of Enterprise Services, along with portions of the Department of Information Services, Office of Financial Management, Department of Personnel, and Department of General Administration. (Printing Plant Revolving Account-Nonappropriated)

2011-13 Omnibus Operating Budget
Department of Revenue
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	1,145.8	221,791	240,877
2011-13 Maintenance Level	1,143.4	226,882	241,836
Policy Non-Comp Changes:			
1. Revenue Enhancement	17.3	0	3,188
2. Reduce County Advisory Appraisals	-6.0	-1,028	-1,028
3. Closing Field Offices	0.0	-356	-356
4. Low Income Property Tax Deferral	-0.8	-591	-591
5. Appeals Reform-Process Efficiencies	-3.0	-536	-536
6. Revenue Enhancement Option	5.4	1,454	1,454
7. State Data Center Rate Increase	0.0	417	440
8. Transfer Master Business License	49.2	0	16,237
9. Master Business License Staffing	7.3	0	-1,858
10. Reduce Policy Research Services	-5.7	-1,146	-1,146
11. Mandatory Quarterly E-File/E-Pay	-6.0	-906	-906
12. Interagency Charges - AG	0.0	-350	-368
13. Management Efficiency	0.0	-1,436	-1,436
14. Printing Publications & Forms	0.0	-736	-736
15. Tax Administration Activities	-10.8	-2,974	-2,974
16. Tax Collection Activities	-21.6	-3,672	-3,672
Policy -- Non-Comp Total	25.5	-11,860	5,712
Policy Comp Changes:			
17. Average Final Compensation Adjust	0.0	24	26
18. 3% Salary Cut for State Employees	0.0	-4,109	-4,565
19. Suspend Plan 1 Uniform COLA	0.0	-2,314	-2,573
20. Retire-Rehire Changes (State)	0.0	-11	-11
Policy -- Comp Total	0.0	-6,410	-7,123
Total Policy Changes	25.5	-18,270	-1,411
Total 2011-13 Biennium	1,168.8	208,612	240,425
Difference from 2009-11	23.0	-13,179	-452
% Change from 2009-11	2.0%	-5.9%	-0.2%

Comments:

1. Revenue Enhancement - Funding is provided for additional staff to collect state tax revenues. The Department of Revenue will add additional tax collection staff including taxpayer account administrators, compliance staff, and auditors. On average, each employee will bring in $420,000 per fiscal year in revenue. (Performance Audits of Government Account-Nonappropriated)

2. Reduce County Advisory Appraisals - Funding is reduced for county advisory appraisals by eliminating 6 staff. The Department of Revenue will maintain enough staff to be able to complete up to 25 advisory appraisals each year.

3. Closing Field Offices - The Department of Revenue will close and consolidate several field offices in the 2011-13 biennium. Closing and consolidating field offices will reduce leased square footage, and reduce costs for facilities management and lease oversight. Field offices set for closure include Lacey and Aberdeen. The Everett field office will be consolidated with Bothell.

4. Low Income Property Tax Deferral - Funding is reduced as a result of SB 5587 (low-income tax deferral program) which eliminates the low-income tax deferral program beginning in 2011. This provision will save $591,000 in the upcoming biennium primarily by eliminating the appropriations for the tax deferrals.

5. Appeals Reform-Process Efficiencies - The Department of Revenue will realize savings and reduce costs by streamlining appeals processes.

6. Revenue Enhancement Option - Funding is provided to continue revenue enhancement activities initiated in HB 3225 which was passed in December 2010 including additional targeted out-of-state audits and increased tax return examinations.

7. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

8. Transfer Master Business License - Funding is provided to implement Substitute House Bill 2017 (Transfer Master Business License Program). To improve customer service, the administration of the Master Business License Program is transferred from the Department of Licensing to the Department of Revenue. (Master License Account-State)

9. Master Business License Staffing - Staffing levels and funding are adjusted to allow the Department of Revenue to implement the transfer of the master business license program from the Department of Licensing. (Master License Account-State)

10. Reduce Policy Research Services - The Research, Legislation and Policy, and Interpretations and Technical Advice divisions will eliminate six staff. This reduction will result in reduced services to external stakeholders, suspension of some publications and interpretive statements, and decreased support to internal operating divisions, the Office of Financial Management, and the Legislature.

11. Mandatory Quarterly E-File/E-Pay - Funding is provided to implement Engrossed House Bill 1357 (Mandatory Quarterly E-File). To streamline and improve tax collections, and reduce the costs of collecting revenue, quarterly taxpayers will be required to file and pay tax returns electronically.

12. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

13. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

14. Printing Publications & Forms - The Department of Revenue will reduce costs by eliminating the printing and mailing of several forms and publications. Publications and forms no longer printed will be available on the Department's internet site.

15. Tax Administration Activities - Funding is reduced for tax administration activities. Reductions will impact Executive Management, Information Services, Human Resources and Business and Financial Services divisions. Overall, the Department will reduce 10.8 staff in tax administration activities.

16. Tax Collection Activities - Funding is reduced for 21.6 staff support positions and Washington Management Services position that indirectly impact revenue collections. Funding is also reduced for goods and services and staff training.

17. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

18. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

19. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

20. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Board of Tax Appeals
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	12.2	2,664	2,664
2011-13 Maintenance Level	12.2	2,817	2,817
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	8	8
2. Reductions/Efficiency Measures	-1.0	-276	-276
3. Interagency Charges - AG	0.0	-1	-1
Policy -- Non-Comp Total	-1.0	-269	-269
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-58	-58
5. Suspend Plan 1 Uniform COLA	0.0	-30	-30
Policy -- Comp Total	0.0	-88	-88
Total Policy Changes	-1.0	-357	-357
Total 2011-13 Biennium	11.2	2,460	2,460
Difference from 2009-11	-1.0	-204	-204
% Change from 2009-11	-8.2%	-7.7%	-7.7%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Reductions/Efficiency Measures - The Board of Tax Appeals will achieve savings by not filling a vacant hearing officer position. Expenditures for employee professional development and training will be eliminated. Further savings will be achieved by reducing expenditures for travel, and goods and services.

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Municipal Research Council
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	0	2,729
2011-13 Maintenance Level	0.0	0	0
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	0.0	0	-2,729
% Change from 2009-11	0.0%	0.0%	-100.0%

Comments:

2011-13 Omnibus Operating Budget
Minority & Women's Business Enterp
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	17.5	0	3,674
2011-13 Maintenance Level	17.0	0	3,761
Policy Non-Comp Changes:			
1. Rate Reduction	0.0	0	-376
2. State Data Center Rate Increase	0.0	0	11
3. Interagency Charges - AG	0.0	0	-6
Policy -- Non-Comp Total	0.0	0	-371
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	0	-82
5. Suspend Plan 1 Uniform COLA	0.0	0	-42
Policy -- Comp Total	0.0	0	-124
Total Policy Changes	0.0	0	-495
Total 2011-13 Biennium	17.0	0	3,266
Difference from 2009-11	-0.5	0	-408
% Change from 2009-11	-2.9%	0.0%	-11.1%

Comments:

1. Rate Reduction - The Office of Minority and Women's Business Enterprises (OMWBE) will identify administrative efficiencies in order to reduce its assessments to agencies by 10 percent. (OMWBE Enterprises Account-State)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of General Administration
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	554.8	4,778	261,647
2011-13 Maintenance Level	550.4	7,997	266,195
Policy Non-Comp Changes:			
1. Environmental Purchasing	0.0	0	200
2. Reduce Public and Historic Program	-2.5	0	-898
3. Reduce On Campus Property Rent	-4.0	0	-2,193
4. Reduce Parking Services	0.0	0	-65
5. Reduce Off Campus Property Rent	-1.5	0	-398
6. Reduce Rent Outside Thurston County	-1.0	0	-463
7. Reduce Reimbursable Rates	-3.0	0	-763
8. Reduce Procurement Service Rates	-1.5	0	-514
9. Small Business Preference Program	0.0	0	247
10. Reduce Surplus Warehouses & Service	-6.0	0	-944
11. Reduce Real Estate Services	-1.0	0	-296
12. Reduce Capital Project Management	-0.6	0	-150
13. Lease Rate Adjustments	0.0	0	1,124
14. Nonappropriated Fund Adjustment	0.0	0	845
15. Reduction to Legislative Facilities	0.0	-910	-910
16. Reduction to Built Environment	0.0	-7	-7
17. Reduction to CPARB	0.0	-36	-36
18. Dept of Enterprise Services-GA	-536.2	-7,040	-263,047
19. Lease Management Integration	7.0	0	2,164
20. Interagency Charges - AG	0.0	-4	-91
Policy -- Non-Comp Total	-550.3	-7,997	-266,195
Total Policy Changes	-550.3	-7,997	-266,195
Total 2011-13 Biennium	0.1	0	0
Difference from 2009-11	-554.8	-4,778	-261,647
% Change from 2009-11	-100.0%	-100.0%	-100.0%

Comments:

1. Environmental Purchasing - Under current law, government purchases of goods and services are based on the lowest-cost, responsive bid. One-time funding is provided to obtain expert consultant services to advise the state on candidate policies for purchasing environmentally-friendly goods and services. The Department of General Administration has secured grant funding for these activities for the 2011-13 biennium. (General Fund-Private/Local)

2. Reduce Public and Historic Program - Reductions are made to maintenance and grounds care services provided in the the Public and Historic Program. Funding for non-fixed costs is reduced by 12 percent. (General Administration Service Account-State)

3. Reduce On Campus Property Rent - Expenditure authority for non-fixed costs associated with capital campus services is reduced by 11 percent and staffing and services will be reduced accordingly. Reductions in campus rental rates and custodial and trade rates will be implemented to reflect expenditure reductions. (General Administration Service Account-State)

4. Reduce Parking Services - Expenditure authority for non-fixed costs associated with parking services is reduced by 12 percent and services will be reduced accordingly. (State Vehicle Parking Account-Nonappropriated)

5. Reduce Off Campus Property Rent - Expenditure authority for non-fixed costs associated with off campus property services is reduced by 12 percent and staffing and services will be reduced accordingly. Reductions in off campus rental rates and custodial and trade rates will be implemented to reflect expenditure reductions. (General Administration Service Account-Nonappropriated)

6. Reduce Rent Outside Thurston County - Expenditure authority for non-fixed costs associated with rent outside Thurston County is reduced by 8 percent and staffing will be reduced accordingly. Partially occupied buildings at the North Cascades Center will be closed. (General Administration Service Account-Nonappropriated)

7. Reduce Reimbursable Rates - Expenditure authority for non-fixed costs associated with reimbursable trades, custodial, and project management provided by the Department is reduced by 12 percent and staffing and services will be reduced accordingly. Reductions in rates for trades, custodial, and project management will be implemented to reflect expenditure reductions. (General Administration Service Account-Nonappropriated)

8. Reduce Procurement Service Rates - Expenditure authority for non-fixed costs associated with procurement services is reduced by 5 percent and services will be reduced accordingly. Reductions in procurement rates will be implemented to reflect expenditure reductions. (General Administration Service Account-Nonappropriated)

9. Small Business Preference Program - Funding is provided for implementation House Bill 1770 (State purchasing) which requires the Department to implement the in-state Small Business Vendor Bidding Preference Program. The Department shall develop policies and procedures to implement the program and beginning in December 2011 shall submit an annual report on the progress of the program. (General Administration Service Account-Nonappropriated)

10. Reduce Surplus Warehouses & Service - Funding for non-fixed costs associated with warehouse services is reduced by 12 percent. Two warehouses in King County will be closed, relocating operations to Thurston County. Transportation services will be decreased. (General Administration Service Account-Nonappropriated)

11. Reduce Real Estate Services - Expenditure authority for non-fixed costs associated with real-estate services is reduced by 12 percent and staffing and services will be reduced accordingly. (General Administration Service Account-State)

12. Reduce Capital Project Management - Expenditure authority for non-fixed costs associated with capital project management is reduced by 12 percent and staffing and services will be reduced accordingly. (General Administration Service Account-Nonappropriated)

13. Lease Rate Adjustments - Lease costs will increase by $512,333 in Fiscal Year 2012 and $611,820 in Fiscal Year 2013 from closing the General Administration Building and moving staff to other locations. (General Administration Service Account-Non-appropriated)

14. Nonappropriated Fund Adjustment - Spending authority is adjusted to match projected revenue.

15. Reduction to Legislative Facilities - Facilities and services charges, utilities and contracts charges, public and historic facilities charges, and capital projects surcharges previously invoiced to legislative customers are reduced and services are reduced accordingly.

16. Reduction to Built Environment - Staff resources supporting Built Environment Pollution activities are reduced.

17. Reduction to CPARB - Staff resources supporting Capital Project Advisory Review Board activities are reduced.

18. Dept of Enterprise Services-GA - The Department of General Administration will merge into the new Department of Enterprise Services, along with the State Printer and portions of the Department of Information Services, Office of Financial Management, and Department of Personnel. A transition team will work on identifying efficiencies by consolidating back-office functions such as internal human resources, accounting, purchasing, contracts, and facilities management. (General Fund-State, General Fund-Federal, General Administration Service Account-State, General Fund-Local, General Administration Service Account-Nonappropriated, State Vehicle Parking Account-Nonappropriated, Commemorative Works Account-Nonappropriated, Building Code Council Account-State)

19. Lease Management Integration - The Department of Social and Health Services' internal facility planning unit is transferred to the Department of General Administration. (General Administration Service Account-Nonappropriated)

20. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

2011-13 Omnibus Operating Budget
Department of Information Services
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		467.5	2,166	260,358
2011-13 Maintenance Level		461.5	1,988	263,133
Policy Non-Comp Changes:				
1.	Central Administration Reduction	-33.0	0	-5,460
2.	Services Efficiency Reduction	-21.5	0	-5,112
3.	IT Policy Reduction	-7.0	0	-1,980
4.	Transfer Broadband Service	-3.8	0	-4,037
5.	Transfer K-20 Network	-0.3	0	-24,771
6.	Transfer IT Portfolio Application	0.0	0	-334
7.	Promote Broadband Service	3.8	0	4,037
8.	Metropolitan Optical Network	0.0	0	1,550
9.	Exchange 2010	8.0	0	4,600
10.	Move IT Policy Oversight to OFM	-17.5	-1,767	-7,676
11.	Dept of Enterprise Services-DIS	-120.2	0	-91,437
12.	Wheeler Office Building Lease	0.0	0	4,000
13.	State Data Center lease	0.0	0	18,800
14.	State Data Center M&O	0.0	0	3,892
15.	Justice Info Network Reduction	0.0	-214	-214
16.	Transfer Consolidated Tech Services	-279.5	-7	-184,048
17.	K-20 Education Network	0.0	0	-2,270
18.	State Data Center Infrastructure	5.5	0	26,794
19.	Interagency Charges - AG	0.0	0	-23
20.	Increased Customer Service Demand	4.0	0	556
Policy -- Non-Comp Total		-461.5	-1,988	-263,133
Total Policy Changes		-461.5	-1,988	-263,133
Total 2011-13 Biennium		0.0	0	0
Difference from 2009-11		-467.5	-2,166	-260,358
% Change from 2009-11		-100.0%	-100.0%	-100.0%

Comments:

1. Central Administration Reduction - Funding is reduced for agency central administration activities to achieve more cost-effective rates for information technology services. (Data Processing Revolving Account-Nonappropriated)

2. Services Efficiency Reduction - Costs for computer services, interactive technology, and telecommunication services are reduced to achieve more cost-effective rates for information technology services. (Data Processing Revolving Account-Nonappropriated)

3. IT Policy Reduction - The Department's Management and Oversight of Strategic Technology activities are reduced to mitigate the impact of policy oversight revolving fund charges on state agencies. (Data Processing Revolving Account-State)

4. Transfer Broadband Service - The State Broadband Development and Data Program is transferred from the Department of Information Services to the Department of Commerce. Funds will map the state's public and private broadband infrastructure, service availability and current broadband upload and download speeds. (General Fund-State, Broadband Mapping Account-Nonappropriated, Community Technology Opportunity Fund-State)

5. Transfer K-20 Network - The K-20 Education Network is transferred to the Office of Financial Management. The network links colleges, universities, school districts, and libraries statewide. The K-20 Network provides video and data services to education facilities throughout the state. Video services are used for such purposes as distance education and teacher training. Data services are used for Internet access by faculty and students and processing of education-related applications. (Education Technology Account-Nonappropriated)

6. Transfer IT Portfolio Application - Maintenance of the Information Technology Clarity Portfolio application support is transferred to the Information Services Division within the new Department of Enterprise Services. (Data Processing Revolving Account-State)

7. Promote Broadband Service - Funds are provided to map the state's public and private broadband infrastructure, service availability,and current broadband upload and download speeds. (General Fund-State, Broadband Mapping Account-Appropriated, Community Technology Opportunity Fund-Appropriated)

8. Metropolitan Optical Network - Ongoing funding is provided for a high-speed Metropolitan Optical Network to connect 140 plus off-campus state agency locations and 14,450 state employees throughout Olympia, Tumwater, and Lacey. This network supports the consolidation of state e-mail and data center services. (Data Processing Revolving Account-Nonappropriated)

9. Exchange 2010 - Funding is provided to continue implementation of a Shared Services E-Mail service for state agencies. This service employs Microsoft Exchange 2010 and provides Enterprise Vault, an e-mail archiving capability. (Data Processing Revolving Account-Nonappropriated)

10. Move IT Policy Oversight to OFM - Management and oversight of strategic technology is reduced and transferred to the Office of Financial Management where a new Office of the Chief Information Officer will be established. The new office will be responsible for the development and implementation of state strategic information technology initiatives and oversight of information technology resources. (General Fund-State, General Fund-Federal, Data Processing Revolving Account-State)

11. Dept of Enterprise Services-DIS - The administrative, budget, finance, communications, contract services, human resources, agency internal information technology, legal services, and procurement will transfer to the new Department of Enterprise Services (DES). DES will provide these back office administrative functions to the newly created Consolidated Technology Service and to the new DES. (Data Processing Revolving Account-Nonappropriated)

12. Wheeler Office Building Lease - Funding is provided for the increased lease related costs associated with the new Wheeler Office Building. (Data Processing Revolving Account-Nonappropriated)

13. State Data Center lease - Funding is provided for the increased lease related costs associated with the new Wheeler State Data Center. (Data Processing Revolving Account-Nonappropriated)

14. State Data Center M&O - Funding is provided for maintenance, operations, and increased utility costs for the new state data center. (Data Processing Revolving Account-Nonappropriated)

15. Justice Info Network Reduction - Funding is eliminated for a secure web gateway service used by local law and justice agencies to access available criminal justice data via the Justice Information Network (JIN).

16. Transfer Consolidated Tech Services - Delivery of IT services to state agencies is transferred from the Department of Information Services to the newly created Consolidated Technology Services (CTS) Agency pursuant to ESSB 5931 (State government). Services offered by the CTS agency include mainframe computing, network operations, telecommunications, and managing the consolidated data center. (General Fund - State, Various Funds)

17. K-20 Education Network - Funding is reduced for the K-20 Education Network. This reduction will be from efficiencies in providing the service. (Education Technology Revolving Account-Nonappropriated)

18. State Data Center Infrastructure - Funds are provided to enter into an agreement with a vendor to design, acquire and install the new State Data Center infrastructure, and to set up and operate the new data center. Funding is contingent upon establishing the new Office of the Chief Information Officer consistent with Engrossed Substitute Senate Bill (State government), appointing the position, and adopting technical standards for shared services. Once the move is complete, DIS services, operations, and assets in the current data center will be decommissioned. (Data Processing Revolving Account-Nonappropriated)

19. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

20. Increased Customer Service Demand - Funding is provided to address increased customer demand for agency services. Additional positions will provide support for agency computing application projects, voicemail, and assistance and oversight for technology master contracts. (Data Processing Revolving Account-Nonappropriated)

2011-13 Omnibus Operating Budget
Office of Insurance Commissioner
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	229.7	0	50,391
2011-13 Maintenance Level	229.8	0	53,347
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	0	40
2. Insurance Statutes	0.2	0	42
3. Health Benefit Exchanges	0.3	0	75
4. Interagency Charges - AG	0.0	0	-42
Policy -- Non-Comp Total	0.5	0	115
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	0	5
6. 3% Salary Cut for State Employees	0.0	0	-966
7. Suspend Plan 1 Uniform COLA	0.0	0	-538
8. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-1,501
Total Policy Changes	0.5	0	-1,386
Total 2011-13 Biennium	230.3	0	51,961
Difference from 2009-11	0.6	0	1,570
% Change from 2009-11	0.3%	0.0%	3.1%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Insurance Statutes - Senate Bill 5213 (insurance statutes) makes several policy changes to the Long-Term Care Partnership Program. Funding is provided to the OIC to modify existing provisions of the Washington Administrative Code and for simple rulemaking needed to implement the legislation. (Insurance Commissioner's Regulatory Account-State)

3. Health Benefit Exchanges - Substitute Senate Bill 5445 (health benefit exchanges) addresses the federal requirement that states establish health insurance exchanges by January 1, 2014, pursuant to the Patient Protection and Affordable Care Act, passed by Congress in March 2010. Funding is provided to the OIC for the implementation of the health benefit exchanges. (Insurance Commissioner's Regulatory Account-State)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

8. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
State Board of Accountancy
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	11.3	0	3,649
2011-13 Maintenance Level	11.3	0	2,872
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	0	11
2. Interagency Charges - AG	0.0	0	-14
Policy -- Non-Comp Total	0.0	0	-3
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	0	-38
4. Suspend Plan 1 Uniform COLA	0.0	0	-21
Policy -- Comp Total	0.0	0	-59
Total Policy Changes	0.0	0	-62
Total 2011-13 Biennium	11.3	0	2,810
Difference from 2009-11	0.0	0	-839
% Change from 2009-11	0.0%	0.0%	-23.0%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Forensic Investigations Council
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	0	280
2011-13 Maintenance Level	0.0	0	286
Total 2011-13 Biennium	0.0	0	286
Difference from 2009-11	0.0	0	6
% Change from 2009-11	0.0%	0.0%	2.1%

Comments:

2011-13 Omnibus Operating Budget
Washington Horse Racing Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	28.5	0	10,321
2011-13 Maintenance Level	28.5	0	8,274
Policy Non-Comp Changes:			
1. Interagency Charges - AG	0.0	0	-7
Policy -- Non-Comp Total	0.0	0	-7
Policy Comp Changes:			
2. 3% Salary Cut for State Employees	0.0	0	-38
3. Suspend Plan 1 Uniform COLA	0.0	0	-28
Policy -- Comp Total	0.0	0	-66
Total Policy Changes	0.0	0	-73
Total 2011-13 Biennium	28.5	0	8,201
Difference from 2009-11	0.0	0	-2,120
% Change from 2009-11	0.0%	0.0%	-20.5%

Comments:

1. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

2. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

3. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
WA State Liquor Control Board
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	1,189.1	0	244,701
2011-13 Maintenance Level	1,201.5	0	254,221
Policy Non-Comp Changes:			
1. DIS Forest	0.0	0	38
2. Administrative Reductions	0.0	0	-4,285
3. Co-located stores	0.3	0	1,152
4. State Data Center Rate Increase	0.0	0	270
5. Customer Service Initiatives	78.9	0	49,383
6. Liquor Related Products	1.4	0	10,165
7. End-to-End Encryption	0.0	0	585
8. Distribution Center Staffing	12.0	0	1,068
9. Interagency Charges - AG	0.0	0	-117
Policy -- Non-Comp Total	92.5	0	58,259
Policy Comp Changes:			
10. Average Final Compensation Adjust	0.0	0	18
11. 3% Salary Cut for State Employees	0.0	0	-3,082
12. Suspend Plan 1 Uniform COLA	0.0	0	-1,764
13. Retire-Rehire Changes (State)	0.0	0	-9
Policy -- Comp Total	0.0	0	-4,837
Total Policy Changes	92.5	0	53,422
Total 2011-13 Biennium	1,294.0	0	307,643
Difference from 2009-11	104.9	0	62,942
% Change from 2009-11	8.8%	0.0%	25.7%

Comments:

1. DIS Forest - Funding is provided to enable the Liquor Control Board (LCB) to join the State Active Directory Forest hosted by the Department of Information Services. (Liquor Revolving Account-State)

2. Administrative Reductions - Funding is reduced to the Liquor Control Board representing 2.4 percent of their budget.

3. Co-located stores - Funds are provided to implement Senate Bill 5917 or House Bill 2043 (co-located stores) which requires the Liquor Control Board to conduct a pilot project to incorporate contract stores within existing grocery stores. (Liquor Revolving State- Appropriated, Liquor Revolving State- Nonappropriated)

4. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

5. Customer Service Initiatives - Funding is provided to implement customer service initiatives to improve convenience to customers and generate additional revenues. Initiatives include adding six contract and two new state stores to keep pace with population growth; two high-volume specialty stores; standardizing hours of operation; selling retail gift cards; and providing optional delivery to restaurants and other licensed locations. The initiatives are estimated to result in net revenues of approximately $6 million. (Liquor Revolving State- Appropriated, Liquor Revolving State- Nonappropriated)

6. Liquor Related Products - Funds are provided to implement Senate Bill 5916 or House Bill 2043 (liquor related products) which allows the liquor control board to sell liquor related products in state liquor stores. (Liquor Revolving State- Appropriated, Liquor Revolving State- Nonappropriated)

7. End-to-End Encryption - Funding is provided to ensure the privacy of credit card information used at state liquor stores by encrypting confidential credit card data and transferring the storage of that data to the credit card processor. (Liquor Revolving Account-State)

8. Distribution Center Staffing - Funding is provided for 12 additional warehouse operators in the Liquor Distribution Center (DC) to address increased product diversity and volumes shipped to liquor stores. To avoid a decrease in liquor revenue distribution to the General Fund and local governments, funding for nine existing FTE positions (seven maintenance mechanics, one maintenance specialist, and one electrician) is shifted from the Liquor Revolving Fund to the Liquor Control Board Construction and Maintenance Account. (Liquor Control Board Construction and Maintenance Account-State, Liquor Revolving Account-State)

9. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

10. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

11. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

12. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

13. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Utilities and Transportation Comm
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	159.0	0	41,719
2011-13 Maintenance Level	159.0	0	47,853
Policy Non-Comp Changes:			
1. Federal Funding Rate Increase	0.0	0	1,310
2. Federal Stimulus Funds	1.0	0	502
3. State Data Center Rate Increase	0.0	0	38
4. Private Infrastructure	0.8	0	169
5. Coal-Fired Generation	0.5	0	182
6. Interagency Charges - AG	0.0	0	-304
7. Underground Utilities	0.0	0	15
Policy -- Non-Comp Total	2.2	0	1,912
Policy Comp Changes:			
8. Average Final Compensation Adjust	0.0	0	3
9. 3% Salary Cut for State Employees	0.0	0	-686
10. Suspend Plan 1 Uniform COLA	0.0	0	-364
11. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-1,049
Total Policy Changes	2.2	0	863
Total 2011-13 Biennium	161.2	0	48,716
Difference from 2009-11	2.2	0	6,997
% Change from 2009-11	1.4%	0.0%	16.8%

Comments:

1. Federal Funding Rate Increase - Federal expenditure authority is provided to reflect increased federal Pipeline and Hazardous Materials Safety Administration funding to state pipeline safety programs that started in 2010. The federal reimbursement rate increased from 40 percent federal participation to approximately 60 percent federal participation for states that expand their programs. (Pipeline Safety Account-Federal)

2. Federal Stimulus Funds - Federal expenditure authority is increased to reflect expected American Recovery and Reinvestment Act (ARRA) dollars provided for electricity sector activities and policy initiatives that significantly affect electric utility resource alternatives and infrastructure investment. In 2010 the Utilities and Transportation Commission (UTC) received a four-year ARRA grant from the U.S. Department of Energy. Federal expenditure authority is provided to allow the UTC to continue to utilize funds from this and other grants. (General Fund-Federal Stimulus)

3. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

4. Private Infrastructure - Chapter 214, Laws of 2011 (2SSB 5034) (private infrastructure) requires certain wastewater companies first obtain a certificate from the UTC before providing sewerage services for compensation. Funding is provided to the UTC for costs related to rulemaking and the issuance of certificates. (Public Service Revolving Account-State)

5. Coal-Fired Generation - Chapter 180, Laws of 2011 (E2SSB 5769) (coal-fired generation) applies emission standards and other future requirements on coal-fired electricity generating facilities. Spending authority is provided to the UTC to implement and enforce the provisions of the bill. (Public Service Revolving Account-State)

6. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

7. Underground Utilities - Chapter 263, Laws of 2011 (E2SHB 1634) (underground utilities) establishes rules, enforcement mechanisms, and processes for facility operators engaged in underground excavation. Funding is provided to the UTC for costs related to implementing the provisions of the bill. (Pipeline Safety Account-State)

8. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

9. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

10. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

11. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Board for Volunteer Firefighters
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	4.0	0	1,052
2011-13 Maintenance Level	4.0	0	1,094
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	0	3
2. Interagency Charges - AG	0.0	0	-8
Policy -- Non-Comp Total	0.0	0	-5
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	0	-16
4. Suspend Plan 1 Uniform COLA	0.0	0	-9
Policy -- Comp Total	0.0	0	-25
Total Policy Changes	0.0	0	-30
Total 2011-13 Biennium	4.0	0	1,064
Difference from 2009-11	0.0	0	12
% Change from 2009-11	0.0%	0.0%	1.1%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Military Department
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	330.8	18,224	377,096
2011-13 Maintenance Level	329.9	18,549	306,502
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	27	27
2. State Emergency Operations Center	-1.0	0	-3,177
3. E911 Next Generation Transition	2.0	0	8,416
4. Interagency Charges - AG	0.0	-40	-40
5. Management Efficiency	0.0	-82	-82
6. Educ Support & Admin Reductions	-3.5	-1,812	-1,145
Policy -- Non-Comp Total	-2.5	-1,907	3,999
Policy Comp Changes:			
7. Average Final Compensation Adjust	0.0	2	6
8. 3% Salary Cut for State Employees	0.0	-403	-1,133
9. Suspend Plan 1 Uniform COLA	0.0	-228	-643
10. Retire-Rehire Changes (State)	0.0	-2	-4
Policy -- Comp Total	0.0	-631	-1,774
Total Policy Changes	-2.5	-2,538	2,225
Total 2011-13 Biennium	327.4	16,011	308,727
Difference from 2009-11	-3.4	-2,213	-68,369
% Change from 2009-11	-1.0%	-12.1%	-18.1%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. State Emergency Operations Center - Federal funding from the Chemical Stockpile Emergency Preparedness Program (CSEPP), which has built and maintained operations at the Washington State Emergency Operations Center (EOC), is projected to end in January 2012 when the CSEPP program is complete. Funding is provided from the Worker and Community Right-to-Know Account to ensure continued operations at the EOC through the biennium. (General Fund-Federal, Worker and Community Right-to-Know Account-State)

3. E911 Next Generation Transition - Expenditure authority is provided from the Enhanced 911 Account for statewide agreements to continue the upgrade to Next Generation 911. To advance to the next phase of the upgrade, the state E911 office will add one Geographic Information System Specialist and one Network Security Specialist position. (General Fund-Federal, Enhanced 911 Account-State)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

6. Educ Support & Admin Reductions - The Military Department will achieve savings by reducing staff and services in general fund supported activities. Additional savings are achieved by eliminating state funding and relying, in part, on federal funds for the post-high school education assistance for National Guard members and the Washington Youth Academy. Funding is also reduced for facility maintenance, emergency management, and administrative support functions. (General Fund-State, General Fund-Federal)

7. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

8. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

9. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

10. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Public Employment Relations Comm
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	42.7	5,302	8,815
2011-13 Maintenance Level	42.7	5,426	9,081
Policy Non-Comp Changes:			
1. Reduce Training/Equip/Recruitment	0.0	-530	-530
2. State Data Center Rate Increase	0.0	11	20
3. Interagency Charges - AG	0.0	-4	-6
Policy -- Non-Comp Total	0.0	-523	-516
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-98	-162
5. Suspend Plan 1 Uniform COLA	0.0	-56	-94
Policy -- Comp Total	0.0	-154	-256
Total Policy Changes	0.0	-677	-772
Total 2011-13 Biennium	42.7	4,749	8,309
Difference from 2009-11	0.0	-553	-506
% Change from 2009-11	0.0%	-10.4%	-5.7%

Comments:

1. Reduce Training/Equip/Recruitment - Funding for employee training and equipment purchases is reduced.

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
LEOFF 2 Retirement Board
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	6.0	0	2,027
2011-13 Maintenance Level	6.0	0	2,102
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	0	3
Policy -- Non-Comp Total	0.0	0	3
Policy Comp Changes:			
2. 3% Salary Cut for State Employees	0.0	0	-32
3. Suspend Plan 1 Uniform COLA	0.0	0	-18
Policy -- Comp Total	0.0	0	-50
Total Policy Changes	0.0	0	-47
Total 2011-13 Biennium	6.0	0	2,055
Difference from 2009-11	0.0	0	28
% Change from 2009-11	0.0%	0.0%	1.4%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

3. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Archaeology & Historic Preservation
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	17.3	2,753	5,360
2011-13 Maintenance Level	17.8	3,006	5,166
Policy Non-Comp Changes:			
1. Reduce Administration	0.0	-2,920	-425
2. State Data Center Rate Increase	0.0	0	22
3. Interagency Charges - AG	0.0	-14	-14
Policy -- Non-Comp Total	0.0	-2,934	-417
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-46	-70
5. Suspend Plan 1 Uniform COLA	0.0	-26	-40
Policy -- Comp Total	0.0	-72	-110
Total Policy Changes	0.0	-3,006	-527
Total 2011-13 Biennium	17.8	0	4,639
Difference from 2009-11	0.5	-2,753	-721
% Change from 2009-11	2.9%	-100.0%	-13.5%

Comments:

1. Reduce Administration - Funding for operation of the Department is reduced and General Fund-State support is replaced by Heritage Center Account funds. The Department will achieve ongoing savings by reducing its travel budget for the human remains program and by reducing its in-house information technology maintenance. (Washington State Heritage Center Account-State, State General Fund).

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding is provided for this agency's share of payments to the Office of the Attorney General for legal services. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Growth Management Hearings Board
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	11.3	3,066	3,066
2011-13 Maintenance Level	0.0	0	0
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	-11.3	-3,066	-3,066
% Change from 2009-11	-100.0%	-100.0%	-100.0%

Comments:

2011-13 Omnibus Operating Budget
State Convention and Trade Center
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	182.8	0	116,821
2011-13 Maintenance Level	0.0	0	0
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	-182.8	0	-116,821
% Change from 2009-11	-100.0%	0.0%	-100.0%

Comments:

2011-13 Omnibus Operating Budget
Consolidated Technology Services
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	0	0
2011-13 Maintenance Level	0.0	0	0
Policy Comp Changes:			
1. Transfer DIS to CTS Agency	279.5	7	184,048
Policy -- Comp Total	279.5	7	184,048
Total Policy Changes	279.5	7	184,048
Total 2011-13 Biennium	279.5	7	184,048
Difference from 2009-11	279.5	7	184,048
% Change from 2009-11	0.0%	0.0%	0.0%

Comments:

1. Transfer DIS to CTS Agency - Delivery of IT services to state agencies is transferred from the Department of Information Services to the newly created Consolidated Technology Services (CTS) Agency pursuant to Substitute House Bill 1841 (Information Technology Management). Services offered by the CTS agency include mainframe computing, network operations, telecommunications, and managing the consolidated data center.

2011-13 Omnibus Operating Budget
Department of Enterprise Services
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	0	0
2011-13 Maintenance Level	0.0	0	0
Policy Non-Comp Changes:			
1. OFM IT Services	0.0	0	2,300
2. Transfer IT Portfolio Application	0.0	0	334
3. Central Service Efficiencies	0.0	0	-3,800
4. State Data Center Rate Increase	0.0	3	391
5. Dept of Enterprise Services-DOP	124.0	0	49,043
6. Dept of Enterprise Services-OFM	164.4	1,100	63,714
7. Dept of Enterprise Services-DIS	120.2	0	91,437
8. Dept of Enterprise Services-GA	536.3	7,040	263,047
9. Dept of Enterprise Services-Prt	120.8	0	20,646
10. Back Office Efficiencies	-2.5	-20	-1,177
11. Management Efficiency	0.0	-4	-4
Policy -- Non-Comp Total	1,063.0	8,119	485,931
Policy Comp Changes:			
12. Average Final Compensation Adjust	0.0	0	29
13. 3% Salary Cut for State Employees	0.0	-12	-5,530
14. Suspend Plan 1 Uniform COLA	0.0	-8	-3,196
15. Retire-Rehire Changes (State)	0.0	0	-17
Policy -- Comp Total	0.0	-20	-8,714
Total Policy Changes	1,063.0	8,099	477,217
Total 2011-13 Biennium	1,063.0	8,099	477,217
Difference from 2009-11	1,063.0	8,099	477,217
% Change from 2009-11	0.0%	0.0%	0.0%

Comments:

1. OFM IT Services - Funding is provided for the Department of Enterprise Services to provide information technology services to the Office of Financial Management (OFM). The Department will recover costs by billing OFM. (Data Processing Revolving Account-Nonappropriated)

2. Transfer IT Portfolio Application - The maintenance of the Information Technology Clarity Portfolio application support is transferred to the Information Services Division within the new Department of Enterprise Services. (Data Processing Revolving Account-Nonappropriated)

3. Central Service Efficiencies - Funding is reduced as savings are realized from the implementation of ESSB 5931 (Reorganizing and Streamlining Central Services Functions). (General Administration Services Revolving Acount).

4. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

5. Dept of Enterprise Services-DOP - The Department of Personnel's human resource functions are moved into the new Department of Enterprise Services. These functions include staff and information technology support for the Human Resource Management System, the Employee Assistance Program, recruiting, small agency human resource services, and all back office functions that existed within the Department of Personnel. (Data Processing Revolving Account-Nonappropriated, Department of Personnel Account-State)

6. Dept of Enterprise Services-OFM - The Information Services Division, Risk Management Division, Contracts Office, and Small Agency Client Services at the Office of Financial Management are moved to the new Department of Enterprise Services. (General Fund-State, Various Other Funds)

7. Dept of Enterprise Services-DIS - The Department of Information Services' administrative, budget, finance, communications, contract services, human resources, agency internal information technology, legal services, and procurement functions will transfer to the new Department of Enterprise Services (DES). The DES will provide these back office administrative functions for the Consolidated Technology Services Agency. (Data Processing Revolving Account-Nonappropriated)

8. Dept of Enterprise Services-GA - The Department of General Administration will merge into the new Department of Enterprise Services, along with the State Printer and portions of the Department of Information Services, Office of Financial Management, and Department of Personnel. A transition team will work on identifying efficiencies by consolidating back-office functions such as internal human resources, accounting, purchasing, contracts, and facilities management. (General Fund-State, General Fund-Federal, General Administration Service Account-State, General Administration Service Account-Nonappropriated, State Vehicle Parking Account-Nonappropriated, Commemorative Works Account-Nonappropriated, Building Code Council Account-State)

9. Dept of Enterprise Services-Prt - The Department of Printing will move into the new Department of Enterprise Services, along with portions of the Department of Information Services, Office of Financial Management, Department of Personnel, and Department of General Administration. A transition team will begin working on reducing staff as back-office functions such as human resources, accounting, purchasing, contracts, and facilities management are consolidated. (Printing Plant Revolving Account-Nonappropriated)

10. Back Office Efficiencies - Funding is reduced in the recognition of efficiencies gained by consolidating four state agencies.

11. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

12. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

13. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

14. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

15. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Innovate Washington
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	0	0
2011-13 Maintenance Level	0.0	0	0
Policy Non-Comp Changes:			
1. SIRTI Transfer	16.2	2,307	4,459
2. WA Technology Center Transfer	0.0	3,806	3,806
Policy -- Non-Comp Total	16.2	6,113	8,265
Policy Comp Changes:			
3. 3% Salary Cut for State Employees	0.0	-66	-66
4. Suspend Plan 1 Uniform COLA	0.0	-37	-37
Policy -- Comp Total	0.0	-103	-103
Total Policy Changes	16.2	6,010	8,162
Total 2011-13 Biennium	16.2	6,010	8,162
Difference from 2009-11	16.2	6,010	8,162
% Change from 2009-11	0.0%	0.0%	0.0%

Comments:

1. SIRTI Transfer - SIRTI, formerly known as the Spokane Intercollegiate Research and Technology Institute, is a Washington State economic development agency focused on accelerating the development and growth of innovative technology-based companies in the Inland Northwest.. 2ESB 5764 merges SIRTI with the Wasthington Technology Center to create Innovate Washington.

2. WA Technology Center Transfer - The Washington Technology Center (WTC) conducts research to develop and strengthen relationship among the state's universities, private industry and government. 2ESB 5764 mergers the WTC with SIRTI to create Innovate Wasington.

3. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
WA State Health Care Authority
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	288.1	365,069	635,512
2011-13 Maintenance Level	286.7	266,819	655,993
Policy Non-Comp Changes:			
1. Moore, et al. v. HCA	0.0	886	886
2. Washington Health Program	12.1	0	49,501
3. Health Care Consolidation	803.7	4,395,444	10,372,892
4. Dental Residency	0.0	-630	-630
5. Comm. Health Collaborative Grants	0.0	-500	-500
6. Health Literacy	0.0	-420	-420
7. Reduce Health Clinic Grant Program	0.0	-24,000	-24,000
8. Basic Health Plan	0.0	-128,467	-202,422
9. Medicaid Transfer Cost Allocation	0.0	-1,946	0
10. Health Care Consolidation Executive	0.0	-1,028	-1,970
11. State Data Center Rate Increase	0.0	20	42
12. Health Benefits Exchange Grants	0.0	0	23,700
13. Basic Health Stabilization	0.0	-44,000	0
14. Basic Health Admin Adjustment	-11.1	-1,135	-1,736
15. Interagency Charges - AG	0.0	-14	-34
16. School Employees' Benefits Proposal	2.0	1,200	1,200
17. Management Efficiency	0.0	-98	-98
18. TRS 1 Retirement Subsidies	0.0	0	178
Policy -- Non-Comp Total	806.7	4,195,312	10,216,589
Policy Comp Changes:			
19. Average Final Compensation Adjust	0.0	10	28
20. 3% Salary Cut for State Employees	0.0	-1,839	-5,221
21. Suspend Plan 1 Uniform COLA	0.0	-1,037	-2,928
22. Retire-Rehire Changes (State)	0.0	-6	-15
Policy -- Comp Total	0.0	-2,872	-8,136
Total Policy Changes	806.7	4,192,440	10,208,453
Total 2011-13 Biennium	1,093.4	4,459,259	10,864,446
Difference from 2009-11	805.4	4,094,190	10,228,934
% Change from 2009-11	279.6%	1121.5%	1609.6%

Comments:

1. Moore, et al. v. HCA - Funding is provided for the first fiscal year of the 2011-13 Biennium to fund continuing legal services related to Moore, et al. v. Health Care Authority, a class action seeking damages related to health care benefits for part-time employees in many state agencies and institutions. (General Fund-State)

2. Washington Health Program - Additional expenditure authority is provided to recognize increasing enrollment in the Washington Health Program, a non-subsidized insurance option that allows clients to pay the full premium and administrative cost for a medical benefit package that includes higher deductibles and co-pays and lower annual benefit limits than the subsidized Basic Health Plan. (Basic Health Plan Subscription Account-Nonappropriated)

3. Health Care Consolidation - Pursuant to Second Substitute House Bill 1738 (Medicaid single state agency), administration of the medical assistance program is transferred from the Department of Social and Health Services to the Health Care Authority effective July 1, 2011. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Emergency Medical Services and Trauma Care Systems Trust Account-State, Hospital Safety Net Assessment Account-State)

4. Dental Residency - State dental residency grants are suspended for the 2011-13 biennium. The grants have enabled community clinics to employ recent dental graduates in the provision of dental care for low-income and uninsured persons

5. Comm. Health Collaborative Grants - State grants for community health collaboratives are suspended for the 2011-13 biennium. These grants have assisted community groups develop local partnerships and strategies for provision of medical and dental care for low-income uninsured persons

6. Health Literacy - Funding is adjusted to reflect completion of a project undertaken during the 2009-11 biennium to increase health awareness among low-income populations.

7. Reduce Health Clinic Grant Program - State grants to community health clinics are suspended for the biennium. The grants have assisted clinics provide primary care to uninsured persons on a sliding-fee basis.

8. Basic Health Plan - New admissions to the state-subsidized Basic Health Plan will continue to be frozen throughout the 2011-13 biennium. An average of approximately 37,000 persons per month are expected to be covered by the program during FY 2012, and an average of 33,000 per month during FY 2013. (General Fund-State, General Fund-Federal, Basic Health Plan Trust Account-Nonappropriated)

9. Medicaid Transfer Cost Allocation - The transfer of the medical assistance program from the Department of Social and Health Services to the Health Care Authority changes the expenditure base upon which central administrative functions are allocated. Appropriations are adjusted to reflect the new administrative allocation anticipated once the transfer is complete. (General Fund-State, General Fund-Federal, State Health Care Authority Administrative Account)

10. Health Care Consolidation Executive - The consolidation of the Medicaid Purchasing Administration and the Health Care Authority pursuant to Second Substitute House Bill 1738 (Medicaid single state agency) reduces the number of senior management positions. (General Fund-State, General Fund-Federal)

11. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

12. Health Benefits Exchange Grants - The Authority expects to receive federal grant funding under the Patient Protection and Affordable Care Act for planning and implementation of a health benefits exchange that is to become operational in 2014. (General Fund-Federal)

13. Basic Health Stabilization - Funds are transferred from the Life Sciences Discovery Fund into the Basic Health Stabilization Account in order to support continued operation of the Basic Health Plan. (General Fund-State, Basic Health Plan Stabilization Account-State)

14. Basic Health Admin Adjustment - Basic Health Plan staffing is adjusted to reflect the reduced workload associated with decreased enrollment levels. (General Fund-State, General Fund-Federal)

15. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

16. School Employees' Benefits Proposal - Funding is provided for the Health Care Authority to develop a plan to implement a consolidate health benefits system for school district and educational service district employees for the 2013-14 school year. The plan shall be reported to the Governor and the fiscal committees of the Legislature by December 15, 2011. Along with the plan, the report shall include information and recommendations on subjects including the costs and benefits of the current system of providing school district and educational service district employee health benefits, options for voluntary or mandatory statewide participation, and methods to reduce inequities between individual and family coverage for participants.

17. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

18. TRS 1 Retirement Subsidies - Funding is provided for the cost of administering a $250 per month subsidy payment program for certain newly-retired members of the Teachers' Retirement System Plan 1 (TRS 1) pursuant to Substitute Senate Bill 5846 (retired public employees). (Health Care Authority Administrative Account-State)

19. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

20. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

21. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

22. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Human Rights Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	39.2	5,149	6,733
2011-13 Maintenance Level	39.2	5,133	7,127
Policy Non-Comp Changes:			
1. Reduce Administrative Costs	-2.0	-226	-226
2. Reduce Admin Hearings Services	0.0	-70	-70
3. Close Seattle Office	0.0	-182	-182
4. Travel Reductions	0.0	-34	-34
5. State Data Center Rate Increase	0.0	13	13
6. Interagency Charges - AG	0.0	-37	-37
Policy -- Non-Comp Total	-2.0	-536	-536
Policy Comp Changes:			
7. 3% Salary Cut for State Employees	0.0	-74	-132
8. Suspend Plan 1 Uniform COLA	0.0	-41	-74
Policy -- Comp Total	0.0	-115	-206
Total Policy Changes	-2.0	-651	-742
Total 2011-13 Biennium	37.2	4,482	6,385
Difference from 2009-11	-2.0	-667	-348
% Change from 2009-11	-5.1%	-13.0%	-5.2%

Comments:

1. Reduce Administrative Costs - The Human Rights Commission (HRC) will reduce two staff positions and identify efficiences in administration to achieve savings.

2. Reduce Admin Hearings Services - The HRC will continue its efforts to achieve savings by reducing the number of cases that proceed to litigation.

3. Close Seattle Office - The HRC Seattle branch was closed on June 30, 2010. This item represents savings from the excess in funds allocated for the office lease and the associated service contracts.

4. Travel Reductions - The HRC will continue to achieve savings by reducing travel expenses and relying on telephone and web video conferencing.

5. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

6. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

7. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

8. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Bd of Industrial Insurance Appeals
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	158.1	0	36,298
2011-13 Maintenance Level	158.1	0	37,803
Policy Non-Comp Changes:			
1. Agency Back Office Efficiencies	-3.0	0	-477
2. Reduce Caseload & Cost Assumptions	-3.1	0	-810
3. State Data Center Rate Increase	0.0	0	32
4. Interagency Charges - AG	0.0	0	-8
5. WISHA Violation Abatement	0.0	0	72
6. COHE	0.0	0	32
7. Workers' Compensation	11.8	0	3,786
Policy -- Non-Comp Total	5.7	0	2,627
Policy Comp Changes:			
8. Average Final Compensation Adjust	0.0	0	4
9. 3% Salary Cut for State Employees	0.0	0	-672
10. Suspend Plan 1 Uniform COLA	0.0	0	-380
11. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	0	-1,050
Total Policy Changes	5.7	0	1,577
Total 2011-13 Biennium	163.8	0	39,380
Difference from 2009-11	5.7	0	3,082
% Change from 2009-11	3.6%	0.0%	8.5%

Comments:

1. Agency Back Office Efficiencies - The Board of Industrial Insurance Appeals will place greater focus on its primary mission. As a result, ongoing expenses related to three administrative and financial positions are eliminated. (Accident Account-State, Medical Aid Account-State)

2. Reduce Caseload & Cost Assumptions - The Board of Industrial Insurance Appeals tracks the number of appeals it hears and the cost per appeal. Based on recent experience, ongoing expenditure authority is reduced to better match current workload. (Accident Account-State, Medical Aid Account-State)

3. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. WISHA Violation Abatement - Funding is provided to implement Engrossed Substitute Senate Bill 5068 (WISHA violation abatement). The bill requires the Board of Industrial Insurance Appeals to adopt rules necessary for conducting an expedited review on the stay of abatement request and issue a final decision within forty-five working days of the notice of filing of appeal. (Accident Account-State, Medical Aid Account-State)

6. COHE - Funding is provided to implement Substitute Senate Bill 5801 (medical providers) due to increased appeals. (Accident Account-State, Medical Aid Account-State)

7. Workers' Compensation - Funding is provided to implement House Bill 2123 (workers compensation). (Accident Account-State, Medical Aid Account-State)

8. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

9. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

10. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

11. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Criminal Justice Training Comm
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	34.1	35,116	43,014
2011-13 Maintenance Level	34.1	34,086	50,126
Policy Non-Comp Changes:			
1. Administration Activity Reductions	0.0	-420	-360
2. Basic Law Enforcement Academy	0.0	-320	-320
3. Corrections Training Activity	0.0	-300	-300
4. Crisis Intervention Training	0.0	0	681
5. Development, Training and Standards	0.0	-762	-450
6. Driving Simulator	0.0	0	246
7. State Data Center Rate Increase	0.0	29	29
8. Reimbursement for Ammunition Costs	0.0	-321	0
9. Partial Reimbursement for BLEA	0.0	-1,296	0
10. Auto Theft Prevention Account	0.0	0	-7,944
11. WASPC Activity	0.0	-2,500	-803
12. Prosecuting Attorney Training	0.0	-46	-46
13. Rural Drug Task Forces	0.0	2,000	2,000
14. School Safety Training	0.0	392	392
15. Interagency Charges - AG	0.0	-21	-21
16. School Mapping	0.0	0	1,000
Policy -- Non-Comp Total	0.0	-3,565	-5,896
Policy Comp Changes:			
17. 3% Salary Cut for State Employees	0.0	-138	-138
18. Suspend Plan 1 Uniform COLA	0.0	-78	-78
Policy -- Comp Total	0.0	-216	-216
Total Policy Changes	0.0	-3,781	-6,112
Total 2011-13 Biennium	34.1	30,305	44,014
Difference from 2009-11	0.0	-4,811	1,000
% Change from 2009-11	0.0%	-13.7%	2.3%

Comments:

1. Administration Activity Reductions - Funding is reduced to reflect administrative savings achieved by combining the duties of the Deputy Director and Certification Manager, reducing the Human Resources Manager from full-time to part-time status, reducing 1.5 FTE fiscal staff by transitioning to Small Agency Client Services, and hiring a new Deputy Director at a lower salary. Also, outside agencies will be charged a rental fee for the use of the Burien facility. (General Fund-State, General Fund-Private/Local)

2. Basic Law Enforcement Academy - Funding is reduced to reflect efficiencies in the Basic Law Enforcement Academy (BLEA). The contract for the Defensive Tactics instructor will be reduced, and the current agreement for the services of the BLEA commander will end. A state employee will be hired to perform these duties at a reduced cost. Agreements with law enforcement agencies will be ended early in order to return training officers to their agencies and remove them from the BLEA payroll.

3. Corrections Training Activity - The number of corrections training classes offered will be reduced and one training officer position will be eliminated.

4. Crisis Intervention Training - Expenditure authority is provided for Crisis Intervention Training. The CJTC will be reimbursed by King County for provision of the training. (General Fund-Private/Local)

5. Development, Training and Standards - Funding is reduced to reflect reductions for the emergency vehicle operator course, methamphetamine, crisis intervention, and child welfare training programs, and for elimination of a part-time regional training manager position. Pass-through funding is reduced for the defense attorneys, municipal attorneys, Drug Prosecution Assistance Program, Project Safe Neighborhoods, and the Major Crimes Task Force. This item also includes increased local funding obtained by charging local law enforcement agencies for non-mandated post-academy basic training. (General Fund-State, General Fund-Private/Local)

6. Driving Simulator - Funding was provided for statewide advanced driver training utilizing the driving simulators in the Fiscal Year 2010 supplemental capital budget. Expenditure authority is provided local funds for the support and operation of the simulator training. (General Fund-Private/Local)

7. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

8. Reimbursement for Ammunition Costs - Funding from General Fund-State is reduced and funding from General Fund-Local is increased to reflect cost recovery for ammunition. Agencies will reimburse the Criminal Justice Training Commission (CJTC) for the costs of ammunition, based on the average cost of ammunition per cadet, for cadets they enroll in the BLEA. (General Fund-State, General Fund-Local)

9. Partial Reimbursement for BLEA - Funding is reduced to reflect a 25 percent partial reimbursememt of the BLEA costs for law enforcement agencies that send cadets for training. (General Fund-Private/Local)

10. Auto Theft Prevention Account - Funding for auto theft prevention task forces is maintained at $5.9 million for 2011-13. (Washington Auto Theft Prevention Authority Account-State)

11. WASPC Activity - Funding is reduced for programs administered by the Washington Association of Sheriffs and Police Chiefs (WASPC). Programs administered by WASPC include the Uniform Crime Reporting, retention of sex offender records, Missing Persons, Victim Information System, Jail Booking and Reporting System and Statewide Automated Victim Identification System, Sex Offender Address Verification, Offender Watch System, and National Incident Based Reporting. Funding from the Washington Auto Theft Prevention Authority Account is provided to partially offset the reduction. (General Fund-State, Washington Auto Theft Prevention Authority Account-State)

12. Prosecuting Attorney Training - Funding is reduced for prosecuting attorney training by 10 percent.

13. Rural Drug Task Forces - Funding is provided for grants to enforce illegal drug laws in counties that have been historically underserved by federally funded state narcotics task forces. The Washington Association of Sheriffs and Police Chiefs, the Washington Association of Prosecuting Attorneys and the Washington Association of County Officials shall jointly develop funding allocations for the office of the county sheriff, county prosecutor and county clerk.

14. School Safety Training - Funding is provided for the Washington State Criminal Justice Training Commission (CJTC) to provide training for school security officers, individuals engaged in school safety, and school administrators. The goal is to assist schools in developing the expertise and capacity to manage safety and security concerns with the support of law enforcement and other public safety officials.

15. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

16. School Mapping - Funding is provided from the Washington Auto Theft Prevention Authority Account to maintain the statewide Critical Incident Planning and Mapping System (CIPMS) commonly referred to as School Mapping. The operation of the system has been supported by the use of capital funds provided for the construction of the system. Construction is now complete and the system has ongoing maintenance and operating expenses, including system management, software license maintenance, and managed services, including data hosting. The funding will ensure that the system remains available in real time with up-to-date data. (Washington Auto Theft Prevention Authority Account-State)

2011-13 Omnibus Operating Budget
Criminal Justice Training Comm

17. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

18. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Labor and Industries
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2,746.8	44,311	626,212
2011-13 Maintenance Level	2,682.5	41,852	617,354
Policy Non-Comp Changes:			
1. Shift Right-to-Know Fund Source	30.0	0	0
2. Contractor Program Tech Savings	-2.5	-108	-108
3. Continued Worker Protection	0.0	0	0
4. State Data Center Rate Increase	0.0	12	1,218
5. Contractor Misclassification	0.0	34	34
6. Workers Compensation	5.5	0	2,562
7. Crime Victims Compensation	0.0	-1,560	-1,560
8. For Hire Vehicles and Operators	0.6	0	102
9. Underground Economy	4.0	1,250	3,916
10. Use Federal Crime Victims' Funds	0.0	-2,555	-2,555
11. Interagency Charges - AG	0.0	-35	-2,692
12. Industrial Insurance System	15.6	0	8,727
13. Workers' Compensation	43.0	0	26,861
14. Management Efficiency	0.0	-82	-82
Policy -- Non-Comp Total	96.2	-3,044	36,423
Policy Comp Changes:			
15. Average Final Compensation Adjust	0.0	2	55
16. 3% Salary Cut for State Employees	0.0	-439	-9,824
17. Suspend Plan 1 Uniform COLA	0.0	-251	-5,564
18. Retire-Rehire Changes (State)	0.0	-2	-28
Policy -- Comp Total	0.0	-690	-15,361
Total Policy Changes	96.2	-3,734	21,062
Total 2011-13 Biennium	2,778.7	38,118	638,416
Difference from 2009-11	31.9	-6,193	12,204
% Change from 2009-11	1.2%	-14.0%	2.0%

Comments:

1. Shift Right-to-Know Fund Source - The Department of Labor and Industries' (LNI) Right-to-Know program falls under the jurisdiction of the Washington Industrial Safety and Health Act. Therefore, it is appropriately addressed by either the Worker and Community Right-to-Know Account or the Accident and Medical Aid Accounts. In order to redistribute available funds, half of the ongoing spending in LNI's Right-to-Know Account is shifted to the Accident and Medical Aid Accounts. (Worker and Community Right-to-Know Account-State, Accident Account-State, Medical Aid Account-State)

2. Contractor Program Tech Savings - The Department of Labor and Industries' contractor insurance renewal program has implemented technology improvements that will allow ongoing savings, resulting in a 2.5 FTE staff and $108,000 reduction.

3. Continued Worker Protection - The Department of Labor and Industries shifts funding for three industrial hygienist field inspector positions from the Asbestos Account to the Accident and Medical Aid Accounts. This change completes a process that began with a fund shift to the Asbestos Account in the 2001-03 biennial budget cycle due to a surplus of funds in the Asbestos Account. As anticipated, it is now necessary to return funding to the Accident and Medical Aid Accounts because Asbestos Program revenue will no longer fully support program expenditures. (Asbestos Account-State, Accident Account-State, Medical Aid Account-State)

4. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

5. Contractor Misclassification - Expenditure authority is provided for the impacts of Engrossed Substitute House Bill 1701 (contractor misclassification).

6. Workers Compensation - Expenditure authority is provided for the impacts of Engrossed Substitute House Bill 1725 (workers' compensation). (Accident Account-State, Medical Aid Account-State)

7. Crime Victims Compensation - Substitute House Bill 5691 (crime victims compensation) simplifies administration of the Crime Victims' Compensation program and eliminates specific benefits, is estimated to save $1.56 million during the 2011-13 biennium.

8. For Hire Vehicles and Operators - Expenditure authority is provided for the impacts of Engrossed Substitute House Bill 1367 (for hire vehicles, operators). (Accident Account-State, Medical Aid Account-State)

9. Underground Economy - The Department of Labor and Industries shall expand the detecting unregistered employers targeting system and to support field staff in investigation and enforcement. (General Fund-State, Public Works Administrative Account-State, Medical Aid Account-State, Accident Account-State)

10. Use Federal Crime Victims' Funds - Ongoing funding for the Department of Labor and Industries' Crime Victims' Compensation program is shifted from General Fund-State to General Fund-Federal where there is existing expenditure authority. In 2010, the Legislature capped crime victims' payouts. Federal matching funds are currently relatively high due to previous higher state expenditures. This shift may need to be readjusted in the 2013-15 biennium, as federal matching funds adjust to lower state spending.

11. Interagency Charges - AG - Funding is provided for this agency's share of payments to the Office of the Attorney General for legal services. (General Fund-State, Various Other Funds)

12. Industrial Insurance System - Funding is provided to implement and administer Chapter 6, Laws of 2011 (medical provider networks). The bill requires the Department of Labor and Industries to establish a health care provider network to treat injured workers. (Accident Account-State, Medical Aid Account-State)

13. Workers' Compensation - Funding is provided to implement House Bill 2123 (workers compensation). (Accident Account-State, Medical Aid Account-State)

14. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

15. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

16. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

17. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

18. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Indeterminate Sentence Review Board
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	17.2	3,746	3,746
2011-13 Maintenance Level	17.2	3,838	3,838
Policy Non-Comp Changes:			
1. Merge ISRB with Corrections	-17.2	-3,814	-3,814
2. Interagency Charges - AG	0.0	-24	-24
Policy -- Non-Comp Total	-17.2	-3,838	-3,838
Total Policy Changes	-17.2	-3,838	-3,838
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	-17.2	-3,746	-3,746
% Change from 2009-11	-100.0%	-100.0%	-100.0%

Comments:

1. Merge ISRB with Corrections - The Indeterminate Sentence Review Board (ISRB) is merged with the Department of Corrections. The offender release functions of the ISRB will continue. Savings are achieved by eliminating duplicate staff positions created by the merger.

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

2011-13 Omnibus Operating Budget
Home Care Quality Authority
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	2.0	1,229	1,229
2011-13 Maintenance Level	0.0	0	0
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	-2.0	-1,229	-1,229
% Change from 2009-11	-100.0%	-100.0%	-100.0%

Comments:

2011-13 Omnibus Operating Budget
Department of Health
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		1,608.8	180,149	1,142,419
2011-13 Maintenance Level		1,605.1	187,922	1,158,144
Policy Non-Comp Changes:				
1.	Transfer ABCD Dental Coordinators	0.0	-800	-800
2.	Providing Access to Health Care	16.2	0	2,061
3.	Maternity Support Services	-5.0	-600	-600
4.	Providing Safe Health Care	21.7	0	4,784
5.	Support for Safe Drinking Water	3.3	-120	1,550
6.	Reduce Environmental Health Service	-9.4	-2,364	-2,364
7.	Reduce Maternal & Children's Health	-4.1	-1,825	-1,825
8.	Reduce Hlth Facility Quality Assura	-3.0	-556	-556
9.	Reduce Public Health Support	-6.5	-2,542	-2,542
10.	Reduce/Restructure Administration	-8.0	-2,253	-2,253
11.	Family Planning Capacity Grants	0.0	-2,250	-2,250
12.	Tobacco Cessation Program Changes	0.0	0	-43,594
13.	Delay Homecare worker certification	-20.1	0	-4,370
14.	State Data Center Rate Increase	0.0	256	453
15.	Non-Infectious Disease Epidemiology	-1.0	-170	-170
16.	Massage Practitioner Legislation	0.0	0	137
17.	Blue Ribbon Public Health Funds	0.0	-10,000	-10,000
18.	Developmental Disabilities Council	0.0	170	170
19.	Online HealthCare Provider Licenses	6.3	0	1,969
20.	Physician Provider Information	2.5	0	336
21.	Local WIC funding	0.0	-800	-800
22.	Interagency Charges - AG	0.0	-86	-654
23.	Midwives/UW Library Access	0.0	0	46
24.	Board of Naturopathy	0.1	0	16
25.	Health Care Assistants	0.1	0	21
26.	Pharmacy Technicians	0.2	0	54
27.	Surgical Facility Licensing	3.4	0	595
28.	Social Workers	1.0	0	142
29.	Physicians & Physician Assistants	2.5	0	336
30.	Reduce Health Screening/Tracking	0.0	-221	-221
31.	Farmers Market Program	0.0	-420	-420
32.	Storman v. Pharmacy Board	0.0	0	628
33.	Management Efficiency	0.0	-836	-836
34.	Midwife Fees	0.0	115	115
35.	Radioactive Transfer	0.6	0	349
Policy -- Non-Comp Total		0.5	-25,302	-60,493
Policy Comp Changes:				
36.	Average Final Compensation Adjust	0.0	7	35
37.	3% Salary Cut for State Employees	0.0	-1,332	-6,445
38.	Suspend Plan 1 Uniform COLA	0.0	-744	-3,619
39.	Retire-Rehire Changes (State)	0.0	-4	-16
Policy -- Comp Total		0.0	-2,073	-10,045

2011-13 Omnibus Operating Budget
Department of Health
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
Total Policy Changes	0.5	-27,375	-70,538
Total 2011-13 Biennium	1,605.6	160,547	1,087,606
Difference from 2009-11	-3.3	-19,602	-54,813
% Change from 2009-11	-0.2%	-10.9%	-4.8%

Comments:

1. Transfer ABCD Dental Coordinators - Local dental coordinators associated with the Access to Baby and Child Dentistry (ABCD) program are transferred to the Medicaid Purchasing Administration.

2. Providing Access to Health Care - Increased expenditure authority from the Health Professions Account is provided to accommodate growth in the health professional licensure and credentialing workload. (Health Professions Account-State)

3. Maternity Support Services - Administrative activities in the Department of Health which support the Maternity Support Services program in the Medicaid Purchasing Administration (MPA) are eliminated. The oversight activities will be conducted by the MPA.

4. Providing Safe Health Care - Increased expenditure authority from the Health Professions Account is provided to accommodate growth in the health professional disciplinary workload. (Health Professions Account-State)

5. Support for Safe Drinking Water - Substitute Senate Bill 5364 (public water system permits) removes operating system permit fees for Group A water systems from statute and provides the Department with authority to set fee levels through rule-making. Appropriations are adjusted based on the Department's anticipated program costs and fee changes. (General Fund State, General Fund Private/Local)

6. Reduce Environmental Health Service - Reductions will be made to administrative activities that support local governments in environmental health efforts. Reductions include incentive grants for on-site sewage disposal; outreach and compliance efforts for water systems; and education and prevention activities for zoonotic diseases, water recreation, chemical and pesticide hazards, school environmental health, and food safety.

7. Reduce Maternal & Children's Health - Reductions will be made in the Department's maternal and children's health functions, including elimination of staff support for the Community Health Leadership forum and reductions to administrative and technical support.

8. Reduce Hlth Facility Quality Assura - Reductions will be made to the health facility quality assurance functions, including eliminating group care facility inspections, increasing fees for in-home care agency inspections to offset state subsidies, maximizing Model Toxics Account funding, and reducing staff for temporary housing inspections. (General Fund-State, General-Fund Private/Local)

9. Reduce Public Health Support - Multiple reductions will be made to the administrative capacity of DOH to support public health efforts. Reductions are made to several activities, including the elimination of the Health Declarations registry; reduced expenditures in the Public Health Laboratory; reduced capacity in monitoring for health care acquired infections. reduced technical support for adverse events tracking and reduced support to the Poison Control Center.

10. Reduce/Restructure Administration - The DOH's central agency administrative functions are reduced by 10 percent ($1.16 million). The Health Services Quality Assurance Division support is reduced ($855,000). Health Impact Reviews are suspended ($238,000).

11. Family Planning Capacity Grants - State funding for family planning activities is reduced by 11.25 percent.

12. Tobacco Cessation Program Changes - Amounts in the Tobacco Prevention and Control Account are not sufficient to continue past levels of programming. Expenditure authority from this account is reduced to reflect that, and tobacco cessation activities within the Department will be reduced. Remaining programs including the Quit-Line and outreach and awareness campaigns will continue to be funded through fees raised from licensing of cigar lounges or tobacconist shops as authorized under Substitute Senate Bill 5542 (cigar lounges/tobacconists). (Tobacco Prevention and Control Account)

13. Delay Homecare worker certification - Mandatory increases and enhancements to training, new certification requirements, and federal fingerprint background checks for long-term care workers are delayed until the 2013-15 biennium. Fundamental training for in-home care will continue at its current levels of about 28 hours - 34 hours depending on the type of worker. Background checks based on a name search will continue to be required. (Health Professions Account-State)

14. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

15. Non-Infectious Disease Epidemiology - Funding to track non-infectious diseases is reduced by 11 percent.

16. Massage Practitioner Legislation - Appropriation authority in the Health Professions Account is increased for additional workload associated with Substitute House Bill 1133 (massage practitioner license). (Health Professions Account-State)

17. Blue Ribbon Public Health Funds - Public health grants funded in 2008 as a result of the omnibus Blue Ribbon Commission Act are reduced by 50 percent.

18. Developmental Disabilities Council - Funding is provided for the developmental disabilities council to contract for a family-to-family mentor program to provide information and support to families and guardians of persons who are transitioning out of residential habilitation centers.

19. Online HealthCare Provider Licenses - Additional staff and appropriation authority are provided to implement a system that allows for the direct online submission of new license applications, renewals, address changes, and credit card payments. The department must submit a detailed investment plan for this project to the office of financial management. The office of financial management must review and approve this plan before funding may be expended. The department of health must successfully implement online application and renewal for at least one profession as a pilot project before pursuing additional professions. The department must report to office of financial management on the outcome of the pilot project.(Health Professions Account-State)

20. Physician Provider Information - Increased appropriation authority is provided for the Medical Commission to collect demographic information at the time of license renewal, including practice location/setting, medical specialty, clinical competency and medical trends, in order to support emergency/health care reform planning and development of rules and policies. (Health Professions Account-State)

21. Local WIC funding - Funding is reduced for pass through to local WIC providers. The DOH will work with local providers to ensure that no federal funds are lost as state general fund is no longer provided and is replaced with state level federal funds.

22. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

23. Midwives/UW Library Access - Substitute Senate Bill 5071 (online access for midwives and marriage and family therapists) requires midwives and marriage and family therapists to pay an additional $25 per year to access the University of Washington's Health Services Library. (Health Professions Account-State)

24. Board of Naturopathy - Funding is provided to implement House Bill 1181, which creates the Board of Naturopathy. (Health Professions Account - State)

25. Health Care Assistants - Funding is provided to implement Substitute House Bill 1304 (health care assistants), which clarifies which drugs may be administered by health care assistants. (Health Professions Account-State)

26. Pharmacy Technicians - Funding is provided for House Bill 1353 (pharmacy technicians), which requires certified pharmacy technicians to complete continuing education requirements. (Health Professions Account-State)

27. Surgical Facility Licensing - Funding is provided for Substitute House Bill 1575 (surgical facilities), which redefines ambulatory surgical facilities. (Ambulatory Surgical Facility Account - Nonappropriated)

28. Social Workers - Funding is provided for Engrossed Substitute Senate Bill 5020 (social workers), which requires a social worker to have a degree from an accredited social work program. (Health Professions Account-State)

29. Physicians & Physician Assistants - Funding is provided for Senate Bill 5480 (physicians and physician assistants), which requires physicians and physician assistants to submit demographic data to the Medical Quality Assurance Commission when renewing their licenses. (Health Professions Account-State)

30. Reduce Health Screening/Tracking - Screening for sexually transmitted diseases is reduced by 5 percent. Data collection and prevention activities related to tracking of hospital data, zoonotic diseases, and food safety are reduced by 5 percent.

31. Farmers Market Program - State funding for the Farmer's Market Nutritional Program is reduced to reflect federal funds now available for this purpose. State funding is provided in both fiscal years to match federal funds.

32. Storman v. Pharmacy Board - Funding is provided for Attorney General legal services related to Board of Pharmacy rules requiring pharmacies to dispense all lawful medications.

33. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

34. Midwife Fees - Funding is provided to offset department expenditures related to licensing of midwives that is not covered by licensing fees.

35. Radioactive Transfer - Pursuant to ESSB 5669 (natural resource agencies), the low-level radioactive waste site permitting program is transferred from the Department of Ecology to the Department of Health. The transfer will take place at the beginning of the second fiscal year. (Site Closure Account)

36. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

37. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

38. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

39. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Veterans' Affairs
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	683.3	19,316	113,216
2011-13 Maintenance Level	690.3	16,814	117,695
Policy Non-Comp Changes:			
1. Administrative Reductions	0.0	-245	-245
2. State Data Center Rate Increase	0.0	24	37
3. Mitigate IT Security Risks	0.0	85	85
4. Interagency Charges - AG	0.0	-6	-14
5. Management Efficiency	0.0	-36	-36
6. Veterans Raffle Bill	0.0	0	660
Policy -- Non-Comp Total	0.0	-178	487
Policy Comp Changes:			
7. Average Final Compensation Adjust	0.0	0	10
8. 3% Salary Cut for State Employees	0.0	-239	-1,762
9. Suspend Plan 1 Uniform COLA	0.0	-136	-1,120
10. Retire-Rehire Changes (State)	0.0	0	-5
Policy -- Comp Total	0.0	-375	-2,877
Total Policy Changes	0.0	-553	-2,390
Total 2011-13 Biennium	690.3	16,261	115,305
Difference from 2009-11	7.0	-3,055	2,089
% Change from 2009-11	1.0%	-15.8%	1.9%

Comments:

1. Administrative Reductions - Department of Veteran's Affairs will find efficiencies in headquarters to achieve an administrative reduction.

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Mitigate IT Security Risks - Expenditure authority is provided for new contractual requirements, the purchase of a new pharmacy accounting system, and to maintain compliance with information system standards. (General Fund-Federal, General Fund-Private/Local)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and work sessions. (General Fund-State, various other funds)

6. Veterans Raffle Bill - Senate Bill 5806 (Veteran Lottery Raffle) creates an annual raffle in support of Veteran's programs. The proceeds from the raffle are deposited in the Veterans Innovations Program Account. (Veterans Innovations Program Account-State)

7. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

8. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

9. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

10. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Corrections
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		8,841.1	1,546,956	1,779,452
2011-13 Maintenance Level		8,622.9	1,778,944	1,796,600
Policy Non-Comp Changes:				
1.	Cost of Supervison Fee Change	0.0	875	125
2.	Risk Assessment Tool Changes	4.0	817	817
3.	Early Deportation Alien Offenders	-37.5	-3,975	-4,865
4.	Eliminate Tolling for Offenders	-47.4	-5,165	-5,324
5.	Close McNeil Island Corrections Ctr	-62.5	-23,162	-23,162
6.	Reduce Administrative Costs	-11.7	-2,802	-2,802
7.	Changes Agency Staffing Structure	-48.6	-7,125	-7,125
8.	Hold Positions Vacant	-20.2	-7,906	-7,906
9.	Eliminate Staff Positions	-64.3	-18,668	-18,668
10.	Eliminate On-the-Job Training	-7.0	-1,354	-1,354
11.	Achieve Program Underexpenditures	0.0	-7,870	-7,870
12.	Reduce Offender Programming	-1.2	-1,397	-1,397
13.	Reduce Contracted Services	0.0	-1,342	-1,342
14.	Reduce DOSA Bed Utilization	0.0	-3,400	-3,400
15.	Reduce Electronic Home Monitoring	-5.8	-3,012	-3,012
16.	Merge Indeterminate Sentencing Revi	17.2	3,814	3,814
17.	ISRB Merger Savings	-4.7	-937	-937
18.	Open Larch Corrections Elkhorn Unit	40.3	4,859	4,859
19.	State Data Center Rate Increase	0.0	635	635
20.	Health Care Employee Overtime	0.0	204	204
21.	Expedited Medical Assistance	0.0	65	65
22.	Prison Safety Enhancements	21.3	0	6,009
23.	Utilize Auto Theft Prevention Funds	0.0	-2,110	0
24.	Interagency Charges - AG	0.0	-653	-653
25.	Reduce Rental Rate for Violators	0.0	-7,035	-7,035
26.	Reduce Supervision for FTOW	-20.2	-2,305	-2,386
27.	OBTS Migration	0.0	-1,363	-1,363
28.	Reduce Supervision of Jail Offender	-16.2	-1,896	-1,955
29.	Housing Voucher Expansion	0.0	844	844
30.	Violator Bed Savings	0.0	-8,552	-8,552
Policy -- Non-Comp Total		-264.4	-99,916	-93,736
Policy Comp Changes:				
31.	Average Final Compensation Adjust	0.0	159	159
32.	3% Salary Cut for State Employees	0.0	-27,873	-27,883
33.	Suspend Plan 1 Uniform COLA	0.0	-15,747	-15,754
34.	Retire-Rehire Changes (State)	0.0	-79	-79
Policy -- Comp Total		0.0	-43,540	-43,557
Total Policy Changes		-264.4	-143,456	-137,293
Total 2011-13 Biennium		8,358.5	1,635,488	1,659,307
Difference from 2009-11		-482.7	88,532	-120,145

2011-13 Omnibus Operating Budget
Department of Corrections
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
% Change from 2009-11	-5.5%	5.7%	-6.8%

Comments:

1. Cost of Supervison Fee Change - One-time funding is provided for a fund balance shortfall for the cost of the supervision. The DOC will also change the amount of the supervision fee and institute a new fee for interstate offenders supervised in Washington, consistent with ESSB 5891 (criminal justice cost savings). (General Fund-State, Cost of Supervision Account-Nonappropriated)

2. Risk Assessment Tool Changes - Funding is provided to add a secondary risk assessment tool designed specifically for sex offenders. This item funds development and implementation of the updated sex offender risk assessment tool.

3. Early Deportation Alien Offenders - Savings will be achieved by deporting all non-citizen drug and property offenders. The proposal assumes that all qualifying non-citizen offenders are deported and that qualifying newly sentenced non-citizen offenders are processed for deportation upon arrival to the state prison system, consistent with Chapter 206, Laws of 2011 Partial Veto (ESHB 1547). (General Fund-State, General Fund-Federal)

4. Eliminate Tolling for Offenders - The DOC will eliminate "tolling" for offenders on community supervision consistent with ESSB 5891 (criminal justice cost savings). The length of an offender's community supervision will run continuously regardless of whether an offender is incarcerated at any time during the community supervision sentence. Tolling would continue for sex offenders. (General Fund-State, Cost of Supervision Account-Nonappropriated)

5. Close McNeil Island Corrections Ctr - Funding is reduced to reflect savings from the closure of the McNeil Island Corrections Center on April 1, 2011.

6. Reduce Administrative Costs - Administrative staff reductions are made in Community Corrections, Health Services, the Office of the Secretary, and the Prisons Division.

7. Changes Agency Staffing Structure - The Department will reduce kitchen staff by 6.287 percent, recreation staff by one-half, the recruitment team, staff counselors, emergency response teams, and captains at stand-alone minimum security facilities.

8. Hold Positions Vacant - The Department will maintain as many vacancies as possible without endangering the public, staff, or offender safety.

9. Eliminate Staff Positions - The Department will eliminate positions throughout the agency.

10. Eliminate On-the-Job Training - The Department will eliminate the on-the-job training program for correctional officers.

11. Achieve Program Underexpenditures - The Department of Corrections has achieved savings in a number of programs due to underexpenditures. Savings include underexpenditures related to a delay in filling Drug Offender Sentencing Alternative (DOSA) beds, efficiencies in the housing voucher program, modifications in offender visitation policies, and the accelerated closure of a unit at McNeil Island.

12. Reduce Offender Programming - Funding is reduced to reflect savings from reductions to chemical dependency and education contracts.

13. Reduce Contracted Services - The Department will reduce contracts for consultative and research services, sex offender treatment services, and medical services and procedures.

14. Reduce DOSA Bed Utilization - The agency will reduce the number of funded Drug Offender Sentencing Alternative (DOSA) beds from 215 to 140 to reflect lower utilization.

15. Reduce Electronic Home Monitoring - The Department will limit the use of electronic home monitoring of offenders to sex offenders, Extraordinary Medical Placements, Family Offender Sentencing Alternative offenders, and similar cases.

16. Merge Indeterminate Sentencing Revi - The Indeterminate Sentence Review Board (ISRB) is merged with the Department of Corrections. The offender release functions of the ISRB will continue. Savings are achieved by eliminating duplicate staff positions from both agencies. The independent decision-making authority of the ISRB will not change, and it will continue to report directly to the Governor.

17. ISRB Merger Savings - The Department of Corrections will assume the administrative functions of the Indeterminate Sentence Review Board (ISRB). Savings are achieved by eliminating staff positions and the associated expenses of being a stand-alone agency.

18. Open Larch Corrections Elkhorn Unit - The Department of Corrections will open the Elkhorn Unit at Larch Corrections Center to increase system capacity needed as a result of closing McNeil Island Corrections Center.

19. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

20. Health Care Employee Overtime - Funding is provided to implement Chapter 251, Laws of 2011 (HB 1290) (mandatory overtime for health care employees) at the DOC.

21. Expedited Medical Assistance - Funding is provided to implement the provisions of Chapter 236, Laws of 2011 (SHB 1718) (offenders with developmental disabilities) related to providing an expedited medical assistance application process for offenders with developmental disabilities or traumatic brain injuries who are being released from the DOC facilities and were previously enrolled in the medical assistance program.

22. Prison Safety Enhancements - Funding is provided for prison safety enhancements, including funding for a study to standardize a body alarm or proximity card system statewide; to pilot a body alarm system and a proximity card system; upgrades to the radio system to add panic buttons; expanded use of pepper spray; to develop and implement training for supervisors on enhanced security awareness; for staff counselor positions; and to add custody staff at the Monroe Correctional Complex and the Washington State Penitentiary that are responsible for ensuring the whereabouts of all prison employees. (Washington Auto Theft Prevention Authority Account--State)

23. Utilize Auto Theft Prevention Funds - Funding is provided from the Washington Auto Theft Prevention Authority Account to offset incarceration costs in the department. (WA Auto Theft Prevention Authority Account-State)

24. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

25. Reduce Rental Rate for Violators - The mandatory workload step assumes instate daily rental rates of $83.54 and $87.75 in FY 12 and FY 13, respectively. The Department is directed to negotiate rates that do not exceed $85 per day, plus medical costs. A proviso specifies the contract terms.

26. Reduce Supervision for FTOW - Supervision of offenders on a first time offender waiver (FTOW) is reduced from 24 and 12 months to 12 and 6 months pursuant to ESSB 5891 (criminal justice cost savings).

27. OBTS Migration - The Department of Corrections will reduce payments to the Department of Information Services or its successor by $213,000 in fiscal year 2012 and by $1,150,000 in fiscal year 2013. The reduction in payment shall be related to the elimination of the Offender Base Tracking System (OBTS), including moving remaining portions of the OBTS into the Offender Management Network Information (OMNI) system.

28. Reduce Supervision of Jail Offender - Saving are taken to reflect passage of ESSB 5891 (criminal justice cost savings) which eliminates supervision of jail and court offenders except for high violent, those in a treatment-based dispositional alternative, including the Drug Offender Sentencing Alternative, the Special Sex Offender Sentencing Alternative, parental sentencing alternative, and First Time Offender Waiver, offenders from another state subject to a supervision order, and those with a domestic violence offense.

29. Housing Voucher Expansion - Funding is provided to expand the use of housing vouchers and enable the Department to release offenders as close to the offenders' earned release date as possible. Funding is provided to increase the number of vouchers from 165 per month to 238.

30. Violator Bed Savings - Funding is reduced to reflect savings in the number of community custody violator beds that will be needed due to changes including reducing supervision by the DOC of jail and court offenders and elimination of tolling (or pausing) the term of community custody while an offender is confined for violating a sentencing condition.

31. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

32. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

33. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

34. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Services for the Blind
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	75.0	4,894	24,905
2011-13 Maintenance Level	75.0	5,113	26,498
Policy Non-Comp Changes:			
1. Deaf-Blind Service Center Contract	0.0	-480	-480
2. State Data Center Rate Increase	0.0	16	18
3. Independent Living Overmatch	0.0	-26	-26
4. Interagency Charges - AG	0.0	0	-2
Policy -- Non-Comp Total	0.0	-490	-490
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	0	2
6. 3% Salary Cut for State Employees	0.0	-52	-284
7. Suspend Plan 1 Uniform COLA	0.0	-29	-159
Policy -- Comp Total	0.0	-81	-441
Total Policy Changes	0.0	-571	-931
Total 2011-13 Biennium	75.0	4,542	25,567
Difference from 2009-11	0.0	-352	662
% Change from 2009-11	0.0%	-7.2%	2.7%

Comments:

1. Deaf-Blind Service Center Contract - Beginning in Fiscal Year 2012, the Office of Deaf and Hard of Hearing will take over the contract with the Deaf-Blind Service Center to provide accessibility, security, and independence with daily life activities for deaf-blind individuals in Washington State.

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Independent Living Overmatch - The Department will reduce Independent Living Program outreach activities.

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Sentencing Guidelines Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	8.7	1,910	1,910
2011-13 Maintenance Level	8.7	1,915	1,915
Policy Non-Comp Changes:			
1. Transfer SGC to CFC and OFM	-8.7	-1,913	-1,913
2. Interagency Charges - AG	0.0	-2	-2
Policy -- Non-Comp Total	-8.7	-1,915	-1,915
Total Policy Changes	-8.7	-1,915	-1,915
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	-8.7	-1,910	-1,910
% Change from 2009-11	-100.0%	-100.0%	-100.0%

Comments:

1. Transfer SGC to CFC and OFM - Pursuant to ESSB 5891 (criminal justice cost savings) functions of the Sentencing Guidelines Commission are transferred to the Caseload Forecast Council and the Office of Financial Management (OFM) and the Sex Offender Policy Board is transferred to the OFM.

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

2011-13 Omnibus Operating Budget
Employment Security Department
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2,571.1	7,107	765,742
2011-13 Maintenance Level	2,384.5	33,283	721,716
Policy Non-Comp Changes:			
1. Eliminate Port Jobs Program	0.0	-106	-106
2. Next Generation Tax System	29.6	0	35,584
3. Washington Service Corp	0.0	0	2,084
4. Unemployment Insurance	8.1	0	1,544
5. State Data Center Rate Increase	0.0	69	861
6. Family Leave Insurance	-40.6	-33,177	-33,177
7. Interagency Charges - AG	0.0	0	-136
8. Distributed Generation	0.0	0	25
Policy -- Non-Comp Total	-3.0	-33,214	6,679
Policy Comp Changes:			
9. Average Final Compensation Adjust	0.0	0	49
10. 3% Salary Cut for State Employees	0.0	0	-8,429
11. Suspend Plan 1 Uniform COLA	0.0	0	-4,891
12. Retire-Rehire Changes (State)	0.0	0	-25
Policy -- Comp Total	0.0	0	-13,296
Total Policy Changes	-3.0	-33,214	-6,617
Total 2011-13 Biennium	2,381.5	69	715,099
Difference from 2009-11	-189.6	-7,038	-50,643
% Change from 2009-11	-7.4%	-99.0%	-6.6%

Comments:

1. Eliminate Port Jobs Program - Contracts will be eliminated to achieve savings in the Port Jobs Program.

2. Next Generation Tax System - Funding is provided for the second phase to replace the mainframe unemployment insurance tax information system (TAXIS) and its ancillary subsystems, which were originally implemented in 1984. The Employment Security Department has completed the requirements and feasibility study for the computing systems supporting unemployment insurance tax. The study recommended replacement of TAXIS. (Unemployment Compensation Administration Account-Federal)

3. Washington Service Corp - The Washington Service Corps Program consists of three major programs: AmeriCorps, Reading Corps, and Volunteers in Service to America. These three programs allow communities to receive educational, disaster preparedness, environmental, and other types of direct support. Funding is provided to meet the federal grant match requirement for the Washington Service Corps program. (Administrative Contingency Account-State)

4. Unemployment Insurance - Funding is provided to implement Chapter 4, Laws of 2011 (EHB 1091), which establishes caps on the flat social rate and reduces the multipliers used for certain graduated social rates, provides a temporary benefit increase by adding $25 to the weekly benefit amount, and makes changes to extended benefits, including a three-year look-back period. (General Fund-Federal)

5. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

6. Family Leave Insurance - Under current law, persons meeting eligibility requirements for the Family Leave Insurance program are entitled to benefit payments starting in October, 2012. That provision is modified.

7. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

8. Distributed Generation - Funding is provided to evaluate the economic value of promoting and retaining biomass and qualified solar energy systems. The department's analysis must include an examination of the impact of such energy systems on local employment and wages. (Administrative Contingency Account-State)

9. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

10. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

11. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

12. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Children and Family Services
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2,818.8	622,674	1,143,579
2011-13 Maintenance Level	2,811.1	645,401	1,157,226
Policy Non-Comp Changes:			
1. Reduce Crisis Residential Cntrs	0.0	0	-886
2. Reduce Evaluation Costs	0.0	-527	-527
3. Reduce Regional Staffing	-244.0	-6,408	-16,591
4. Reduce Behavioral Rehab Services	0.0	-1,102	-1,718
5. Reduce Urinalysis Testing	0.0	-343	-343
6. Extended Foster Care	1.1	-348	216
7. Dependency System	0.2	61	101
8. Reduce Med. Treatment Child Care	0.0	-278	-518
9. Eliminate Chemical Dependency Spec.	0.0	-1,343	-1,343
10. Reduce Funding for SCRC	0.0	-186	-314
11. Reduce Regional Administration	-5.0	-398	-814
12. Adoption Support	0.0	-410	-724
13. Medicaid Treatment Child Care	-0.3	-5,044	-9,348
14. Children Advocacy Center	0.0	-90	-90
15. Reduce Private Agency Fees	0.0	-2,688	-3,200
16. Leverage Fund Ed Coordinators	0.0	-253	0
17. Reduce Pediatric Interim Care	0.0	-148	-148
18. Reduce Foster Parent Child Care	0.0	-2,607	-3,026
19. Reduce Foster Parent Recruitment	0.0	-333	-531
20. Expedite Permanency	0.0	-3,000	-5,982
21. ReduceVoluntary Placement Agreemnts	0.0	-1,440	-2,400
22. Increase SSI Recoveries	0.0	-430	-430
23. Reduce HOPE Beds	0.0	-276	-626
24. Management Efficiency	0.0	-1,284	-1,284
Policy -- Non-Comp Total	-248.0	-28,875	-50,526
Policy Comp Changes:			
25. Average Final Compensation Adjust	0.0	40	54
26. 3% Salary Cut for State Employees	0.0	-7,330	-9,845
27. Suspend Plan 1 Uniform COLA	0.0	-4,031	-5,414
28. Retire-Rehire Changes (State)	0.0	-20	-27
Policy -- Comp Total	0.0	-11,341	-15,232
Total Policy Changes	-248.0	-40,216	-65,758
Total 2011-13 Biennium	2,563.1	605,185	1,091,468
Difference from 2009-11	-255.8	-17,489	-52,111
% Change from 2009-11	-9.1%	-2.8%	-4.6%

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Children and Family Services

Comments:

1. Reduce Crisis Residential Cntrs - Funding for Crisis Residential Centers (CRCs) is reduced. Crisis Residential Centers provide temporary residential placement for runaway youth and/or youth in conflict with their families. (Home Security Fund-State)

2. Reduce Evaluation Costs - Funding is reduced for neuropsychological testing and behavioral examinations for adults and children served by the Department of Social and Health Services (DSHS).

3. Reduce Regional Staffing - The Children's Administration will reduce 244.0 FTE staff and associated funding to achieve savings. (General Fund-State, General Fund-Federal)

4. Reduce Behavioral Rehab Services - Funding for Behavioral Rehabilitative Services (BRS) is reduced. These services are provided to children and youth who are behaviorally and/or emotionally disordered and whose behaviors cannot be maintained in a less intensive setting. (General Fund-State, General Fund-Federal)

5. Reduce Urinalysis Testing - The Children's Administration will target training of social workers related to the appropriate use of urinalysis testing. A more standardized approach will result in lower utilization; therefore, funding for urinalysis testing is reduced.

6. Extended Foster Care - Funding is provided to implement Second Substitute House Bill 1128 (extended foster care). The bill extends foster care services to youth who elect to stay in care to complete high school or a vocational program up to age 21. (General Fund-State, General Fund-Federal)

7. Dependency System - Funding is provided to implement Substitute House Bill 1697 (dependency system). The bill requires the Children's Administration and supervising agencies to randomly select no less that 10 percent of caregivers to receive one unannounced face-to-face visit per year. One-time funding is provided to make changes to the FamLink computer system. Ongoing funding is provided for increased workload associated with visits. (General Fund-State, General Fund-Federal)

8. Reduce Med. Treatment Child Care - Funding for Medicaid Treatment Child Care (MTCC) is reduced by 5 percent. Medicaid Treatment Child Care provides intensive child development services to young children. (General Fund-State, General Fund-Federal)

9. Eliminate Chemical Dependency Spec. - Funding for Chemical Dependency Professionals is eliminated. These are contracted services provided to families involved in the child welfare system.

10. Reduce Funding for SCRC - Funding is reduced by 6.3 percent for the Secure Crisis Residential Centers (SCRCs) which provide temporary residential placement for runaway youth and/or youth in conflict with their families. (General Fund-State, Home Security Fund-State)

11. Reduce Regional Administration - The Department of Social and Health Services is consolidating its regional structure from six to three for all programs across the state. (General Fund-State, General Fund-Federal)

12. Adoption Support - Savings are achieved through setting a maximum adoption payment standard of 90 percent of the foster care maintenance payment in the same time period for future adoptions. Federal law requires that adoptive parents may not receive a monthly payment higher than what the child would have received in foster care for the same time period. Adoptive parents may also receive a tax credit for the adoption of a child. The item does not reduce current adoption assistance agreements. (General Fund-State, General Fund-Federal)

13. Medicaid Treatment Child Care - Funding for MTCC is transferred from the Children's Administration to the Department of Early Learning (DEL). Medicaid Treatment Child Care provides intensive child development services to young children. This also includes the transfer of administrative funding for the program to DEL. (General Fund-State, General Fund-Federal)

14. Children Advocacy Center - Funding for Child Advocacy Centers is reduced by 6.28 percent. Child Advocacy Centers stress coordination of investigation and intervention services by bringing together professionals and agencies as multi-disciplinary teams to create a child-focused approach to abuse cases.

15. Reduce Private Agency Fees - The fees paid to private agencies are reduced. The Children's Administration contracts with private agencies for services for family foster homes. (General Fund-State, General Fund-Federal)

16. Leverage Fund Ed Coordinators - State general funds are reduced to reflect the DSHS obtaining federal Title IV-E reimbursement for educational coordinators. Educational coordinators provide educational advocacy services for children in foster care. (General Fund-State, General Fund-Federal)

17. Reduce Pediatric Interim Care - Funding is reduced for the Pediatric Interim Care facility in Kent. This facility provides 24-hour care for substance-affected infants up to 45 days after release from the hospital.

18. Reduce Foster Parent Child Care - Funding for Foster Parent Employment Child Care is reduced by 8 percent. The Children's Administration will limit foster parent child care when one or more parent is not employed.

19. Reduce Foster Parent Recruitment - The DSHS will reduce funding for foster care recruitment by 10 percent to reflect achieving efficiencies in foster parent recruitment. (General Fund-State, General Fund-Federal)

20. Expedite Permanency - Permanency funding is reduced. The Children's Administration will focus on already legally free children awaiting a home study and expedite completion of home studies to move children more quickly to adoption. (General Fund-State, General Fund-Federal)

21. ReduceVoluntary Placement Agreemnts - Funding is reduced to reflect policy changes adopted by the Children's Administration regarding the utilization of Voluntary Placement Agreements (VPAs). The revised policy will reduce the utilization of VPAs. (General Fund-State, General Fund-Federal)

22. Increase SSI Recoveries - Children's Administration will reduce costs by increasing the Social Security Income recoveries. As additional children are approved for Social Security Income benefits, less General Fund-State funding will be required.

23. Reduce HOPE Beds - Funding is reduced for HOPE Centers. The Children's Administration contracts for services for street youth to provide assessment and permanency planning for up to 30 days in a HOPE Center setting. (General Fund-State, Home Security Fund)

24. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

25. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

26. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

27. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

28. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Juvenile Rehabilitation
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	987.4	201,198	216,471
2011-13 Maintenance Level	896.9	193,334	198,949
Policy Non-Comp Changes:			
1. Reduce Parole Services	-12.0	-3,748	-3,748
2. ART and FIT Services	-3.3	-555	-555
3. Close Maple Lane School	-11.2	-3,272	-3,272
4. Reduce Juvenile Court Funding	0.0	-2,328	-2,328
5. Reduce JRA Institution Costs	-50.5	-4,642	-4,642
6. Reduce Administrative Costs	-2.0	-560	-560
7. Juvenile Court ART and FFT	0.0	500	500
8. JRA ART and FFT expansion	0.0	500	500
9. Management Efficiency	0.0	-822	-822
Policy -- Non-Comp Total	-79.0	-14,927	-14,927
Policy Comp Changes:			
10. Average Final Compensation Adjust	0.0	16	16
11. 3% Salary Cut for State Employees	0.0	-2,949	-2,957
12. Suspend Plan 1 Uniform COLA	0.0	-1,637	-1,642
13. Retire-Rehire Changes (State)	0.0	-9	-9
Policy -- Comp Total	0.0	-4,579	-4,592
Total Policy Changes	-79.0	-19,506	-19,519
Total 2011-13 Biennium	817.9	173,828	179,430
Difference from 2009-11	-169.5	-27,370	-37,041
% Change from 2009-11	-17.2%	-13.6%	-17.1%

Comments:

1. Reduce Parole Services - The Juvenile Rehabilitation Administration (JRA) will reduce funding for parole services to juveniles. The agency will achieve savings by reducing rates paid for diagnostic services, reducing amounts planned for client services such as urinanalysis testing, reducing the use of polygrph services, restructuring regional administration, increasing caseloads from 20:1 to 25:1, reducing direct care and support staff, and reducing lease costs.

2. ART and FIT Services - Family Integrated Treatment services will be reduced by 5 percent, resulting in savings of $171,000. The Aggression Replacement Therapy program is discontinued for JRA-involved youth in the community, resulting in $384,000 in savings.

3. Close Maple Lane School - Maple Lane School in Rochester will close at the end of Fiscal Year 2011. These savings occur as a result of the closure.

4. Reduce Juvenile Court Funding - The funding provided to county juvenile courts and participating tribes is reduced, as are DSHS administrative expenditures associated with administering the juvenile court block grant.

5. Reduce JRA Institution Costs - The Juvenile Rehabilitation Administration (JRA) will make reductions at the state-run institutions.

6. Reduce Administrative Costs - The Juvenile Rehabilitation Administration headquarters staffing is reduced.

7. Juvenile Court ART and FFT - Funding is provided to expand participation in evidence-based programs by the Juvenile Courts.

8. JRA ART and FFT expansion - Funding is provided to expand participation in evidence-based programs by the Juvenile Rehabilitation Administration.

9. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

10. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

11. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

12. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

13. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Mental Health
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2,881.2	806,672	1,573,678
2011-13 Maintenance Level	2,882.2	940,476	1,655,707
Policy Non-Comp Changes:			
1. Reduce Spokane Acute Care Proviso	0.0	-750	-750
2. Close Western State Hospital Ward	-49.0	-6,644	-6,644
3. Reduce WSH Staff Costs	-30.0	-4,186	-4,186
4. Capture Program Savings	0.0	-161	-161
5. Reduce Regional Support Network Non	0.0	-8,695	-8,695
6. Reduce CSTC Operating Costs	-4.0	-324	-648
7. Reduce WIMHRT Technical Assistance	0.0	-738	-1,375
8. Medicaid for PACT	0.0	-600	0
9. Medicaid Match for PALS Diversions	0.0	-1,300	0
10. CPE Technical Adjustment	0.0	1,500	3,000
11. Administrative Reduction	0.0	-472	-472
12. RSN Medicaid Rates	0.0	-8,729	-17,458
13. EBP Fund Source	0.0	-700	0
14. Reduce ESH Staff Costs	-29.2	-3,638	-3,638
15. Management Efficiency	0.0	-1,122	-1,122
16. Increase License/Certification Fee	1.0	-446	0
Policy -- Non-Comp Total	-111.2	-37,005	-42,149
Policy Comp Changes:			
17. Average Final Compensation Adjust	0.0	49	54
18. 3% Salary Cut for State Employees	0.0	-8,531	-9,596
19. Suspend Plan 1 Uniform COLA	0.0	-4,897	-5,501
20. Retire-Rehire Changes (State)	0.0	-24	-27
Policy -- Comp Total	0.0	-13,403	-15,070
Total Policy Changes	-111.2	-50,408	-57,219
Total 2011-13 Biennium	2,771.0	890,068	1,598,488
Difference from 2009-11	-110.2	83,396	24,810
% Change from 2009-11	-3.8%	10.3%	1.6%

Comments:

1. Reduce Spokane Acute Care Proviso - Funding provided to the Spokane Regional Support Network to lower bed utilization at Eastern State Hospital is reduced by 25 percent.

2. Close Western State Hospital Ward - The number of patients who can receive treatment at Western State Hospital under the state's civil commitment laws was reduced by 30 in October 2010, to 557 per day.

3. Reduce WSH Staff Costs - Western State Hospital will achieve savings by managing vacancies, limiting overtime, and staff reorganization. There is to be no change in the hospital's budgeted capacity of 557 civil commitment beds and 270 forensic beds as as result of this change.

4. Capture Program Savings - Funding is reduced to reflect ongoing savings by the administrative group that is responsible for identification and collection of third-party payments at Western State Hospital.

5. Reduce Regional Support Network Non - Community mental health allocations for persons and services not eligible for federal Medicaid matching funds are reduced by 3.5 percent. This results in a cumulative 14.5 percent reduction from the level of funding initially budgeted for such services in FY 2009. RSNs are to prioritize use of the remaining funds for crisis response, involuntary commitment, emergency hospitalization, and residential support services.

6. Reduce CSTC Operating Costs - Operating costs at the Child Study and Treatment Center (CSTC) are reduced by 3 percent through staffing realignments, more effective use of overtime, and other operating efficiencies. There is to be no change in the center's average daily census capacity as a result of these changes. (General Fund-State, General Fund-Federal)

7. Reduce WIMHRT Technical Assistance - Funding is suspended for the Washington Institute for Mental Health Research and Training (WIMHRT), which provides research-based technical assistance and training for mental health professionals working in community and hospital settings. (General Fund-State, General Fund-Federal)

8. Medicaid for PACT - Program for Assertive Community Treatment (PACT) teams provide intensive, multi-disciplinary assistance for persons who have experienced, or who are at high risk of, repeated psychiatric hospitalizations. Additional components of such programs are to be funded under the state/federal Medicaid program, resulting in reduced need for state-only funding for such services. (General Fund-State, General Fund-Federal)

9. Medicaid Match for PALS Diversions - The western Washington regional support networks (RSNs) have decided to use approximately $4 million per year they had until March 2011 used to support the program for active living skills (PALS) program at Western State Hospital to instead provide community mental health services. It is anticipated that approximately 40 percent of the persons served and services provided with these funds will qualify for federal Medicaid match by October 2011. (General Fund-State, General Fund-Federal)

10. CPE Technical Adjustment - When Medicaid mental health capitation rates were re-set in 2010, some costs associated with hospitals participating in the state's certified public expenditure (CPE) payment program were omitted from the rate-setting. Funds are provided to correct this technical oversight. (General Fund-State, General Fund-Federal)

11. Administrative Reduction - Funding for headquarters administrative and operations support is reduced.

12. RSN Medicaid Rates - Regional Support Network (RSN) Medicaid capitation rates are reduced by 3 percent, or to the bottom of the RSN's federally-allowable rate range, whichever is higher. This will reduce state and federal fundings for community mental health services by an average of 2.3 percent. (General Fund-State, General Fund-Federal)

13. EBP Fund Source - The University of Washington's Evidence Based Practice Institute (EBPI) supports the identification, evaluation, and implementation of evidence based or promising practices for serving children and youth with mental health disorders. For the 2011-13 biennium, the department will enter into an interagency agreement with the office of the attorney general for expenditure of $700,000 of the state's proceeds of the cy pres settlement in State of Washington v. AstraZeneca (Seroquel) for this purpose instead of state funds. (General Fund-State, General Fund-Private/Local)

14. Reduce ESH Staff Costs - Staffing and operating costs at Eastern State Hospital (ESH) are reduced by a total of approximately 3 percent through staffing realignments, more effective use of overtime, and other operating efficiencies. There is to be no change in the hospital's average daily census capacity as a result of these changes.

15. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

16. Increase License/Certification Fee - The department is authorized to increase the fees charged for licensing and certification of community mental health agencies and residential treament beds and to deposit the revenue into a local account to offset the cost of program operation. (General Fund-State, General Fund-Federal)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Mental Health

17. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

18. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

19. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

20. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Developmental Disabilities
(Dollars in Thousands)

		2ESHB 1087	
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	3,452.5	775,340	1,922,104
2011-13 Maintenance Level	3,462.5	1,064,769	2,009,931
Policy Non-Comp Changes:			
1. Money Follows the Person	8.0	0	1,080
2. Reduce SOLA Costs	0.0	-64	-152
3. Reduce MH Training	0.0	-80	-120
4. Reduce Individual & Family Service	0.0	-1,228	-1,228
5. CBA IP Health Benfts Cents Per Hour	0.0	1,888	3,776
6. RHC Transition/Community Alternativ	0.0	0	0
7. Provide Community Placements	1.4	5,580	11,027
8. Reduce RHC Staff & Services	-40.0	-2,600	-5,198
9. SOLA Staffing - High Need Clients	8.0	0	0
10. Reduce Personal Care Hours	0.0	-14,382	-28,764
11. MPC Hours-Training Impact	0.0	-301	-602
12. MPC Hours-Health Care Impact	0.0	-3,025	-6,050
13. Reduce Professional Services	0.0	-1,092	-2,184
14. Capture Voluntary Placement Savings	0.0	-400	-400
15. Adult Working Policy Reform	0.0	-2,901	-2,837
16. Reduce Central Office	0.0	-102	-204
17. Reduce Field Staff & Services	-19.0	-2,122	-3,537
18. Reduce Residential Services	0.0	-3,220	-6,436
19. Adjust AFH Rates for License Fees	0.0	0	368
20. Reduce AP Health Benefit	0.0	-291	-582
21. Reduce Regional Administration	-3.0	-282	-656
22. Medicare Part D Copayments	0.0	28	55
23. Parent to Parent	0.0	150	150
24. AP rates L&I adjustment update	0.0	-7	-15
25. Delay Mandatory Training	-3.0	-13,205	-23,948
26. CBA Reduce Training Contributions	0.0	-959	-1,918
27. Management Efficiency	0.0	-318	-318
Policy -- Non-Comp Total	-47.6	-38,933	-68,693
Policy Comp Changes:			
28. Average Final Compensation Adjust	0.0	50	55
29. 3% Salary Cut for State Employees	0.0	-8,266	-9,138
30. Suspend Plan 1 Uniform COLA	0.0	-4,917	-5,405
31. Retire-Rehire Changes (State)	0.0	-25	-27
Policy -- Comp Total	0.0	-13,158	-14,515
Total Policy Changes	-47.6	-52,091	-83,208
Total 2011-13 Biennium	3,414.9	1,012,678	1,926,723
Difference from 2009-11	-37.6	237,338	4,619
% Change from 2009-11	-1.1%	30.6%	0.2%

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Developmental Disabilities

Comments:

1. Money Follows the Person - The Center for Medicare & Medicaid Services (CMS) has approved additional federal funds to staff the Money Follows the Person (MFP) demonstration project. Ten long term care positions and eight developmental disability positions funded by the MFP grant will focus exclusively on transitioning clients from state institutions to community settings. (General Fund-Federal)

2. Reduce SOLA Costs - State Operated Living Alternatives (SOLA) will reduce discretionary expenditures for goods and services, travel, and equipment. (General Fund-State, General Fund-Federal)

3. Reduce MH Training - Funding is reduced for specialized mental health training that is provided as a service to residential providers that care for approximately 434 clients with developmental disabilities. The Department of Social and Health Services will continue to provide mental health training according to the greatest need as long as the funding lasts. (General Fund-State, General Fund-Federal)

4. Reduce Individual & Family Service - The state-only funded individual and family services program is reduced by 10 percent. The program provides support to about 1,800 persons with developmental disabilities and their families. This program provides support to both families that are on developmental disability Medicaid programs and families that are not receiving any other publicly funded service through the Division of Developmental Disabilities. There are no income restrictions for this program, but the levels of services allowed for per client are capped. Services include respite care, therapies, adaptive equipment or clothing, training, counseling, medical or dental, and nursing services that are not covered by Medicaid.

5. CBA IP Health Benfts Cents Per Hour - Funding is provided for health benefits for Individual Providers (IPs). The tentative agreement for the collectively bargained home care workers contract converts the way that health benefits are paid from a per-member-per-month payment methodology to a cents-per-hour payment methodology. Based on the total funds appropriated for IP health benefits, the base conversion went from a $620 per-member-per-month payment to $1.82 per hour. However, base funding for agency providers was also included in the calculation. The final cents-per-hour amount for IPs that is in the tentative agreement is $1.96 per hour. This assumes that agency parity for health benefits is severed and that funding for agency benefits will be provided separately. (General Fund-State, General Fund-Federal)

6. RHC Transition/Community Alternativ - Pursuant to 2SSB 5459 (Relating to services for people with developmental disabilities), Frances Haddon Morgan Center will close by December 31, 2011. The appropriation for Frances Haddon Morgan is transferred to Special Projects. Funding is prioritized to be used for the purposes of transitioning clients with developmental disabilities into community settings. The department is authorized to use any savings from this effort for the purpose of developing community resources to address the needs of clients with developmental disabilities who are in crisis or in need of respite. The department shall track the costs and savings of closing Frances Haddon Morgan Center and any investments into community placements and resources. The department will provide a fiscal progress report to the Legislature by December 5, 2011. (General Fund-State, General Fund-Federal)

7. Provide Community Placements - Funding is provided for out-of-home community residential placements for 58 individuals with developmental disabilities. These clients have been identified as aging out of foster care, ready for discharge from juvenile rehabilitation and mental health institutions, or ready for release from the Department of Corrections. (General Fund-State, General Fund-Federal)

8. Reduce RHC Staff & Services - Reductions are made to Residential Habilitation Centers (RHC). The reductions will come from changes in adult training programs, food services, increased client density in houses and cottages, cottage closures, and staff layoffs. (General Fund-State, General Fund-Federal)

9. SOLA Staffing - High Need Clients - Two specific clients have chosen to be placed into the State Operated Living Alternative (SOLA) program rather than continuing to be served in a residential habilitation center placement. These clients require a higher than normal level of support in order to remain safely in the community. (General Fund-State, General Fund-Federal)

10. Reduce Personal Care Hours - Personal care provides assistance with daily living activities to individuals who meet functional and financial eligibility. An average 10 percent acuity-based reduction is made to personal care service hours for adult clients receiving in-home personal care under Medicaid programs. The actual reduction will range between 6 percent and 18 percent per client depending on acuity. In the most acute care category, a client receives on average 382 hours per month of in-home care. This client's care would be reduced by 6 percent and they will now receive 359 hours of in-home care per month. In the least acute care category, a client receives on average 25 hours per month of in-home care. This client's care would be reduced by 18 percent and they will now receive 21 hours of care. (General Fund-State, General Fund-Federal)

11. MPC Hours-Training Impact - Contributions to the training trust to pay for training for individual providers and represented agency providers are provided based on the total number of Medicaid personal care hours worked by the providers. Since the total number of personal care hours is being reduced there is a corresponding reduction in the contributions to the training trust. (General Fund-State, General Fund-Federal)

12. MPC Hours-Health Care Impact - Health care contributions for individual providers are made based on the total number of Medicaid personal care hours worked by all providers. Since the total number of hours is being reduced, there is a corresponding reduction in health care contributions. (General Fund-State, General Fund-Federal)

13. Reduce Professional Services - Funding for contracted professional and technical services is reduced by 13 percent. Professional services include consultation for staff and family, environmental modifications, specialized medical services, therapy services, sexual deviancy consultation, and specialized psychiatric services. Individuals who have an identified health and welfare need that cannot be met with some other resource will continue to have these services/resources allocated to them. (General Fund-State, General Fund-Federal)

14. Capture Voluntary Placement Savings - Voluntary Placement Program funding is aligned with past years' expenditure levels. This reduction reflects projected under-expenditures and is not expected to have a direct impact on clients.

15. Adult Working Policy Reform - The adult working policy for persons with a developmental disability will be reformed. The program will be operated with an employment first philosophy requiring clients to participate in the supported employment program option for a minimum of nine months. After that time, clients can choose to participate in the Community Access program and the department is directed to restructure the Community Access program such that the focus is on providing individualized support to clients and assist them in participating in their community. (General Fund-State, General Fund-Federal)

16. Reduce Central Office - The Division of Developmental Disabilities' central office will reduce expenditures for travel, equipment, printing, and projects. The reduction will result in less assistance to field staff, advocates, consumers, and partners. (General Fund-State, General Fund-Federal)

17. Reduce Field Staff & Services - Reductions are made to case managers and case management services on the no-paid services caseload. In addition, vacant positions are not filled and reductions are made to regional office expenditures. (General Fund-State, General Fund-Federal)

18. Reduce Residential Services - Vendor rates are reduced for residential providers which provide care to clients with Developmental Disabilities. Community residential providers for clients with developmental disabilities include supported living, group homes, alternative living, companion homes, and licensed staff residential settings. (General Fund-State, General Fund-Federal)

19. Adjust AFH Rates for License Fees - Vendor rates for publicly funded adult family home beds are increased by approximately $0.22 in FY12 and $0.43 in FY13 per Medicaid patient day to compensate for increased licensing fees. (General Fund-Private Local, General Fund-Federal)

20. Reduce AP Health Benefit - The Aging and Disabilities Services Administration will reform the way health benefits are purchased for homecare agency providers who serve Medicaid clients. Approximately $69.6 million in total funds will remain in base funding for agency health care benefits after this reform is implemented. The Department shall calculate and distribute payments at $558 per month for each agency homecare worker who provides 86 hours per month or more of care for publicly funded clients. Agencies will be provided flexibility to negotiate the most comprehensive health benefits package for their employees. Benefits must be provided to workers who care for clients at 86 hours per month or more. At a minimum, comprehensive benefits must be provided to employees who work 140 hours or more. Home care agencies may determine a reasonable employee co-premium not to exceed 20 percent of the total health benefit cost. (General Fund-State, General Fund-Federal)

21. Reduce Regional Administration - The Department of Social and Health Services is consolidating its regional structure from six to three for all programs. (General Fund-State, General Fund-Federal)

22. Medicare Part D Copayments - The state is discontinuing the reimbursement of co-payments for prescription drug purchases made by qualifying dually eligible Medicare/Medicaid clients in the Medicare Part D program. Prescription drugs are considered an allowable client expenditure in the calculations used to determine what a client will pay towards financial participation in their own care. With the elimination of Part D co-pays, there will be a corresponding drop in client participation and therefore the state's responsibility for the cost of care will increase by an equal amount. (General Fund-State, General Fund-Federal)

23. Parent to Parent - Funding is provided for direct support to local organizations that utilize parent-to-parent networks and communication to promote access and quality of care for individuals with developmental disabilities and their families.

24. AP rates L&I adjustment update - Reimbursements are made to homecare agencies for the increase in average base rate costs of Labor & Industry (L&I) insurance. These statutorily required reimbursements are provided in accordance with RCW 74.39A.310. (General Fund-State, General Fund-Federal)

25. Delay Mandatory Training - Mandatory increases and enhancements to training, new certification requirements, and federal fingerprint background checks for long-term care workers are delayed until the 2013-15 biennium. Fundamental training for in-home care will continue at its current levels of about 28 hours - 34 hours depending on the type of worker. Background checks based on a name search will continue to be required. No clients will lose service as a result of this delay. (General Fund-State, General Fund-Federal)

26. CBA Reduce Training Contributions - Contributions paid to the training partnership and for agency parity are reduced from $0.22 cents per hour to $0.17 cents per hour. Training is delayed. House Bill 1548 (Long Term Care Worker Requirements), makes statutory changes to the increased training requirements and therefore the state shall contribute to the partnership seventeen cents ($0.17) per paid hour worked by all home care workers. This amount is pursuant to the collective bargained agreement negotiated with the exclusive bargaining representative of individual providers. (General Fund-State, General Fund-Federal)

27. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and work sessions. (General Fund-State, various other funds)

28. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

29. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

30. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

31. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Long-Term Care
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		1,302.4	1,255,372	3,230,810
2011-13 Maintenance Level		1,341.7	1,753,796	3,526,816
Policy Non-Comp Changes:				
1.	Money Follows the Person	10.0	0	2,544
2.	Reduce NH Rate for Lowest Acuity	0.0	-11,331	-22,662
3.	Reduce NH Rate Financing Rate	0.0	-13,521	-27,042
4.	Delay NH Rebase	0.0	-7,446	-14,892
5.	NH Quality Incentive Payments	0.0	-3,176	169,648
6.	Reduce AAA Unit Rate	0.0	-1,546	-3,092
7.	Reduce Senior Citizens Services Act	0.0	-1,160	-1,160
8.	CBA IP Health Benfts Cents Per Hour	0.0	3,766	7,532
9.	Adult Day Health_COPES	0.0	-8,618	-17,236
10.	Alien Medical Long Term Placements	0.0	-2,174	-2,174
11.	Reshaping LTC Delivery	0.3	30	60
12.	Reduce Personal Care Hours	0.0	-73,932	-147,864
13.	MPC Hours-Training Impact	0.0	-643	-1,286
14.	MPC Hours-Health Care Impact	0.0	-5,819	-11,638
15.	Expand Family Caregiver Diversion	0.0	3,450	3,450
16.	Family Caregiver_Reduce NH caseload	0.0	-2,178	-6,534
17.	Family Caregiver_Reduct Comm client	0.0	-1,995	-5,985
18.	Expand Family Caregiver_Memory Care	0.0	150	150
19.	Increase AFH License Fee	0.0	-2,946	1,674
20.	Adjust AFH Rates for License Fees	0.0	0	1,847
21.	Increase NH License Fee	0.0	0	215
22.	Vulnerable Adlts_AFH quality assura	7.6	72	1,488
23.	Adjust NH Rates for License Fees	0.0	0	606
24.	Reduce AP Health Benefit	0.0	-2,619	-5,237
25.	Reduce Regional Administration	-5.0	-368	-856
26.	Medicare Part D Copayments	0.0	656	1,311
27.	2% min occpncy increase Small & ECP	0.0	-249	-498
28.	5% min occpncy inc from 2010_Large	0.0	-3,759	-7,518
29.	Lower Direct Care Lid by 2%	0.0	-1,336	-2,672
30.	Lower Support Service Lid by 2%	0.0	-570	-1,140
31.	AP rates L&I adjustment update	0.0	-42	-86
32.	Delay Mandatory Training	-8.0	-14,084	-25,039
33.	CBA Reduce Training Contributions	0.0	-2,047	-4,094
34.	Management Efficiency	0.0	-510	-510
Policy -- Non-Comp Total		4.8	-153,945	-118,690
Policy Comp Changes:				
35.	Average Final Compensation Adjust	0.0	18	31
36.	3% Salary Cut for State Employees	0.0	-3,129	-5,286
37.	Suspend Plan 1 Uniform COLA	0.0	-1,756	-2,966
38.	Retire-Rehire Changes (State)	0.0	-9	-15
Policy -- Comp Total		0.0	-4,876	-8,236

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Long-Term Care
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
Total Policy Changes	4.8	-158,821	-126,926
Total 2011-13 Biennium	1,346.5	1,594,975	3,399,890
Difference from 2009-11	44.1	339,603	169,080
% Change from 2009-11	3.4%	27.1%	5.2%

Comments:

1. Money Follows the Person - The Center for Medicare & Medicaid Services (CMS) has approved additional federal funds to staff the Money Follows the Person (MFP) demonstration project. Ten long term care positions and eight developmental disability positions funded by the MFP grant will focus exclusively on transitioning clients from state institutions to community settings. (General Fund-State, General Fund-Federal)

2. Reduce NH Rate for Lowest Acuity - Pursuant to Engrossed Substitute Senate Bill 5581(nursing home payments), Medicaid clients with the lowest acuity classifications are reimbursed at 87 percent of the average direct care daily rate. This payment change supports the role of nursing homes for serving the most fragile clients. (General Fund-State, General Fund-Federal)

3. Reduce NH Rate Financing Rate - Pursuant to Engrossed Substitute Senate Bill 5581(nursing home payments), the allowable return on investment in the finance allowance component of the nursing home rate is reduced to 4.0 percent. The percentage of return on investment is set by the state and is adjusted to reflect lowering interest rates for commercial health industry loans. (General Fund-State, General Fund-Federal)

4. Delay NH Rebase - Pursuant to Engrossed Substitute Senate Bill 5581(nursing home payments), the Department of Social and Health Services will delay the rebasing of nursing home rates to July 1, 2013, rather than in 2012. Rebasing is the process of using a new, more recent cost report to establish Medicaid payment rates. (General Fund-State, General Fund-Federal)

5. NH Quality Incentive Payments - Pursuant to Engrossed Substitute Senate Bill 5581(nursing home payments), the Nursing Home Safety Net Assessment Fund is created in the state treasury. Nursing facilities will provide the funds to leverage federal Medicaid matching funds that will be used to restore rates to the June 30, 2010, payment levels. The DSHS shall establish a per bed fee to generate federal match and restore nursing home payments to rates paid before the FY11 reductions were implemented. A direct care rate add-on is established for facilities that have taken on higher acuity clients since 2010. The amount will vary by facility and is compensated as an add-on outside of the statewide weighted average rate established in the appropriations act. The direct-care rate add on is typically between $7 - $10 per patient day depending on the individual facility's growth in direct care from June 2010 to July 2011. (General Fund-State, Nursing Facility Quality Assurance Fund-State, General Fund-Federal)

6. Reduce AAA Unit Rate - The monthly rate paid to the Area Agencies on Aging (AAA) is reduced by 3 percent for each home managed for Medicaid clients. Core service contract management performed by AAAs will also be reduced by 3 percent. The client caseload ratio will increase from 1:70 to 1:72 as a result of this reduction. (General Fund-State, General Fund-Federal)

7. Reduce Senior Citizens Services Act - Reductions are made to the Senior Citizens Services Act (SCSA). Through Area Agencies on Aging (AAAs), SCSA funds are used to pay for services that delay entry into Medicaid and enable people to live in their homes as long as possible. Services affected include case management, transportation, bathing assistance, minor home repair, foot care, and senior meals.

8. CBA IP Health Benfts Cents Per Hour - Funding is provided for health benefits for Individual Providers (IPs). The tentative agreement for the collectively bargained home care workers contract converts the way that health benefits are paid from a per-member-per-month payment methodology to a cents-per-hour payment methodology. Based on the total funds appropriated for IP health benefits, the base conversion went from a $620 per-member-per-month payment to $1.82 per hour. However, base funding for agency providers was also included in the calculation. The final cents-per-hour amount for IPs that is in the tentative agreement is $1.96 per hour. This assumes that agency parity for health benefits is severed and that funding for agency benefits will be provided separately. (General Fund-State, General Fund-Federal)

9. Adult Day Health_COPES - The Affordable Care Act implemented new Federal requirements that no longer allow 1915 (i) services to be capped beginning October 2010. Adult Day Health (ADH) is eliminated as a 1915(i) service and is re-established for long-term care clients under the 1915(c) Community Options Program Entry System (COPEs) waiver. Approximately 900 clients with developmental disabilities that are currently receiving ADH will be allowed to choose to continue the program by moving onto the long term care waiver, or they may receive employment or Community Access services that are available within the Division of Developmental Disabilities' waiver programs. (General Fund-State, General Fund-Federal)

10. Alien Medical Long Term Placements - The state provides nursing facility care for approximately 45 state-only alien medical clients who are discharged from hospitals with acute, long-term medical conditions. Of the 45 state-only funded nursing home slots, 40 will be moved into adult family homes. The DSHS will continue to provide medical coverage to maintain current levels of medical care and a consistent level of services for these clients.

11. Reshaping LTC Delivery - Funding is provided to implement Engrossed Substitute Senate Bill 5708 (reshaping long term care delivery) which is intended to facilitate cost efficiencies by reshaping the delivery of long-term care services. The DSHS Aging and Disabilities Administration will convene a workgroup of stakeholders to develop incentives to reduce the number of nursing facility beds from active service. (General Fund-State, General Fund-Federal)

12. Reduce Personal Care Hours - Personal care provides assistance with daily living activities to individuals who meet functional and financial eligibility. An average 10 percent acuity-based reduction is made to personal care service hours for adult clients receiving in-home personal care under Medicaid programs. The actual reduction will range between 6 percent and 18 percent per client depending on acuity. In the most acute care category, a client receives on average 382 hours per month of in-home care. This client's care would be reduced by 6 percent and they will now receive 359 hours of in-home care per month. In the least acute care category, a client receives on average 25 hours per month of in-home care. This client's care would be reduced by 18 percent and they will now receive 21 hours of care. (General Fund-State, General Fund-Federal)

13. MPC Hours-Training Impact - Contributions to the training trust to pay for training for individual providers and represented agency providers are provided based on the total number of Medicaid personal care hours worked by the providers. Since the total number of personal care hours is being reduced there is a corresponding reduction in the contributions to the training trust. (General Fund-State, General Fund-Federal)

14. MPC Hours-Health Care Impact - Health care contributions for individual providers are made based on the total number of Medicaid personal care hours worked by all providers. Since the total number of hours is being reduced, there is a corresponding reduction in health care contributions. (General Fund-State, General Fund-Federal)

15. Expand Family Caregiver Diversion - Investments are made in the Family Caregiver Support Program (FCSP), including specialized caregiver support for people with Alzheimer's disease. The FCSP is a service available to unpaid caregivers of adults who need care. Providing these caregivers with information and connecting them to other resources may help clients remain in their homes and may delay entry into more costly long-term care services. The Washington Institute for Public Policy will conduct a review of the outcomes of this General Fund-State investment in diverting individuals from publicly funded nursing home and residential long term care services.

16. Family Caregiver_Reduce NH caseload - Savings are assumed by reducing the number of nursing home funded beds by 110. General Fund-State savings will be reinvested into the Family Caregiver program. (General Fund-State, General Fund-Federal)

17. Family Caregiver_Reduct Comm client - Savings are assumed by reducing the number of LTC residential funded beds by 190. General Fund-State savings will be reinvested into the Family Caregiver program. (General Fund-State, General Fund-Federal)

18. Expand Family Caregiver_Memory Care - Investments are made for specialized caregiver support for people with Alzheimer's disease.

19. Increase AFH License Fee - The initial license fee for adult family homes is raised to $2,750 and the rebate is discontinued. License fees for adult family homes are increases to $100 per bed in FY12 and $175 per bed in FY13 to support the costs of conducting licensing and inspections. (General Fund-State, General Fund-Private Local, General Fund-Federal)

20. Adjust AFH Rates for License Fees - Vendor rates for publicly funded adult family home beds are increased by approximately $0.22 in FY12 and $0.43 in FY13 per Medicaid patient day to compensate for increased licensing fees. (General Fund-Private Local, General Fund-Federal)

21. Increase NH License Fee - Nursing home license fees are increased $359 per bed to cover the costs of licensing and inspection. (General Fund-Private Local, General Fund-Federal)

22. Vulnerable Adlts_AFH quality assura - Funding is provided to implement sections 501 through 503 of Substitute House Bill No. 1277 (licensed settings for vulnerable adults). The department will increase investigative resources to address complaints about provider practices as well as alleged abuse, neglect, abandonment, and exploitation of residents in adult family homes. In addition, funding is provided to develop a quality review and accountability program to improve the accountability of staff and the consistency of investigative activities. The Department of Social and Health Services (DSHS) shall convene an adult family home quality assurance panel to review problems concerning the quality of care for adults in adult family homes. The panel shall provide a report to the appropriate legislative committees by July 1, 2012. (General Fund-State, General Fund-Private Local, General Fund-Federal)

23. Adjust NH Rates for License Fees - Nursing home rates are increased for publicly funded beds to compensate for increases in licensing fees. (General Fund-Private Local, General Fund-Federal)

24. Reduce AP Health Benefit - The Aging and Disabilities Services Administration will reform the way health benefits are purchased for homecare agency providers who serve Medicaid clients. Approximately $69.6 million in total funds will remain in base funding for agency health care benefits after this reform is implemented. The DSHS shall calculate and distribute payments at $558 per month for each agency homecare worker who provides 86 hours per month or more of care for publicly funded clients. As required by Second Substitute House Bill 2073 (concerning the contribution rate for the health benefits for certain home care workers), the monthly amount of $558 translates to $3.16 per hour which is not less than the $1.96 per hour funded to individual providers pursuant to the negotiatied collective bargaining agreement. Agencies will be provided flexibility to negotiate the most comprehensive health benefits package for their employees. Benefits must be provided to workers who care for clients at 86 hours per month or more. At a minimum, comprehensive benefits must be provided to employees who work 140 hours or more. Home care agencies may determine a reasonable employee co-premium not to exceed 20 percent of the total health benefit cost. (General Fund-State, General Fund-Federal)

25. Reduce Regional Administration - The DSHS is consolidating its regional structure from six to three for all programs across the state. (General Fund-State, General Fund-Federal)

26. Medicare Part D Copayments - The state is discontinuing the reimbursement of co-payments for prescription drug purchases made by qualifying dually eligible Medicare/Medicaid clients in the Medicare Part D program. Prescription drugs are considered an allowable client expenditure in the calculations used to determine what a client will pay towards financial participation in their own care. With the elimination of Part D co-pays, there will be a corresponding drop in client participation and therefore the state's responsibility for the cost of care will increase by an equal amount. (General Fund-State, General Fund-Federal)

27. 2% min occpncy increase Small & ECP - During the 2010 legislative session, minimum occupancy was raised from 90 percent to 92 percent for large non-essential providers in the rate components of Operations (OP), Financing Allowance (FA), and Property Allowance (PA). Small non-essential community providers (60 beds or less) and essential community providers (the only nursing home within a forty mile radius) were held harmless. Pursuant to Engrossed Substitute Senate Bill 5581(nursing home payments), minimum occupancy in the OP, FA, and PA rate components is raised by 2 percent for these two categories of providers. Essential community providers go from 85 percent to 87 percent minimum occupancy and small non-essential community providers will go from 90 percent to 92 percent minimum occupancy. (General Fund-State, General Fund-Federal)

28. 5% min occpncy inc from 2010_Large - Pursuant to Engrossed Substitute Senate Bill 5581(nursing home payments), large non-essential providers are increased from 92 percent to 95 percent for minimum occupancy in the rate components of OP, FA, and PA. Minimum occupancy in these components was raised from 90 percent to 92 percent in FY 2011, making the overall impact an increase of 5 percent over FY 2010 levels. (General Fund-State, General Fund-Federal)

29. Lower Direct Care Lid by 2% - Pursuant to Engrossed Substitute Senate Bill 5581(nursing home payments), allowable costs for the Direct Care (DC) rate component are lowered to no more than 110 percent of the median. Current law allows DC costs that are included in rate setting to equal up to 112 percent of the statewide median. The DC component represents around 57 percent of the total nursing facility payment and includes payment for direct care staff wages and benefits, non-prescription medication, and medical supplies. (General Fund-State, General Fund-Federal)

30. Lower Support Service Lid by 2% - Pursuant to Engrossed Substitute Senate Bill 5581(nursing home payments), allowable costs in the Support Services (SS) rate component are lowered to be no more than 108 percent of the median. Current law allows direct care costs for case mix included in the SS component rate setting to equal up to 110 percent of the statewide median. The SS component includes payments for food, food preparation, laundry, and housekeeping. (General Fund-State, General Fund-Federal)

31. AP rates L&I adjustment update - Reimbursements are made to homecare agencies for the increase in average base rate costs of Labor & Industry (L&I) insurance. These statutorily required reimbursements are provided in accordance with RCW 74.39A.310. (General Fund-State, General Fund-Federal)

32. Delay Mandatory Training - Mandatory increases and enhancements to training, new certification requirements, and federal fingerprint background checks for long-term care workers are delayed until the 2013-15 biennium. Fundamental training for in-home care will continue at its current levels of about 28 hours - 34 hours depending on the type of worker. Background checks based on a name search will continue to be required. No clients will lose service as a result of this delay. (General Fund-State, General Fund-Federal)

33. CBA Reduce Training Contributions - Contributions paid to the training partnership and for agency parity are reduced from $0.22 cents per hour to $0.17 cents per hour. Training is delayed. House Bill 1548 (Long Term Care Worker Requirements), makes statutory changes to the increased training requirements and therefore the state shall contribute to the partnership seventeen cents ($0.17) per paid hour worked by all home care workers. This amount is pursuant to the collective bargained agreement negotiated with the exclusive bargaining representative of individual providers. (General Fund-State, General Fund-Federal)

34. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and work sessions. (General Fund-State, various other funds)

35. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

36. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

37. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

38. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Economic Services Administration
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	4,191.1	1,145,701	2,425,685
2011-13 Maintenance Level	4,240.5	1,257,562	2,357,188
Policy Non-Comp Changes:			
1. Collective Bargaining Agreement	0.0	641	641
2. Eliminate Child Support Pass Thru	0.0	-18,776	-37,552
3. Elimination - IRS Re-Distribution	0.0	-6,274	-12,550
4. Reduce Disability Lifeline Grant	0.0	-100,343	-100,343
5. Reduce Regional Administration	-3.0	-284	-578
6. Disability Lifeline	0.0	-79,547	-79,547
7. Naturalization Program	0.0	-2,370	-2,370
8. State Food Assistance	0.0	-30,283	-30,283
9. Refugee Employment Svcs	-2.0	-5,002	-5,002
10. Health Care Consolidation	365.0	5,188	92,338
11. Reduce Administrative Costs	-32.5	-2,941	-4,420
12. Management Efficiency	0.0	-1,842	-1,842
13. Refugee Grant	0.0	0	-707
Policy -- Non-Comp Total	327.5	-241,833	-182,215
Policy Comp Changes:			
14. Average Final Compensation Adjust	0.0	33	80
15. 3% Salary Cut for State Employees	0.0	-5,845	-14,078
16. Suspend Plan 1 Uniform COLA	0.0	-3,286	-7,929
17. Retire-Rehire Changes (State)	0.0	-17	-41
Policy -- Comp Total	0.0	-9,115	-21,968
Total Policy Changes	327.5	-250,948	-204,183
Total 2011-13 Biennium	4,568.0	1,006,614	2,153,005
Difference from 2009-11	376.9	-139,087	-272,680
% Change from 2009-11	9.0%	-12.1%	-11.2%

Comments:

1. Collective Bargaining Agreement - The Office of Financial Management and Service Employees International Union 775 have agreed to a settlement proposal regarding homecare worker healthcare, training, and certification testing. Funding is provided for provisions related to Service Employees International Union 925, whose members are also impacted by this proposal.

2. Eliminate Child Support Pass Thru - Funding is reduced to reflect the suspension of the child support pass-through which was authorized under the Federal Deficit Reduction Act of 2005. (General Fund-State, General Fund-Federal)

3. Elimination - IRS Re-Distribution - Funding is reduced to reflect the continued suspension of the Federal Deficit Reduction Act of 2005 which allows states to distribute child support collections made through federal tax intercepts to families. (General Fund-State, General Fund-Federal)

4. Reduce Disability Lifeline Grant - The Economic Services Administration will reduce the average Disability Lifeline monthly grant for all Disability Lifeline clients by 42.11 percent. This grant reduction includes clients in the Unemployable, Aged, Blind, Disabled, and Expedited programs.

5. Reduce Regional Administration - Funding is reduced due to the Department of Social and Health Services (DSHS) consolidating its regional structure from six regions to three for all programs across the state. (General Fund-State, General Fund-Federal)

6. Disability Lifeline - Funding is reduced to reflect the elimination of the Disability Lifeline program effective October 31, 2011. Funding is provided to Department of Commerce for a Essential Needs and Housing Program established in Engrossed Substitute House Bill 2082 (essential needs and assistance programs). The homeless program is estimated to serve a monthly average of 8,600.

7. Naturalization Program - Funding is reduced for the Naturalization Program, which provides services that prepare low-income refugees and legal immigrants for U.S. citizenship testing.

8. State Food Assistance - Funding is reduced for the State Food Assistance Program. The DSHS will achieve savings by modifying benefit amounts for the State Food Assistance Program.

9. Refugee Employment Svcs - State general funds are reduced for Refugee Employment Services. These services include employment placement assistance, English as a Second Language training, job skills training, job search workshops, and job retention services.

10. Health Care Consolidation - Pursuant to Second Substitute House Bill 1738 (Medicaid single state agency), the Medicaid Purchasing Administration (MPA) is transferred out of the Department of Social and Health Services and into the Health Care Authority effective July 1, 2011.

11. Reduce Administrative Costs - The Economic Services Administration will achieve savings from administrative reductions. (General Fund-State, General Fund-Federal)

12. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

13. Refugee Grant - Funding is reduced for refugee assistance grants by 15 percent. The Refugee Cash Assistance grant is tied to the Temporary Assistance for Needy family (TANF) grant standards. The TANF grant standards were reduced by 15 percent in FY 2011.

14. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

15. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

16. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

17. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Alcohol & Substance Abuse
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	86.3	164,375	334,326
2011-13 Maintenance Level	84.3	177,279	320,681
Policy Non-Comp Changes:			
1. Reduce Chemical Dependency Services	0.0	-7,060	-7,060
2. Reduce Regional Administration	-3.0	-330	-500
3. Reduce Administrative Staff	-5.0	-480	-754
4. Management Efficiency	0.0	-52	-52
5. Disability Lifeline	0.0	424	2,794
6. Increase License/Certification Fee	0.0	-1,454	0
7. DL & ADATSA-Impl Fed Waiver 1115	0.0	-16,110	0
8. Reduce Tribal Administrative Costs	0.0	-61	-61
Policy -- Non-Comp Total	-8.0	-25,123	-5,633
Policy Comp Changes:			
9. Average Final Compensation Adjust	0.0	2	2
10. 3% Salary Cut for State Employees	0.0	-286	-346
11. Suspend Plan 1 Uniform COLA	0.0	-163	-197
Policy -- Comp Total	0.0	-447	-541
Total Policy Changes	-8.0	-25,570	-6,174
Total 2011-13 Biennium	76.3	151,709	314,507
Difference from 2009-11	-10.0	-12,666	-19,819
% Change from 2009-11	-11.6%	-7.7%	-5.9%

Comments:

1. Reduce Chemical Dependency Services - Outpatient and residential services for low income individuals who do not qualify for other state programs; non-federally matched services for individuals on Medicaid or receiving medical care through the 1115 waiver; and the associated state and county administration is reduced by approximately 11 percent. Funding for youth residential, pregnant and parenting women; and federally matched services for individuals on Medicaid or receiving medical care through the 1115 waiver are not reduced.

2. Reduce Regional Administration - The Department of Social and Health Services is consolidating its regional structure from six to three for all programs across the state. (General Fund-State, General Fund-Federal)

3. Reduce Administrative Staff - Five administrative staff positions are eliminated. (General Fund-State, General Fund-Federal)

4. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Alcohol & Substance Abuse

5. Disability Lifeline - Funding is provided for the increased caseload of Disability Lifeline-Unemployable clients who are required to participate in treatment by Chapter 8, Laws of 2010, 1st sp.s., Partial Veto (E2SHB 2782). Clients who have an identified need for drug or alcohol treatment cannot continue to receive benefits if they refuse without good cause to participate in needed chemical dependency treatment. (General Fund-State, General Fund-Federal)

6. Increase License/Certification Fee - The Department will establish licensing and certification fees at an amount adequate to reimburse costs for its certification and regulation activities for approved chemical dependency treatment programs. (General Fund-State, General Fund-Local)

7. DL & ADATSA-Impl Fed Waiver 1115 - The Department has implemented a federal waiver for individuals served by the Disability Lifeline (DL) and Alcohol and Drug Addiction Treatment Support Act (ADATSA). The waiver allows the Department to draw federal matching funds for treatment services provided to these populations and reduces the state funding required to serve them. (General Fund-State, General Fund-Federal)

8. Reduce Tribal Administrative Costs - State support for tribal administration expenses is reduced from a maximum of 10 percent to eight percent per year.

9. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

10. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

11. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Medical Assistance Payments
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		1,167.2	3,487,176	9,894,438
2011-13 Maintenance Level		1,125.3	4,847,327	11,181,903
Policy Non-Comp Changes:				
1.	Access to Child Dentistry	0.0	800	800
2.	Disproportionate Share Grants	0.0	-14,441	-28,882
3.	Children's Health Program DSH	0.0	-1,430	0
4.	Prior Auth - Advanced Imaging	6.0	-2,235	-4,128
5.	Prior Auth - Surgical Procedures	0.5	-1,469	-3,097
6.	Emergency Room Utilization	0.0	-32,960	-71,721
7.	Medication Practice Improvement	0.0	-3,060	-4,959
8.	Cesarean Section Births	0.0	-715	-1,588
9.	Hospital Inpatient	0.0	-83,835	-167,725
10.	Hospital Outpatient	0.0	-26,639	-53,313
11.	Hospital Safety Net Assessments	0.0	-40,000	0
12.	Basic Health Plan Children	0.0	3,362	6,261
13.	Partnership Access Line Funding	0.0	-570	0
14.	Reimbursement Methods Waiver	0.0	-8,805	-17,610
15.	RHC Prenatal & Well-Child Visits	0.0	2,860	5,720
16.	Drug Utilization Management	2.5	-2,611	-4,692
17.	Drug Co-Pays	0.0	-10,324	-20,648
18.	Wheelchair Selective Contracting	0.5	-657	-1,315
19.	Federal Cancer & Dialysis Match	0.0	-23,908	0
20.	Adult Hearing	0.0	-1,444	-2,898
21.	Adult Vision	0.0	-3,123	-6,161
22.	Adult Therapies	0.0	-4,144	-8,196
23.	Durable Medical Equipment (DME)	0.5	-2,908	-5,823
24.	SSI Managed Care	0.0	-7,679	-16,203
25.	Interpreter Services	0.0	-2,758	-6,164
26.	School Based Medical Services	6.0	-11,299	1,032
27.	Medicare Part D Copayments	-0.1	-13,981	-14,003
28.	Podiatric Physician Reimbursement	0.0	-2,005	-3,988
29.	Children's Health Program	-0.6	-1,524	-1,558
30.	Adult Dental	0.0	-28,631	-57,539
31.	FQHC Payment methodology	0.0	-42,035	-86,321
32.	Healthy Options Rates	0.0	-27,022	-57,427
33.	Reduce Maternity Support program	0.0	-12,048	-23,956
34.	Tobacco Cessation Funding	0.0	4,778	0
35.	Health Info Technology Implement	9.0	224	2,152
36.	Program Integrity	10.0	-41,631	-79,357
37.	Medicaid Airlift Srvcs Supp Pmt Pgm	0.0	0	5,854
38.	Health Care Consolidation	-1,156.6	-4,397,314	-10,459,875
39.	Administrative Reduction	-42.0	-4,673	-12,678
40.	Customer Services Staffing	13.0	960	1,784
41.	One Health Port	0.0	186	645
42.	Clinical Review Staffing	7.0	706	1,678
43.	Contracts & Audit Staffing	4.0	362	742

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Medical Assistance Payments
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
44.	Claims Processing Staff	11.0	524	1,510
45.	Cowlitz County Integration	0.3	36	70
46.	Medicaid Fraud Enforcement	2.0	-4,400	11,030
47.	Medicaid Demonstration Waiver	1.8	351	702
48.	Management Efficiency	0.0	-338	-338
49.	Children's Toll-Free Hotline	0.0	140	280
Policy -- Non-Comp Total		-1,125.3	-4,847,327	-11,181,903
Total Policy Changes		-1,125.3	-4,847,327	-11,181,903
Total 2011-13 Biennium		0.1	0	0
Difference from 2009-11		-1,167.2	-3,487,176	-9,894,438
% Change from 2009-11		-100.0%	-100.0%	-100.0%

Comments:

1. Access to Child Dentistry - Funding for local outreach, case management, and coordination for the Access to Baby and Child Dentistry program is transferred from the Department of Health to the medical assistance program.

2. Disproportionate Share Grants - Three disproportionate share hospital (DSH) grant programs are each reduced by 40 percent. The three are the low-income, the urban indigent assistance, and the small rural DSH programs. (General Fund-State, General Fund-Federal)

3. Children's Health Program DSH - The Department will use federally-matched disproportionate share hospital (DSH) funds to reimburse hospitals for non-emergency inpatient and outpatient care for children who are not eligible for federal Title XIX or Title XXI matching funds due to their citizenship status. (General Fund-State, General Fund-Federal)

4. Prior Auth - Advanced Imaging - The medical assistance program will initiate increased medical necessity review of advanced imaging technologies such as CT and PET scans, magnetic resonance imaging, and cardio nuclear imaging. MPA shall expand the scope of work in the Advanced Imaging Utilization Review contract with Qualis Healthcare to include review of surgical procedures which is expected to result in an approximately 20% reduction in expenditures on such services. (General Fund-State, General Fund-Federal)

5. Prior Auth - Surgical Procedures - The medical assistance program will contract for medical necessity review and prior authorization of selected orthopedic, spinal, and nerve surgeries. MPA shall expand the scope of work in the Advanced Imaging Utilization Review contract with Qualis Healthcare to include review of these procedures, which is expected to result in an approximately 20% reduction in expenditures when fully implemented. (General Fund-State, Hospital Safety Net Assessment Account-State, General Fund-Federal)

6. Emergency Room Utilization - Effective July 1, 2011, the medical assistance program will pay for no more than three emergency room visits for a non-emergent condition per enrollee per year. Hospitals may directly bill enrollees for the fourth and subsequent visits for non-emergent conditions, and are encouraged to work with enrollees and primary care providers to avoid earlier such visits. Non-emergent conditions include ear infections, colds, sore throats, sinusitis, dermatitis, sunburn, migraines and other headaches, and joint or back pain. (General Fund-State, General Fund-Federal, Hospital Safety Net Assessment Account-State)

7. Medication Practice Improvement - The medical assistance program will partner with community mental health centers, other prescribers of adult ant-psychotic medications, and public schools of medicine and pharmacy to improve prescriptive practice and adherence with regard to the safe and effective use of antipsychotic and other medications used in the treatment of serious and persistent mental illness. The effort will include development and delivery of standard protocols and practices regarding best and promising practices; development of metrics and production of peer-comparison feedback reports for prescribers and mental health centers regarding medication adherence, poly-pharmacy, excessive dosing, and off-label use; and establishment of an access line through which community practitioners can obtain second opinion consultations regarding cases flagged for additional utilization review. These efforts, the non-federal share of which is to be funded with $300,000 obtained through settlement of lawsuits involving the drug *Seroquel* , are expected to result in an approximately 6 percent reduction in state expenditures for adult mental health medications over the course of the 2011-13 biennium. (General Fund-State, General Fund-Local, General Fund-Medicaid)

8. Cesarean Section Births - The medical assistance program will partner with obstetricians, gynecologists, family practitioners, a health sciences university or universities, and other state and private purchasers to develop and deliver a curriculum based on the current literature and best practices regarding induced, cesarean section, and post-cesarean births. This, together with metrics development and practitioner feedback reporting, is expected to result in a 20 percent reduction in the number of publicly-funded births that would otherwise be delivered by cesarean section, lower birth and post-partum costs, and improved birth outcomes. (General Fund-State, Hospital Safety Net Assessment Account-State, General Fund-Federal)

9. Hospital Inpatient - Hospital inpatient payment rates, most of which were increased by 17.7 percent during the 2010 session, are reduced by 8 percent effective July 1, 2011. The rate reduction applies only to non-governmental, non-rural hospitals. This reduction is based upon analysis showing that Medicaid inpatient payment rates for such hospitals are presently an average of 6 percent higher than the federal Medicare program would pay for the same service. (General Fund-State, General Fund-Federal)

10. Hospital Outpatient - Hospital outpatient payment rates, most of which were increased by 42 percent in the 2010 session, are reduced by 7 percent effective July 1, 2011. The rate reduction applies only to non-governmental, non-rural hospitals. This reduction is based upon analysis showing that Medicaid outpatient payment rates for such hospitals are presently an average of 5 percent higher than the federal Medicare program would pay for the same service. (General Fund-State, General Fund-Federal)

11. Hospital Safety Net Assessments - Revenue to the hospital safety net assessment account exceeds projected expenditures. The excess fund balance is used to cover the cost of hospital services that would otherwise be funded from the state general fund.

12. Basic Health Plan Children - Beginning March 1, 2011, the Health Care Authority restricted enrollment in the Basic Health Plan (BHP) to persons who qualify for services under the Medicaid waiver for the BHP. Approximately 1,700 children who are not eligible for services under the waiver moved from the BHP to the Apple Health for Kids program. (General Fund-State, General Fund-Federal, Hospital Safety Net Assessment Fund-State)

13. Partnership Access Line Funding - The partnership access line (PAL) is a telephone-based child mental health consultation system that employs child psychiatrists, child psychologists, and social workers affiliated with Seattle Children's Hospital to deliver its consultation services. In order to continue operation of this service, the department will enter into an interagency agreement with the Office of the Attorney General for expenditure of $570,000 of the state's proceeds of the cy pres settlement in State of Washington v. AstraZeneca (Seroquel). (General Fund-State, General Fund-Private/Local)

14. Reimbursement Methods Waiver - Pursuant to Engrossed Second Substitute Senate Bill 5596, the Authority will seek a federal Medicaid waiver to implement reimbursement methods such as bundled, global, and risk-bearing payment arrangements that support health homes and accountable care organizations. (General Fund-State, General Fund-Federal)

15. RHC Prenatal & Well-Child Visits - Federally-qualified rural health clinics (RHCs) will be paid their standard cost-related encounter rate for prenatal and well-child services provided to women and children enrolled in the state Medicaid and State Children's Health Insurance programs. Additionally, such visits are to be considered eligible for the standard encounter rate for purposes of reconciling managed care enhancement payments for 2009 and 2010. (General Fund-State, General Fund-Federal)

16. Drug Utilization Management - The medical assistance program will increase efforts to promote more cost-effective drug utilization. Efforts will focus upon drugs where there is evidence of over-utilization, off-label use, excessive dosing, duplicative therapy, or opportunities to shift utilization to less expensive, equally effective formulations. (General Fund-State, General Fund-Federal)

17. Drug Co-Pays - The medical assistance program will seek a federal Medicaid waiver to allow implementation during the second year of the 2011-13 biennium of enforceable co-payments that will promote more cost-effective use of prescription drugs. The co-payments are expected to apply to all medical assistance enrollees, and are expected to include a tiered strategy under which there would be no co-pay for most generic drugs; a $15 co-pay for preferred brand-name drugs; and 50 percent co-insurance for non-preferred drugs. (General Fund-State, General Fund-Medicaid)

18. Wheelchair Selective Contracting - The medical assistance program will competitively contract with manufacturers and/or distributors of wheelchairs. The competitive bidding process is to be completed no later than July 2012. (General Fund-State, General Fund-Medicaid)

19. Federal Cancer & Dialysis Match - The federal government is expected to approve the state's proposal that cancer and kidney dialysis treatment for persons who do not qualify for full-scope Medicaid coverage because of their immigration status should qualify for federal matching funds under the alien emergency medical provisions of the Medicaid program. (General Fund-State, General Fund-Federal)

20. Adult Hearing - The medical assistance program will not pay for adult hearing aids and devices during the 2011-13 biennium. (General Fund-State, General Fund-Federal)

21. Adult Vision - The medical assistance program will not pay for adult eyeglasses during the 2011-13 biennium. As provided in Senate Bill 5352, medical assistance recipients will be able to purchase eyeglasses from optical providers at the discounted correctional industries production rate. (General Fund-State, General Fund-Federal)

22. Adult Therapies - The medical assistance program will limit coverage of occupational, physical, and communication disorder therapies to 12 visits per year for adults with injuries to the brain, hips, knees, or spine, and to six visits per year for persons with all other injuries. (General Fund-State, General Fund-Federal)

23. Durable Medical Equipment (DME) - The medical assistance program will competitively contract with manufacturers and/or distributors of nutritional supplements and incontinence supplies. The competitive contracting process is to be completed no later than January 2012. (General Fund-State, General Fund-Medicaid)

24. SSI Managed Care - During the second year of the 2011-13 biennium, the medical assistance program plans to transition all elderly and disabled supplemental security income (SSI) recipients into either fully capitated medical managed care or into primary care medical homes operating on a risk-sharing basis. This is expected to result in reduced expenditures through more cost-effective care management, coordination, and delivery. (General Fund-State, General Fund-Federal)

25. Interpreter Services - No later than January 2012, the medical assistance program will replace the current system for delivery of spoken-language interpreter services with a more cost-effective one. Under the new system, specialty contractors, operating within state-defined protocols for service quality, appropriateness, and timeliness, will be responsible for selecting and arranging the most cost-effective method for delivery of spoken-language interpretation appropriate to the patient's medical needs and the service delivery setting. Such methods may include telephonic or video remote services for which the contractor sub-contracts with a qualified provider of such services, and face-to-face interpreter services for which the contractor employs an interpreter or sub-contracts with an in-state language access provider certified by the state. (General Fund-State, General Fund-Federal)

26. School Based Medical Services - The medical assistance program will initiate a new intergovermental transfer program under which the state will provide 40 percent and school districts 60 percent of the required non-federal matching funds for therapies and other qualifying medical services provided to Medicaid-eligible children. (General Fund-State, General Fund-Federal)

27. Medicare Part D Copayments - Coverage of co-payments for prescription drug purchases made by qualifying dually-eligible Medicare and Medicaid clients in the Medicare Part D program is eliminated. (General Fund-State, General Fund-Federal, Tobacco Prevention and Control Account-State)

28. Podiatric Physician Reimbursement - The medical assistance program will reimburse for adult foot care only when it is medically necessary to treat acute conditions or non-acute conditions for at-risk clients. The program will distribute a list of diagnosis codes that will be eligible for reimbursement. Treatment for other conditions may be reviewed for medical necessity using the Exception to Rule process. (General Fund-State, General Fund-Federal)

29. Children's Health Program - As provided in Senate Bill 5929, the Children's Health Program (CHP), which provides medical and dental coverage for children ineligible for federal funding, will no longer provide subsidized coverage for children with family incomes over 200 percent of the federal poverty level. Families may continue to enroll in the program by paying a premium equal to the average state cost per enrollee with income under 200 percent of poverty.

30. Adult Dental - Funding is reduced for preventive and restorative dental care for adult recipients of state medical assistance. Preventive and restorative dental care will continue to be available for Medicaid recipients who are pregnant; who reside in a nursing home or intermediate care facility; or who receive long-term care services under one of the Medicaid home- and community-based services waivers. Only emergency dental care will be covered for other adult medical assistance recipients. (General Fund-State, General Fund-Federal)

31. FQHC Payment methodology - Federal law requires that federally-qualified health centers (FQHCs) and rural health centers (RHCs) be paid a cost-related per visit rate for services to persons covered by the Medicaid and State Children's Health Insurance (SCHIP) programs. In 2009, the medical assistance program replaced the prospective payment sytem (PPS) that was based on 2001 costs adjusted by a national measure of medical inflation with an alternative payment methodology (APM) that has resulted in higher and faster growing state and federal payment rates and expenditures. The program is to adopt a new payment methodology effective July 1, 2011 that will revert to the lower, national measure of medical inflation. As a result, payment rates will be an average of approximately 10.6 percent lower than would otherwise be paid under the current system. (General Fund-State, General Fund-Federal).

32. Healthy Options Rates - The medical assistance program is directed to place significant emphasis upon price in the 2012 competitive procurement for health insurers to deliver services under the existing Healthy Options managed care program for non-disabled children and adults. This is expected to result in lower payments than would occur under the baseline system of negotiated rate-setting. (General Fund-State, General Fund-Federal).

33. Reduce Maternity Support program - he Maternity Support Services (MSS) program provides professional observation, assessment, education, intervention, and counseling for pregnant and postpartum women. Funding for this program is reduced by approximately 30 percent. The department will prioritize evidence-based practices, and it will continue to target the available funds toward pregnant women with the highest risk of poor birth outcomes. (General Fund-State, General Fund-Federal)

34. Tobacco Cessation Funding - Funding for smoking cessation services is shifted among accounts. (General Fund-State, Tobacco Prevention and Control Account-State)

35. Health Info Technology Implement - Funding is provided to implement the provider incentive payments and other initiatives related to the plan for increased use of electronic billings and medical records in the state Medicaid program. (General Fund-State, General Fund-Federal)

36. Program Integrity - The medical assistance program has contracted with a private firm on a contingency basis to identify additional recipients who may have private or other public insurance coverage that can pay for their medical care. This is expected to result in an approximately 10 percent increase in the number of recipients for whom such coverage is identified, for a net state savings of approximately $24 million. Funding is also provided for additional audit and benefit coordination staff who are expected to recover and avoid approximately $14 million of state medical expenditures. (General Fund-State, Medicaid Fraud Penalty Account-State, General Fund-Federal)

37. Medicaid Airlift Srvcs Supp Pmt Pgm - Funding for medical airlift services is increased by using local funds to collect federal Medicaid match. (General Fund-Federal, General Fund-Private/Local)

38. Health Care Consolidation - Pursuant to Second Substitute House Bill 1738 (Medicaid single state agency), administration of the medical assistance program is transferred from the Department of Social and Health Services to the Health Care Authority effective July 1, 2011. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Emergency Medical Services and Trauma Care Systems Trust Account-State, Hospital Safety Net Assessment Account-State)

39. Administrative Reduction - Because of hiring freezes and other cost reduction efforts, the medical assistance program is operating at 4 percent below the level budgeted for FY 2011. Funds are reduced to reflect continued operation at this reduced level. (General Fund-State, General Fund-Federal)

40. Customer Services Staffing - Thirteen call center staff positions that have been vacant due to the state hiring freeze are to be filled. This is expected to increase the calls answered rate to 45 percent (from 20 percent now) and to result in non-phone inquiries from clients and providers being processed within 10 and 25 days, compared to 20 and 90 days now. (General Fund-State, General Fund-Federal)

41. One Health Port - Funds are provided for information system modifications that will enable medical providers to access the Provider 1 payment system through OneHealthPort, which is a secure web portal through which providers are able to use a single digital credential and password to access other major health insurance sites. Provider 1 access through this site is expected to increase the number of providers who are able to bill electronically rather than on paper claims. (General Fund-State, General Fund-Federal)

42. Clinical Review Staffing - Seven medical staff positions that have been vacant due to the state hiring freeze are to be filled. This is expected to assure timely review and action on provider requests to dispense medications or to perform procedures for which prior clinical authorization is required. (General Fund-State, General Fund-Federal)

43. Contracts & Audit Staffing - Four contract monitoring and audit positions that have been vacant due to the state hiring freeze are to be filled. (General Fund-State, General Fund-Federal)

44. Claims Processing Staff - Eleven claims payment positions that have been vacant due to the state hiring freeze are to be filled. Filling these positions is expected to enable the agency to assure that the backlog of unprocessed provider billings does not exceed 100,000. (General Fund-State, General Fund-Federal)

45. Cowlitz County Integration - Funds are provided for the department to provide administrative assistance and data analysis that will facilitate and support integrated delivery of medical and behavioral health services in Cowlitz County. (General Fund-State, General Fund-Federal)

46. Medicaid Fraud Enforcement - Funds are provided for implementation of Senate Bill 5458. The bill establishes new tools for detecting and prosecuting Medicaid fraud, and new penalties for engaging in it. Additionally, to better track the effectiveness of fraud enforcement efforts, funds recovered from fraudulent activities will be deposited into a new state account that is to be used only for payment of fraud enforcement activities and Medicaid services. (General Fund-State, Medicaid Fraud Penalty Account-State, General Fund-Federal)

47. Medicaid Demonstration Waiver - As provided in Senate Bill 5596, the medical assistance program is to develop and obtain federal approval for a demonstration project that will allow the state greater flexibility in management of its Medicaid program. The project is to include flexibility to provide a modified benefit package modeled on the essential benefits package proposed for national health reform; to differentiate benefits based on enrollee age, disability, and medical condition; to implement reasonable and enforceable cost-sharing; to streamline and more frequently verify eligibility determination; and to adopt new payment mechanisms that contain costs while improving health. Funds are provided for staff and contractors to develop alternative program approaches; to advise policy-makers on their fiscal, enrollee, and delivery system impacts; and to work with federal officials to secure project approval by the second year of the biennium. (General Fund-State, General Fund-Federal)

48. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

49. Children's Toll-Free Hotline - Funds are provided to continue operation by a non-profit organization of a toll-free phone line that helps families learn about and enroll in Apple Health for Kids, which provides publicly-funded medical and dental care for families with incomes below 300 percent of the federal poverty level. (General Fund-State, General Fund-Federal)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Vocational Rehabilitation
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	322.6	20,404	134,341
2011-13 Maintenance Level	322.1	25,929	138,206
Policy Non-Comp Changes:			
1. Eliminate Service Center Funding	0.0	0	480
2. Reduce Basic Support Grant	0.0	-2,479	-11,639
3. Leverage Fed Funds Basic Support	0.0	0	1,800
4. Management Efficiency	0.0	-54	-54
Policy -- Non-Comp Total	0.0	-2,533	-9,413
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	6	6
6. 3% Salary Cut for State Employees	0.0	-1,077	-1,083
7. Suspend Plan 1 Uniform COLA	0.0	-609	-612
8. Retire-Rehire Changes (State)	0.0	-3	-3
Policy -- Comp Total	0.0	-1,683	-1,692
Total Policy Changes	0.0	-4,216	-11,105
Total 2011-13 Biennium	322.1	21,713	127,101
Difference from 2009-11	-0.5	1,309	-7,240
% Change from 2009-11	-0.2%	6.4%	-5.4%

Comments:

1. Eliminate Service Center Funding - General Fund-State funding for the Deaf-Blind Service Center is eliminated. Funding will be provided from the Telecommunications Devices for the Hearing and Speech Impaired Account and administered by the Office of Deaf and Hard of Hearing. (Telecommunications Devices for the Hearing and Speech Impaired Account-State)

2. Reduce Basic Support Grant - Across-the-board reductions are made to the Division of Vocational Rehabilitation. The General Fund-State reduction will reduce expenditures used to generate federal match dollars for the Basic Support Grant. The division will still satisfy federal maintenance of effort requirements. (General Fund-State, General Fund-Federal)

3. Leverage Fed Funds Basic Support - The Basic Support grant used to provide employment services to persons with disabities is matched by the federal government at an 80 percent match rate. Telecommunication and hearing device funds will be used to leverage federal funding and to allow the Basic Support program to grow slightly above maintenance of effort levels. An investment of $300,000 of the Telecommunications Devices for the Hearing and Speech Impaired account funds is used to leverage $1,500,000 in Federal funds for the Basic Support Grant. (General Fund-State, Telecommunications Devices for the Hearing and Speech Impaired Account-State, General Fund-Federal)

4. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Vocational Rehabilitation

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

8. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Administration/Support Svcs
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	565.6	62,986	115,248
2011-13 Maintenance Level	457.9	60,951	105,717
Policy Non-Comp Changes:			
1. Eliminate Family Policy Council	-0.3	-2,800	-2,800
2. Eliminate Council for Children	-3.5	-2,126	-2,557
3. Collective Bargaining Agreement	0.0	135	202
4. Establish Community Initiative	0.0	500	500
5. Additional OFA Investigators	4.4	0	901
6. Medicaid Transfer Cost Allocation	0.0	2,907	50
7. Reduce Administrative Costs	-21.0	-2,072	-2,558
8. Health Care Consolidation	-10.0	-1,368	-2,108
9. Use Performance Audit for DFI	0.0	-3,911	0
10. Community Initiative Funding	0.0	1,400	2,800
11. Management Efficiency	0.0	-390	-390
Policy -- Non-Comp Total	-30.4	-7,725	-5,960
Policy Comp Changes:			
12. Average Final Compensation Adjust	0.0	13	15
13. 3% Salary Cut for State Employees	0.0	-2,296	-2,736
14. Suspend Plan 1 Uniform COLA	0.0	-1,278	-1,524
15. Retire-Rehire Changes (State)	0.0	-7	-9
Policy -- Comp Total	0.0	-3,568	-4,254
Total Policy Changes	-30.4	-11,293	-10,214
Total 2011-13 Biennium	427.6	49,658	95,503
Difference from 2009-11	-138.1	-13,328	-19,745
% Change from 2009-11	-24.4%	-21.2%	-17.1%

Comments:

1. Eliminate Family Policy Council - Second Substitute House Bill 1965 (adverse experiences/children) eliminates the Family Policy Council and the Council for Children and Families effective July 1, 2012, and creates a new public-private partnership aimed at reducing adverse childhood experiences. Funding associated with the two councils is removed from the Department of Social and Health Services budget. (General Fund-State, General Fund-Federal)

2. Eliminate Council for Children - Second Substitute House Bill 1965 (adverse experiences/children) eliminates the Family Policy Council and the Council for Children and Families effective July 1, 2012, and creates a new public-private partnership aimed at reducing adverse childhood experiences. Funding associated with the two councils is removed from the Department of Social and Health Services budget. (General Fund-State, General Fund-Federal)

3. Collective Bargaining Agreement - The Office of Financial Management and Service Employees International Union 775 have agreed to a settlement proposal regarding homecare worker healthcare, training and certification testing. (General Fund-State, General Fund-Federal)

4. Establish Community Initiative - The Department of Social and Health Services shall establish a public-private partnership that helps address the needs of high-risk children and families. The Department is authorized to develop partnerships and a new model for financing network community capacity building and reducing adverse childhood experiences. One-time state funding is provided to start up the initiative.

5. Additional OFA Investigators - Additional resources are provided for TANF and other fraud investigations. (Performance Audit of Government Account)

6. Medicaid Transfer Cost Allocation - The transfer of the Medicaid Purchasing Administration from the Department of Social and Health Services to the Health Care Authority pursuant to Second Substitute House Bill 1738 (Medicaid single state agency) changes the base upon which central administrative functions are allocated. Appropriations are adjusted to reflect the new administrative allocation anticipated once the transfer is complete. (General Fund-State, General-Fund Federal)

7. Reduce Administrative Costs - The Department of Social and Health Services will make administrative reductions in operations support and services, planning performance and accountability, research and data analysis, and internal control staff. (General Fund-State, General Fund-Federal)

8. Health Care Consolidation - Pursuant to Second Substitute House Bill 1738 (Medicaid single state agency), the Medicaid Purchasing Administration (MPA) is transferred out of the Department of Social and Health Services and into the Health Care Authority effective July 1, 2011. (General Fund-State, General Fund-Federal)

9. Use Performance Audit for DFI - Funding for the Division of Fraud Investigations is transferred on a one-time basis to the Performance Audit of State Government Account. The primary work of the division is focused on child support, TANF, and other eligibility and program enforcement work of the Department of Social and Health Services. (General Fund-State, Performance Audit of Government Account)

10. Community Initiative Funding - Funding is provided for the department to secure matching private funds to allocate to the community networks to provide training and services related to adverse childhood events. (General Fund-State, General Fund-Local)

11. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

12. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

13. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

14. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

15. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Special Commitment Center
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	425.4	95,749	95,749
2011-13 Maintenance Level	462.0	100,234	100,234
Policy Non-Comp Changes:			
1. Reduce Administrative Staff	-22.8	-3,268	-3,268
2. Reduce SCC Programs	-4.0	-1,122	-1,122
3. Fund McNeil Island Operations	35.3	6,050	6,050
4. Reduce SCTF Staffing Ratios	-35.9	-3,826	-3,826
5. Pharmaceutical Savings	0.0	-380	-380
6. Management Efficiency	0.0	-306	-306
Policy -- Non-Comp Total	-27.4	-2,852	-2,852
Policy Comp Changes:			
7. Average Final Compensation Adjust	0.0	7	7
8. 3% Salary Cut for State Employees	0.0	-1,276	-1,276
9. Suspend Plan 1 Uniform COLA	0.0	-721	-721
10. Retire-Rehire Changes (State)	0.0	-4	-4
Policy -- Comp Total	0.0	-1,994	-1,994
Total Policy Changes	-27.4	-4,846	-4,846
Total 2011-13 Biennium	434.6	95,388	95,388
Difference from 2009-11	9.2	-361	-361
% Change from 2009-11	2.2%	-0.4%	-0.4%

Comments:

1. Reduce Administrative Staff - Funding is reduced for administrative staffing positions at the Special Commitment Center (SCC).

2. Reduce SCC Programs - The Special Commitment Center will reduce funding for a number of programs including mailroom services, visitor center hours, recreation programming, clinical internships, and Advanced Registered Nurse Practitioner nursing services.

3. Fund McNeil Island Operations - McNeil Island Corrections Center is scheduled to close on April 1, 2011. The Department of Corrections currently funds the staff necessary for marine and island operations. The staff necessary to continue these functions are transferred to the Department of Social and Health Services.

4. Reduce SCTF Staffing Ratios - Funds are reduced to reflect a modification in the staffing models for the Secure Community Transitional Facilities (SCTFs). The staffing models for the SCTF operated by the Special Commitment Center are mandated in statute.

5. Pharmaceutical Savings - Funding is reduced to reflect a 20 percent savings associated with utilization of generic prescriptions and efficiencies in procurement.

6. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Special Commitment Center

7. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

8. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

9. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

10. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Social and Health Services
Payments to Other Agencies
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	123,446	180,018
2011-13 Maintenance Level	0.0	135,180	194,204
Policy Non-Comp Changes:			
1. Medicaid Transfer Cost Allocation	0.0	-3,262	728
2. State Data Center Rate Increase	0.0	2,282	2,282
3. Temporary Assistance Needy Families	0.0	739	739
4. Health Care Consolidation	0.0	-1,950	-3,247
5. Interagency Charges - AG	0.0	-3,275	-4,679
Policy -- Non-Comp Total	0.0	-5,466	-4,177
Total Policy Changes	0.0	-5,466	-4,177
Total 2011-13 Biennium	0.0	129,714	190,027
Difference from 2009-11	0.0	6,268	10,009
% Change from 2009-11	0.0%	5.1%	5.6%

Comments:

1. Medicaid Transfer Cost Allocation - The transfer of the Medicaid Purchasing Administration from the Department of Social and Health Services to the Health Care Authority pursuant to Second Substitute House Bill 1738 (Medicaid single state agency) changes the base upon which central administrative functions are allocated. Appropriations are adjusted to reflect the new administrative allocation anticipated once the transfer is complete. (General Fund-State, General Fund-Federal)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Temporary Assistance Needy Families - Engrossed Substitute Senate Bill 5921 allows the Department of Social and Health Services to adopt rules setting income limits of up to 300 percent of the federal poverty level for non-parents to receive TANF benefits for a dependent child. The current estimates are that this will impact approximately 10,400 clients. These clients will have a hearing right and there will likely be an impact to the Office of Administrative Hearings (OAH). This item provides funding that can be used to pay for hearing charges from OAH.

4. Health Care Consolidation - Pursuant to Second Substitute House Bill 1738 (Medicaid single state agency), the Medicaid Purchasing Administration (MPA) is transferred out of the Department of Social and Health Services and into the Health Care Authority effective July 1, 2011. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Emergency Medical Services and Trauma Care Systems Trust Account, Hospital Safety Net Assessment Account)

5. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

2011-13 Omnibus Operating Budget
Columbia River Gorge Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	9.6	881	1,756
2011-13 Maintenance Level	9.6	933	1,868
Policy Non-Comp Changes:			
1. Reduced Staffing and Expenses	-1.6	-100	-200
2. State Data Center Rate Increase	0.0	2	4
3. Savings from Consolidation	0.0	-75	-150
4. Transfer to Ecology	-4.0	-373	-702
Policy -- Non-Comp Total	-5.6	-546	-1,048
Policy Comp Changes:			
5. 3% Salary Cut for State Employees	0.0	-14	-36
6. Suspend Plan 1 Uniform COLA	0.0	-9	-18
Policy -- Comp Total	0.0	-23	-54
Total Policy Changes	-5.6	-569	-1,102
Total 2011-13 Biennium	4.0	364	766
Difference from 2009-11	-5.6	-517	-990
% Change from 2009-11	-58.1%	-58.7%	-56.4%

Comments:

1. Reduced Staffing and Expenses - The Columbia River Gorge Commission will reduce staffing and commensurate salaries. Additional savings will be found through reductions in goods and services. All reductions are ongoing. General Fund-State reductions are matched by equal reductions in General Fund-Private/Local, which represents the Oregon share of the reduction, as required by the Columbia River Gorge Compact. (General Fund-State, General Fund-Private/Local)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Savings from Consolidation - Funding is reduced to reflect savings from the Columbia River Gorge Commission being absorbed into the department of ecology pursuant to ESSB 5669. (general fund-state, general fund-private/local)

4. Transfer to Ecology - Pursuant to Second Senate Substitute Bill No. 5669, the Columbia River Gorge Commission will be consolidated into the Department of Ecology. The Department of Ecology will continue to maintain a separate budget for CRGC as directed in the interstate compact. (general fund-state, general fund-federal, general fund-local)

5. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

6. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Ecology
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		1,548.5	111,277	446,022
2011-13 Maintenance Level		1,557.6	120,987	455,527
Policy Non-Comp Changes:				
1.	Pollution Liability Agency Tenancy	0.0	-38	-96
2.	Move Federal Authority to Capital	0.0	0	-5,000
3.	Reduce Biosolids Program Funding	0.0	0	-400
4.	Cont'd Pollution Control Fund Shift	0.0	-5,000	0
5.	Stabilize Oil Spill Prevention Acct	0.0	0	0
6.	Cont'd Flood Control Grant Reduc.	0.0	0	-2,000
7.	Continued Litter Pickup Reduction	-2.0	0	-7,000
8.	Reduce Emergency Water Account	0.0	0	-120
9.	Reduce Air Pollution Control Acct	0.0	0	-946
10.	Reduce Grass Seed Account	0.0	0	-11
11.	Agricultural Burning Fees	1.5	0	276
12.	New Air Emission Source Review Fees	0.8	0	200
13.	Implementing the Ban on Bisphenol A	0.3	0	90
14.	Brake Friction Material Ban	1.4	0	288
15.	Complying w/ Air Quality Standards	5.8	0	1,504
16.	Pre-Payment Agreement Authority	2.3	0	588
17.	Teck Cominco Litigation Support	0.0	0	500
18.	Keeping Toxins Out of Puget Sound	5.8	0	1,996
19.	Mercury-Containing Lights	1.3	0	2,170
20.	Protecting Washington Shorelines	3.1	0	3,558
21.	Water Quality Permit Fee Revision	0.0	0	755
22.	Completed Reclaimed Water Work Red	-2.3	-570	-570
23.	Local Shoreline Grants Fund Shift	0.0	-4,500	0
24.	Reducing Fee-Supported Air Programs	-2.2	-491	-491
25.	Completed Climate Task Reduction	-0.8	-407	-407
26.	State Data Center Rate Increase	0.0	147	423
27.	Oil Spill Program	1.3	0	463
28.	Climate Policy Group Reduction	0.0	-880	-880
29.	Puget Sound Corps	6.3	644	644
30.	Watershed Planning Reduction	0.0	-5,928	-5,928
31.	Water Resources Program Reduction	-11.7	-2,482	-2,482
32.	PPG Reduction	0.0	0	-1,155
33.	Interagency Charges - AG	0.0	-240	-692
34.	Consolidating Administration	-3.8	-556	-556
35.	Colocation Savings	0.0	-100	-100
36.	Executive Reduction	0.0	-45	-45
37.	Management Efficiency	0.0	-1,030	-1,030
38.	PLIA Transfer to Ecology	3.0	0	848
39.	Administrative Reduction	0.0	-389	-389
40.	Low Level Waste Transfer to DOH	-1.2	0	-349
41.	Accepting CRGC	4.0	373	702
Policy -- Non-Comp Total		12.9	-21,492	-15,642

2011-13 Omnibus Operating Budget
Department of Ecology
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
Policy Comp Changes:			
42. Average Final Compensation Adjust	0.0	10	31
43. 3% Salary Cut for State Employees	0.0	-1,724	-6,116
44. Suspend Plan 1 Uniform COLA	0.0	-985	-3,488
45. Retire-Rehire Changes (State)	0.0	-5	-15
Policy -- Comp Total	0.0	-2,704	-9,588
Total Policy Changes	12.9	-24,196	-25,230
Total 2011-13 Biennium	1,570.5	96,791	430,297
Difference from 2009-11	22.0	-14,486	-15,725
% Change from 2009-11	1.4%	-13.0%	-3.5%

Comments:

1. Pollution Liability Agency Tenancy - Funding is reduced after the Pollution Liability Insurance Agency (PLIA) moves to the Department of Ecology headquarters building in Lacey. Co-location is expected to save about $60,000 per fiscal year in Fiscal Year 2014 and beyond. (General Fund-State, State Toxics Control Account-State, various other accounts)

2. Move Federal Authority to Capital - Federal expenditure authority is removed from the operating budget on an ongoing basis for federal grants related to the Shorelands Program that are capital in nature. In the future, expenditure authority for these grants will be addressed in the capital budget. (General Fund-Federal)

3. Reduce Biosolids Program Funding - Anticipated revenue into the Biosolids Permit Account will not be sufficient to support the 2011-13 biennium carryforward level of expenditure authority. Therefore, funding is reduced by $400,000 in Fiscal Year 2012 to balance the account and better equalize per-fiscal year spending over the long term. (Biosolids Permit Account-State)

4. Cont'd Pollution Control Fund Shift - Continuing a budget change initiated in the 2010 supplemental operating budget, the General Fund-State portion of activities that support cleaning up polluted waters, controlling stormwater pollution, and preventing point source and non-point source pollution is shifted, on a one-time basis, to the State Toxics Control Account. (General Fund-State, State Toxics Control Account-State)

5. Stabilize Oil Spill Prevention Acct - The Department of Ecology provides spill prevention and preparedness services to protect Puget Sound, the outer coast, the Columbia River and other inland waters from such incidents. These activities are funded through the Oil Spill Prevention Account. This account is projected to be in shortfall during the 2011-13 biennium. In order to stabilize long-term program funding, expenditure authority for oil spill prevention and response activities is shifted, on an ongoing basis, from the Oil Spill Prevention Account to the State Toxics Control Account. (State Toxics Control Account-State, Oil Spill Prevention Account-State)

6. Cont'd Flood Control Grant Reduc. - Ecology administers the Flood Control Assistance Account Program, providing grants and technical assistance to local governments for flood damage reduction projects and comprehensive flood hazard management planning. Due to the General Fund-State revenue shortfall, the $2.0 million Flood Control Assistance Account Program reduction initiated during the 2009-11 biennium is continued in the 2011-13 biennium. (Flood Control Assistance Account-State)

7. Continued Litter Pickup Reduction - The Waste Reduction, Recycling, and Litter Control Account funds litter prevention and pickup activity within the Department of Ecology. Funding and FTE staff for this activity are reduced on a one-time basis, continuing $4.0 million of a $6.0 million reduction begun during the 2009-11 biennium. Remaining resources will allow the agency to operate a substantially scaled-back litter pickup program. (Waste Reduction, Recycling, and Litter Control Account-State)

8. Reduce Emergency Water Account - Expenditure authority in the State Emergency Water Projects Revolving Account is reduced on an ongoing basis to match available revenue. This will result in less capacity for monitoring, mitigation, and planning associated with drought response. (State Emergency Water Projects Revolving Account-State)

9. Reduce Air Pollution Control Acct - Expenditure authority is reduced on a one-time basis to reflect a delay in greenhouse gas reporting. (Air Pollution Control Account-State)

10. Reduce Grass Seed Account - Expenditure authority is reduced on an ongoing basis to match anticipated fund balance in the Special Grass Seed Burning Research Account. This reduction will result in less capacity to research alternatives to grass seed burning. (Special Grass Seed Burning Research Account-State)

11. Agricultural Burning Fees - Funding and FTE staff are increased on an ongoing basis to match expected fee revenue. A separate budget adjustment reduces General Fund-State support for this program. (Air Pollution Control Account-State)

12. New Air Emission Source Review Fees - The 2009-11 biennial operating budget directed the DOE to increase fees to recover the costs of this program. Funding and FTE staff are increased on an ongoing basis to match anticipated fee revenue. A separate budget adjustment reduces General Fund-State support for this program. (Air Pollution Control Account-State)

13. Implementing the Ban on Bisphenol A - Chapter 140, Laws of 2010 (SSB 6248) placed a ban on Bisphenol A, used in baby bottles and sport bottles, effective July 1, 2011. Ongoing funding and FTE staff are provided for the DOE to implement bill provisions for manufacturer notification, complaint investigation, and enforcement. (State Toxics Control Account-State).

14. Brake Friction Material Ban - Chapter 147, Laws of 2010 (SSB 6557) instituted a phased ban on certain brake friction material concentrations, and directed the DOE to initiate the first phase of a brake friction material ban, including developing pad-content certification criteria by December 2012. The DOE will begin receiving manufacturer pad-content data triennially beginning January 2013, and will begin documenting baseline levels of certain chemicals used in brake pads by July 2013. One-time funding and FTE staff are provided to carry out these tasks. (State Toxics Control Account-State)

15. Complying w/ Air Quality Standards - During the 2011-13 biennium, the U.S. Environmental Protection Agency is expected to adopt tougher air quality standards. The DOE anticipates that several areas of the state will be at risk for violating the new standards, including the greater Puget Sound area, Yakima, Darrington, and potentially Spokane and Clark counties. Ongoing funding and FTE staff are provided for the DOE to identify sources that contribute to each community's pollution levels, and develop and implement strategies that will keep these areas in compliance with federal law. (General Fund-Federal, State Toxics Control Account-State)

16. Pre-Payment Agreement Authority - Ongoing funding and FTE staff are provided for Ecology to negotiate and carry out pre-payment agreements that materialize in the 2011-13 biennium and beyond. These costs will be paid for by the parties who request services. (State Toxics Control Account-Private/Local)

17. Teck Cominco Litigation Support - One-time funding is provided for continuing Attorney General services and expert-witness costs associated with the Pakootas et al. v. Teck Cominco, Ltd., case concerning a toxic cleanup site on the Upper Columbia River. The Department of Ecology and the Confederated Tribes of the Colville Reservation are co-plaintiffs in this litigation. It addresses the liability under federal law for cleanup and natural resource restoration costs at a smelter complex located in British Columbia, Canada. (State Toxics Control Account-State)

18. Keeping Toxins Out of Puget Sound - The DOE partners with local governments to help businesses correct practices related to hazardous waste management, spill prevention, stormwater pollution, and other environmental rules. Ongoing funding and FTE staff are provided to manage the DOE's portion of these activities. Ongoing grant funding of $1 million is provided from the Local Toxics Control Account to support local government staff to conduct hazardous waste and stormwater technical assistance visits. (State Toxics Control Account-State, Local Toxics Control Account-State)

19. Mercury-Containing Lights - Ongoing funding from the Product Stewardship Programs Account and full-time equivalent staff are provided for such tasks as establishing rules for mercury-light recycling plans and collection systems, and compiling a database of private sector, recycling program implementors. Ongoing funding from the State Toxics Control Account and FTE staff are also provided for enforcement of a June 2012 ban on the sale of bulk mercury. (Product Stewardship Programs Account-Nonappropriated, State Toxics Control Account-State)

20. Protecting Washington Shorelines - The Department is provided $3.6 million and 3.1 FTE staff for the shoreline master program updates during the 2011-13 biennium. During the 2013-15 biennium, the funding level will reduce to $2.9 million as the last remaining jurisdictions will complete their shoreline updates. (State Toxics Control Account-State, Local Toxics Control Account-State)

21. Water Quality Permit Fee Revision - The DOE is designated by the U.S. Environmental Protection Agency as the state agency responsible for implementing federal and state water pollution control laws and regulations. Wastewater and stormwater discharges are regulated primarily by wastewater discharge permits, which stipulate specific limits and conditions of allowable discharge. RCW 90.48.465 requires that permit fee revenue cover the cost of the permit program and that the fee schedule be adjusted biennially. The DOE will increase fees by the fiscal growth factor during 2011-13. (Water Quality Permit Account-State)

22. Completed Reclaimed Water Work Red - Funding and FTE staff are eliminated to reflect completion of one-time tasks required by reclaimed water legislation enacted during the 2006 and 2007 legislative sessions.

23. Local Shoreline Grants Fund Shift - Base funding of $4.5 million is shifted permanently from General Fund-State to the Local Toxics Control Account for grants to local governments engaged in Shoreline Master Program updates. (General Fund-State, Local Toxics Control Account-State)

24. Reducing Fee-Supported Air Programs - General Fund-State support and FTE staff are reduced on an ongoing basis for three activities within the Department of Ecology's Air Quality Program: woodstove education and enforcement, agricultural burning regulation, and new air emission source review. Recent fee increases for agricultural burning and new air emission source review allow funding from dedicated accounts to be increased, thereby reducing the need for General Fund-State subsidies for these programs.

25. Completed Climate Task Reduction - Funding and FTE staff are reduced on an ongoing basis to reflect completion of one-time tasks required by Chapter 14, Laws of 2008.

26. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

27. Oil Spill Program - Funding is provided for Engrossed Second Substitute House Bill 1186 (state's oil spill program) which requires additional contingency planning requirements for tank vessels, including enhanced standards and the formation of a vessels of opportunity system. The DOE is required to establish a volunteer coordination system to be used as part of an oil spill response. Penalties are increased for vessels violating the state's oil spill laws by discharging 1,000 or more gallons of oil. The legislation provides for state notification of vessel emergencies resulting in the discharge of oil or the threat of oil discharge. (State Toxics Control Account--State)

28. Climate Policy Group Reduction - Funding is reduced for the Climate Policy Group currently working on the state integrated climate change response strategy, maintaining scientific and technical information on the impacts of climate change in the state, developing greenhouse gas emission reduction strategies, and collaborating with national and regional organizations to address issues related to climate change. This is a 50 percent reduction in the general fund-state appropriation. (general fund-state)

29. Puget Sound Corps - Funding and FTEs are transferred from the Department of Natural Resources' Washington Conservation Corps(WCC) to the DOE pursuant to Substitute House Bill 1294 (Puget Sound corps).

30. Watershed Planning Reduction - Funding and FTEs are reduced from watershed planning activities in the Shorelands and Environmental Assistance program. (General Fund--State)

31. Water Resources Program Reduction - Funding and FTEs are reduced from the water resources program. Pursuant to proviso language in the Senate budget, $2.15 million of the general fund--state appropriation is provided solely for processing water right permit applications in the current backlog of unprocessed applications.

32. PPG Reduction - Expenditure authority is reduced in the state and local toxics accounts for public participation grants. This a one-time reduction.

33. Interagency Charges - AG - Funding is provided for this agency's share of payments to the Office of the Attorney General for legal services. (General Fund-State, Various Other Funds)

34. Consolidating Administration - Funding and FTEs are reduced from the budget for administration. The department is encouraged but not required to coordinate and collaborate with other natural resources agency staff to satisfy administrative requirements and duties that include but are not limited to: human resources, contracting and procurement, purchasing, communications and information technology. (General Fund - State)

35. Colocation Savings - Savings are assumed related to natural resources colocating. Savings are only assumed in the second fiscal year. (General Fund - State)

36. Executive Reduction - Funding is reduced from the budget for executive administrative staff. This reduction represents 15 percent of the general fund-state appropriation for executive staff and is proportional to the reductions associated with consolidating back-office functions. (General-Fund State)

37. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

38. PLIA Transfer to Ecology - Pursuant to ESSB 5669, the Pollution Liability Insurance Agency is administratively and fiscally transferred to the Department of Ecology beginning in the second fiscal year. (Pollution Liability Insurance Account, Oil Pollution Control Account - Non-Appropriated)

39. Administrative Reduction - Funding is reduced per agency proposal. This reduction reflects the agency proposal less the administrative consolidation reductions and the executive reductions in this budget. (general fund-state)

40. Low Level Waste Transfer to DOH - Pursuant to ESSB 5669, the low-level radioactive waste program is transferred from the department of ecology to the department of health. (site cleanup account)

41. Accepting CRGC - Pursuant to ESSB 5669, the Columbia River Gorge Commission will be transferred into the department of ecology beginning in the second fiscal year. (general fund-state, general fund-private/local)

42. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

43. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

44. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

45. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
WA Pollution Liab Insurance Program
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	6.0	0	1,639
2011-13 Maintenance Level	6.0	0	1,667
Policy Non-Comp Changes:			
1. Lease Rate Adjustments	0.0	0	72
2. State Data Center Rate Increase	0.0	0	4
3. Relocation Notification	0.0	0	26
4. Interagency Charges - AG	0.0	0	-4
5. Program transfer to Ecology	-3.0	0	-848
Policy -- Non-Comp Total	-3.0	0	-750
Policy Comp Changes:			
6. 3% Salary Cut for State Employees	0.0	0	-26
7. Suspend Plan 1 Uniform COLA	0.0	0	-15
Policy -- Comp Total	0.0	0	-41
Total Policy Changes	-3.0	0	-791
Total 2011-13 Biennium	3.0	0	876
Difference from 2009-11	-3.0	0	-763
% Change from 2009-11	-50.0%	0.0%	-46.6%

Comments:

1. Lease Rate Adjustments - Funding is provided to co-locate the Pollution Liability Insurance Agency (PLIA) with the Department of Ecology (DOE) at the DOE's headquarters building in Lacey. On a statewide basis, co-location is expected to save about $60,000 per fiscal year beginning in FY 2014. (Pollution Liability Insurance Program Trust Account-State; Heating Oil Pollution Program Trust Account-Non-Appropriated)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Relocation Notification - Pursuant to executive request legislation consolidating the PLIA into the Department of Ecology, one-time funding of $26,000 is provided during Fiscal Year 2012 for mailing costs associated with pre-consolidation notification of approximately 50,000 participants in PLIA's Oil Heat Insurance Liability Program. (Heating Oil Pollution Liability Trust Account-Nonappropriated)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Program transfer to Ecology - Pursuant to ESSB 5669, PLIA will be transferred administratively and fiscally into the department of ecology beginning in the second fiscal year. (pollution liability insurance account)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
WA Pollution Liab Insurance Program

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
State Parks and Recreation Comm
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	732.7	43,487	151,172
2011-13 Maintenance Level	733.4	68,226	154,846
Policy Non-Comp Changes:			
1. Increase Boater Education	0.0	0	38
2. State Data Center Rate Increase	0.0	0	111
3. Parks Transition Funds	0.0	20,000	20,000
4. Discover Pass	-33.4	-67,064	-13,209
5. Adjust Authority to Avail Revenue	0.0	0	-10,000
6. Interagency Charges - AG	0.0	0	-60
7. Consolidating Administration	-3.6	-373	-373
8. Colocation Savings	0.0	-100	-100
9. Executive Reduction	0.0	-81	-81
10. Management Efficiency	0.0	-548	-548
11. Increase Winter Rec Maintenance	0.0	0	200
Policy -- Non-Comp Total	-37.0	-48,166	-4,022
Policy Comp Changes:			
12. Average Final Compensation Adjust	0.0	11	13
13. 3% Salary Cut for State Employees	0.0	-1,732	-1,973
14. Suspend Plan 1 Uniform COLA	0.0	-1,000	-1,226
15. Retire-Rehire Changes (State)	0.0	-5	-6
Policy -- Comp Total	0.0	-2,726	-3,192
Total Policy Changes	-37.0	-50,892	-7,214
Total 2011-13 Biennium	696.4	17,334	147,632
Difference from 2009-11	-36.3	-26,153	-3,540
% Change from 2009-11	-5.0%	-60.1%	-2.3%

Comments:

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Parks Transition Funds - Funds are provided on a one-time basis for maintenance and operation, and to improve accessibility to recreational activities in parks that provide opportunities for boaters and off-road vehicle users. (Recreation Resources Account-State, Off-Road Vehicle Account-State)

4. Discover Pass - Pursuant to ESSB 5669 (state lands recreation pass), Parks is granted the authority to charge a $30 annual and a $10 day-use fee for vehicle access to state parks. Revenue from these fees will be deposited in the Parks Renewal and Stewardship Account. (General Fund-State, Parks Renewal and Stewardship Account-State)

6. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

7. Consolidating Administration - Funding and FTEs are reduced from the budget for administration. The department is encouraged but not required to coordinate and collaborate with other natural resources agency staff to satisfy administrative requirements and duties that include but are not limited to: human resources, contracting and procurement, purchasing, communications and information technology. (general fund-state)

8. Colocation Savings - Funding is reduced to reflect savings coming from natural resources agencies colocating office space. Funding is only reduced in the second fiscal year. (General-fund state)

9. Executive Reduction - Funding is reduced from the budget for executive administrative staff. This reduction represents 15 percent of the general fund-state appropriation for executive staff and is proportional to the reductions associated with consolidating back-office functions. (General-Fund State)

10. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

11. Increase Winter Rec Maintenance - Parks funds access to trails for cross-country skiing, snowshoeing, dog sledding, and snow play through fees in designated "Sno-Park" parking areas adjacent to trails. Parks increased Sno-Park fees during the 2009-11 biennium in order to maintain the non-motorized winter recreation trail system. Ongoing expenditure authority is provided to spend the additional fee revenue projected to be generated. (Winter Recreation Program Account-State)

12. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

13. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

14. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

15. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Rec and Conservation Funding Board
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	23.6	2,966	17,887
2011-13 Maintenance Level	20.9	2,450	17,577
Policy Non-Comp Changes:			
1. Revised Savings Assumption: SACS	0.0	0	84
2. Revised Savings Assumption: PSP/RCO	0.0	0	236
3. Reduce Recreation Grant Management	-0.7	0	-391
4. Reduce Agency Administrative Costs	-1.5	-200	-200
5. Extend Invasive Species Council	0.9	-44	132
6. Reduce Forest and Fish Grants	0.0	0	-7,146
7. State Data Center Rate Increase	0.0	18	45
8. Interagency Charges - AG	0.0	-2	-5
9. Salmon Funding and Other Reductions	0.0	-244	-244
Policy -- Non-Comp Total	-1.3	-472	-7,489
Policy Comp Changes:			
10. 3% Salary Cut for State Employees	0.0	-34	-198
11. Suspend Plan 1 Uniform COLA	0.0	-19	-112
Policy -- Comp Total	0.0	-53	-310
Total Policy Changes	-1.3	-525	-7,799
Total 2011-13 Biennium	19.6	1,925	9,778
Difference from 2009-11	-4.0	-1,041	-8,109
% Change from 2009-11	-17.0%	-35.1%	-45.3%

Comments:

1. Revised Savings Assumption: SACS - The Recreation and Conservation Office's (RCO) 2010 Supplemental Operating Budget assumed savings from the transfer of two full-time employees to Small Agency Client Services (SACS). Based on updated information, only one full-time employee was eliminated at the RCO. Ongoing funding is corrected. (General Fund-Federal, Recreation Resources Account-State, Nonhighway Off-Road Vehicle Acitvities Program Account-State)

2. Revised Savings Assumption: PSP/RCO - In the 2010 Supplemental Operating Budget, the RCO and the Puget Sound Partnership were directed to combine back-office functions. Initial assumptions of savings were higher than was achieved. Ongoing funding is adjusted to reflect actual savings. (General Fund-Federal, Recreation Resources-State, Nonhighway Off-Road Vehicle Activities Program Account-State)

3. Reduce Recreation Grant Management - During the 2009-11 biennium, the RCO oversaw fewer new grant projects related to a reduction in available capital budget funding from the the Recreation Resources Account and the Nonhighway and Off-Road Vehicle Activities Account. Therefore, the RCO requires less funding to manage ongoing aspects of these grants. This is a one-time reduction. (Recreation Resources Account-State, Nonhighway Off-Road Vehicle Activities Program Account-State)

4. Reduce Agency Administrative Costs - During the 2011-13 biennium, the RCO will manage fewer grants and councils; as a result, fewer administrative services will be needed. (general fund-state)

5. Extend Invasive Species Council - The Washington Invasive Species Council is scheduled to expire on December 31, 2011. The expiration date is pushed back to June 30, 2017, pursuant to House Bill 1413 (invasive species council) in order to maintain cooperative action by federal, state, tribal, local, and non-governmental partners on invasive species. Participating governmental and non-governmental partners will contribute to the staffing of the council through interagency agreements. Additional ongoing funding is provided through the Vessel Response Account. (General Fund-State, Vessel Response Account-State)

6. Reduce Forest and Fish Grants - The RCO will reduce ongoing federal expenditure authority related to the Department of Natural Resources' Forest and Fish Rules Agreements, which is projected to exceed contract balances for the 2011-13 biennium. This funding was provided to the RCO by the National Oceanic and Atmospheric Administration as part of the Pacific Coastal Salmon Recovery Funds. These funds must be fully expended by May 2011. (General Fund-Federal)

7. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

8. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

9. Salmon Funding and Other Reductions - The RCO will transfer funding for support of both the salmon recovery lead entity program and the Salmon Recovery Funding Board's (SRFB) Technical Review Panel from General Fund-State to General Fund-Federal. These ongoing changes reduce the RCO's General Fund-State expenditures, but also decrease the amount of funding available for salmon recovery projects on the ground. In addition, the agency will reduce travel and purchases of goods and services agency wide.

10. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

11. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Environ & Land Use Hearings Office
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	8.8	2,212	2,212
2011-13 Maintenance Level	19.3	5,521	5,521
Policy Non-Comp Changes:			
1. Reduce Staffing and Other Costs	-1.0	-516	-516
2. State Data Center Rate Increase	0.0	8	8
3. Interagency Charges - AG	0.0	-18	-18
Policy -- Non-Comp Total	-1.0	-526	-526
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-100	-100
5. Suspend Plan 1 Uniform COLA	0.0	-54	-54
Policy -- Comp Total	0.0	-154	-154
Total Policy Changes	-1.0	-680	-680
Total 2011-13 Biennium	18.3	4,841	4,841
Difference from 2009-11	9.5	2,629	2,629
% Change from 2009-11	108.0%	118.9%	118.9%

Comments:

1. Reduce Staffing and Other Costs - Funding and FTE staff are reduced on an ongoing basis to reflect a variety of savings measures, including eliminating attorney positions, implementing voluntary leave without pay, downshifting staff time, and taking reductions in goods and services. (general fund-state)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
State Conservation Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	17.6	14,803	15,981
2011-13 Maintenance Level	17.6	15,200	16,379
Policy Non-Comp Changes:			
1. Conservation District Efficiencies	0.0	-400	-400
2. State Data Center Rate Increase	0.0	18	18
3. Ruckelshaus Center Process	0.6	0	122
4. Interagency Charges - AG	0.0	-6	-6
5. Vacancy, Temp Layoff, Reduce Grants	-0.6	-1,100	-1,100
Policy -- Non-Comp Total	0.0	-1,488	-1,366
Policy Comp Changes:			
6. 3% Salary Cut for State Employees	0.0	-82	-82
7. Suspend Plan 1 Uniform COLA	0.0	-47	-47
Policy -- Comp Total	0.0	-129	-129
Total Policy Changes	0.0	-1,617	-1,495
Total 2011-13 Biennium	17.6	13,583	14,884
Difference from 2009-11	0.0	-1,220	-1,097
% Change from 2009-11	0.0%	-8.2%	-6.9%

Comments:

1. Conservation District Efficiencies - The Conservation Commission will reduce pass-through monies to conservation districts to encourage administrative efficiencies. While the type of efficiencies is at the discretion of the commission and districts, merging districts into broader ecoregions is encouraged. (general-fund state)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Ruckelshaus Center Process - Funding is provided for Engrossed Substitute House Bill 1886 (Ruckelshaus center process). The bill establishes the Voluntary Stewardship Program to be administered by the Commission that allows participating counties to protect critical areas in areas used for agricultural activities through the Voluntary Stewardship Program rather than through regulatory requirements of the Growth Management Act. (General Fund-Federal)

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Vacancy, Temp Layoff, Reduce Grants - Funding and FTE are reduced to achieve administrative efficiencies. Commission will absorb vacancies. (general fund-state)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Dept of Fish and Wildlife
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		1,385.9	75,600	327,844
2011-13 Maintenance Level		1,438.4	81,992	339,846
Policy Non-Comp Changes:				
1.	Oil Spill Account Shortfall	0.0	0	-223
2.	Puget Sound Federal Funds	0.0	0	18,000
3.	Extend Aquatic Invasives Fee	0.0	0	138
4.	Reduce Back-Office Functions	-5.7	-1,046	-1,046
5.	Reduce Salmonid Recovery Technical	-1.2	-200	-200
6.	Eliminate Dangerous Wildlife Specia	-1.0	-210	-210
7.	State Data Center Rate Increase	0.0	53	106
8.	Discover Pass	13.9	-450	8,954
9.	Hydraulic Proj Approval Reduction	0.0	-1,000	-1,000
10.	Adust Authority to Avail Revenue	0.0	0	-10,500
11.	Conduct Critical Asset Maintenance	1.0	0	500
12.	Inc Hunting & Fishing License Fees	5.5	-4,028	14,462
13.	Shift Funding for Rules Officer	0.0	-158	0
14.	Reduce Winter Elk Feeding	0.0	-300	-300
15.	Reduce Habitat Research	0.0	-82	-82
16.	Reduce Statewide Habitat Coord	-0.4	-63	-63
17.	Eliminate Fish Passage Coordinator	-1.0	-166	-166
18.	Eliminate Major Projects Manager	-0.7	-138	-138
19.	Eliminate Aquatic Edu Activities	-2.3	-442	-442
20.	Reduce Fish Management Capabilities	-2.5	-300	-300
21.	Eliminate Remaining Full-Time Pilot	0.0	-148	-148
22.	Reduce Technology Costs	0.0	-240	-240
23.	Reduce Hatchery Operations	-0.9	-200	-200
24.	Shift Funds for Eco-Region Planner	0.0	-186	0
25.	Administrative Consolidation	-3.8	-372	-372
26.	Interagency Charges - AG	0.0	-134	-224
27.	Colocation Savings	0.0	-100	-100
28.	Executive Reduction	0.0	-126	-126
29.	Grizzly bear outreach program	0.0	75	75
30.	Management Efficiency	0.0	-406	-406
Policy -- Non-Comp Total		1.0	-10,367	25,749
Policy Comp Changes:				
31.	Average Final Compensation Adjust	0.0	8	26
32.	3% Salary Cut for State Employees	0.0	-1,499	-4,685
33.	Suspend Plan 1 Uniform COLA	0.0	-743	-2,507
34.	Retire-Rehire Changes (State)	0.0	-4	-12
Policy -- Comp Total		0.0	-2,238	-7,178
Total Policy Changes		1.0	-12,605	18,571
Total 2011-13 Biennium		1,439.4	69,387	358,417
Difference from 2009-11		53.5	-6,213	30,573

2011-13 Omnibus Operating Budget
Dept of Fish and Wildlife
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
% Change from 2009-11	3.9%	-8.2%	9.3%

Comments:

1. **Oil Spill Account Shortfall -** Continues a funding reduction initiated in the 2009-11 biennium that will be ongoing. (Oil Spill Prevention Account)

2. **Puget Sound Federal Funds -** The Department of Fish and Wildlife (DFW) is entering into an agreement with the U.S. Environmental Protection Agency (EPA) to protect and restore marine and nearshore habitats of Puget Sound, which are critical to the Sound's health. Funding provided by the EPA will be distributed to state and local partners through a competitive process to fund projects that improve the effectiveness of existing regulatory and stewardship programs, implement protection and restoration projects, prevent or reduce the threats posed by invasive species and oil spills, and address ecosystem problems. (General Fund-Federal)

3. **Extend Aquatic Invasives Fee -** The $1.50 fee on watercraft registrations to fund quatic invasive species checkpoints and development of management plans expires on June 30, 2012. SB 5036 removes the sunset date. Funding is increased on an ongoing basis to match anticipated fee revenue. (Aquatic Invasive Species Prevention Account-State)

4. **Reduce Back-Office Functions -** As part of the Department of Fish and Wildlife's 10 percent General Fund-State reductions, several back-office positions are eliminated: an accounting position, a position in the director's office, a receptionist, fleet manager, and an administrative assistant in the Habitat Program. Other cuts include reducing purchasing and contracts and eliminating vehicle replacement for the 2011-13 biennium. (general fund-state)

5. **Reduce Salmonid Recovery Technical -** This reduction eliminates 10 percent of statewide technical assistance provided to nine local governments and 11 non-government organizations (general fund-state)

6. **Eliminate Dangerous Wildlife Specia -** This reduction eliminates the dangerous wildlife specialist in western Washington. (general fund-state)

7. **State Data Center Rate Increase -** Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

8. **Discover Pass -** House Bill 1796 (Washington's heritage) creates the annual Discover Pass and Day-Use Permit and requires these permits to be visible in any vehicle located at a recreation site or recreation lands managed by the DNR, the WDFW, or the State Parks and Recreation Commission. Proceeds from fees will support the maintenance and operation of state recreational lands, including state parks. (General Fund-State, State Wildlife Account-State, Wildlife Rehabilitation Account-State)

9. **Hydraulic Proj Approval Reduction -** Funding is reduced for the Hydraulic Project Approval Program. (general fund-state)

10. **Adust Authority to Avail Revenue -** Expenditure authority in the state wildlife account is reduced to bring the account expenditure authority into balance with revenues deposited into the account. (state wildlife account)

11. **Conduct Critical Asset Maintenance -** The maintenance budget for the Department of Fish and Wildlife's facilities is increased on an ongoing basis to reduce the estimated $13.3 million deferred maintenance backlog, reduce future capital budget requests for repairs and replacement of assets that are unusable, create utility efficiencies, and provide safe facilities for staff and the public. (State Wildlife Account-State)

12. **Inc Hunting & Fishing License Fees -** Pursuant to Senate Bill 5622 (state lands recreation access), State Wildlife Account revenue is increased by making a variety of changes to licenses and endorsement fee schedules. The revenue generated in this legislation, primarily by adjusting fishing and hunting fees, is estimated to increase revenue and mitigate a projected shortfall largely related to the expiration of a 10 percent surcharge on fishing and hunting licenses enacted during the 2009-11 biennium. (General Fund-State, State Wildlife Account-State)

13. Shift Funding for Rules Officer - Funding for this position is shifted on an ongoing basis from General Fund-State to the Fish and Wildlife Enforcement Reward Account. (General Fund-State, Fish and Wildlife Enforcement Reward Account-State)

14. Reduce Winter Elk Feeding - This one-time 50 percent reduction to the winter elk feeding budget will result in the continued closure of the West Valley or Tieton feeding site through the 2011-13 biennium. This site is adjacent to private land and orchards, and is currently fenced to keep elk out of the orchards. (general fund-state)

15. Reduce Habitat Research - This one-time reduction eliminates funding for a project to improve forest habitats to benefit wildlife in the Sinlahekin Wildlife Area and reduces habitat research and monitoring activities on other DFW lands throughout the state. (general fund-state)

16. Reduce Statewide Habitat Coord - This ongoing reduction in Fiscal Year 2013 eliminates funding for the biologist currently serving on this group. Loss of this position will reduce coordination among agencies and non-governmental organizations to maintain wildlife passage in transportation planning, climate change adaptation, and biodiversity conservation. (general fund-state)

17. Eliminate Fish Passage Coordinator - Funding is reduced on an ongoing basis for one of two positions, thereby increasing the time between project assessment and barrier replacement as well as the total number of projects reviewed for program suitability. (general fund-state)

18. Eliminate Major Projects Manager - This ongoing reduction eliminates the Major Projects Section Manager and merges remaining staff into the Renewable Energy Section. (general fund-state)

19. Eliminate Aquatic Edu Activities - Funding and FTE are reduced for education activities in the department of fish and wildlife. This eliminates the funding for angler education and salmon in the classroom activities. (general fund-state)

20. Reduce Fish Management Capabilities - This ongoing reduction eliminates two fish and wildlife biologist positions and a part-time administrative support position. This reduction may cause a delay of one to two years in the completion of regional steelhead management plans. Reduced staffing will eliminate work currently funded by the state general fund to evaluate chinook and coho salmon release strategies from south Puget Sound hatcheries. (general fund-state)

21. Eliminate Remaining Full-Time Pilot - With reductions in aircraft owned and operated by state agencies, the Department of Fish and Wildlife will shift its remaining pilot position from full-time to intermittent status. Ongoing savings will be realized. (general fund-state)

22. Reduce Technology Costs - As an ongoing reduction, the Department of Fish and Wildlife will lower desktop lease costs by moving to server-based applications. (general fund-state)

23. Reduce Hatchery Operations - Funding is reduced for seasonal personnel, office supplies, and vehicle fuel. (general fund-state)

24. Shift Funds for Eco-Region Planner - The Department of Fish and Wildlife is seeking grant funding from the U.S. Environmental Protection Agency to replace current state funding for an Eco-Regional Planner. This position provides guidance documents and electronic maps that help local governments identify critical areas for protection of fish and wildlife under the Growth Management Act and the Shoreline Management Act. Funding is shifted on an ongoing basis to reflect this change. (General Fund-State, General Fund-Federal)

25. Administrative Consolidation - Funding and FTEs are reduced from the budget for administration. The department is encouraged but not required to coordinate and collaborate with other natural resources agency staff to satisfy administrative requirements and duties that include but are not limited to: human resources, contracting and procurement, purchasing, communications and information technology. (general fund-state)

26. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

27. Colocation Savings - Savings are assumed related to natural resources colocating. Savings are only assumed in the second fiscal year. (General-fund state)

28. Executive Reduction - Funding is reduced from the budget for executive administrative staff. This reduction represents 15 percent of the general fund-state appropriation for executive staff and is proportional to the reductions associated with consolidating back-office functions. (General-Fund State)

29. Grizzly bear outreach program - One-time funding is provided to a community-based organization to disseminate information about grizzly bears in the North Cascades. (general fund-state)

30. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

31. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

32. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

33. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

34. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Puget Sound Partnership
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	37.4	6,007	14,508
2011-13 Maintenance Level	38.7	5,967	14,855
Policy Non-Comp Changes:			
1. Puget Sound Federal Funding	2.0	0	1,980
2. Reduce Agency Costs & Activities	0.0	-373	-373
3. State Data Center Rate Increase	0.0	24	24
4. Local Education Grant	0.0	0	25
5. Reduce LID and Stormwater TA	0.0	-130	-130
6. Terminate Invasive Species IA w/DFW	0.0	-296	-296
Policy -- Non-Comp Total	2.0	-775	1,230
Policy Comp Changes:			
7. 3% Salary Cut for State Employees	0.0	-84	-166
8. Suspend Plan 1 Uniform COLA	0.0	-43	-90
Policy -- Comp Total	0.0	-127	-256
Total Policy Changes	2.0	-902	974
Total 2011-13 Biennium	40.7	5,065	15,829
Difference from 2009-11	3.4	-942	1,321
% Change from 2009-11	9.0%	-15.7%	9.1%

Comments:

1. Puget Sound Federal Funding - Additional federal expenditure authority is provided for new grant monies. Specific work to be completed with those grants includes tracking progress in implementing the Action Agenda, completing the 2011-13 Biennial Science Work Plan and the 2012 Puget Sound Science Update, implementing the Puget Sound Monitoring Program, and providing grants to local organizations to carry out the Action Agenda at the local level. (General Fund-Federal)

2. Reduce Agency Costs & Activities - The Puget Sound Partnership will reduce agency costs and activities, not to include grants to local entities. These ongoing reductions will restrict the ability of the Partnership to implement several near-term actions within the Puget Sound Action Agenda. (General Fund-State, General Fund-Federal)

3. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

4. Local Education Grant - During the 2009-11 Biennium the Puget Sound Partnership received a local grant for its education and outreach work, specifically benefitting its online collaboration tool. This appropriation allows the expenditure of the remainder of that grant. (General Fund - Private/Local)

5. Reduce LID and Stormwater TA - In the current Biennium the Partnership received funding to provide training and other assistance to local governments and private developers on the use of Low Impact Development Stormwater techniques (LID). As this program has matured and the use of LID techniques has become more prevalent the need for these services has been reduced. The Partnership will reduce these services by 30%. GF-S would be cut with a backfill of existing State Toxics Control Account which would now be used for agency operations. (general fund-state)

6. Terminate Invasive Species IA w/DFW - Cancels interagency agreement with WDFW which supports 1.7 FTE working on invasive species issues including Tunicate control. Maintains $6,000 for the biennium for PSP contribution to RCO for the Invasive Species Council. GF-S would be cut with a backfill of existing ALEA which would now be used for agency operations. (general fund-state)

7. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

8. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Natural Resources
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		1,365.9	86,335	375,203
2011-13 Maintenance Level		1,367.9	82,257	368,751
Policy Non-Comp Changes:				
1.	Lease Rate Adjustment	0.0	-43	-155
2.	Increase Nursery Planting & Harvest	0.0	0	1,800
3.	Increase Forest Road Maintenance	0.0	0	1,630
4.	Shift Helicopter Funding	0.0	0	-1,972
5.	Reduce Land Mgmt on Ag Trust Lands	0.0	-800	-1,600
6.	Reduce Natural Heritage Program	0.0	-537	-537
7.	Reduce Administrative Costs	0.0	-1,000	-1,000
8.	Incr Silviculture Burn Permit Fee	0.0	-750	0
9.	Reduce Fire Control Costs	0.0	-1,607	-1,607
10.	Forest Practices Reduction	0.0	-2,000	-2,000
11.	Maintain Adaptive Management Pgm	0.3	0	1,000
12.	State Data Center Rate Increase	0.0	209	732
13.	Discover Pass	11.0	-1,173	3,614
14.	Puget Sound Corps	-6.3	-644	-644
15.	Absorb Unemployment Cost Increase	0.0	-832	-832
16.	Resume Delayed Lands Mgmt Work	5.1	0	3,184
17.	Administrative Consolidation	-3.8	-525	-525
18.	Interagency Charges - AG	0.0	-104	-368
19.	Colocation Savings	0.0	-100	-100
20.	Executive Reductions	0.0	-138	-138
21.	Management Efficiency	0.0	-318	-318
Policy -- Non-Comp Total		6.3	-10,362	164
Policy Comp Changes:				
22.	Average Final Compensation Adjust	0.0	6	24
23.	3% Salary Cut for State Employees	0.0	-1,042	-4,500
24.	Suspend Plan 1 Uniform COLA	0.0	-613	-2,604
25.	Absorb Health Insurance Increase	0.0	-1,330	-1,330
26.	Retire-Rehire Changes (State)	0.0	-3	-10
Policy -- Comp Total		0.0	-2,982	-8,420
Total Policy Changes		6.3	-13,344	-8,256
Total 2011-13 Biennium		1,374.2	68,913	360,495
Difference from 2009-11		8.3	-17,422	-14,708
% Change from 2009-11		0.6%	-20.2%	-3.9%

2011-13 Omnibus Operating Budget
Department of Natural Resources

Comments:

1. Lease Rate Adjustment - The Department of Natural Resources (DNR) will vacate 7,726 square feet of space on the first floor of the NRB, effective July 1, 2011. (General fund-state, forest development -state, resource management cost account)

2. Increase Nursery Planting & Harvest - Due to an ongoing increase in silviculture activity resulting from the stabilization of timber sales, the Silviculture Program is anticipated to increase its seedling purchases in the 2011-13 biennium. This will require additional work by the State Forest Nursery to provide the necessary stock. (State Forest Nursery Revolving Account-Nonappropriated)

3. Increase Forest Road Maintenance - The Department of Natural Resources' Roads Program maintains a road network of approximately 12,000 miles on department-managed lands. This ongoing increase will enable the program to stay on track to complete federally-mandated road maintenance and abandonment planning work by July 1, 2016. (Access Road Revolving Account-Nonappropriated)

4. Shift Helicopter Funding - In the 2010 supplemental operating budget, 50 percent of the funding for the Department of Natural Resources' fire suppression helicopter fleet was transferred to the nonappropriated Forest Fire Protection Assessment Account (FFPA) from the non-budgeted Natural Resources Equipment Account (NREA). Revenues in the FFPA are not sufficient to sustain this fund shift while carrying out forest fire prevention and preparedness activities. This ongoing funding shift back to the NREA will keep the FFPA Account balanced and maintain current levels of fire prevention and preparedness activities. (Forest Fire Prevention Assessment Account-Nonappropriated)

5. Reduce Land Mgmt on Ag Trust Lands - The amount of General Fund-State funding provided for deposit into the Agricultural College Trust Management Account (ACTMA) is reduced. Because the ACTMA receives all of its revenue from General Fund-State deposits, expenditure authority in the ACTMA is also reduced by an equal amount. This one-time reduction will lower land management activities on Agricultural College trust lands to a 2006 level. (General Fund-State, Agricultural College Trust Management Account-State)

6. Reduce Natural Heritage Program - General Fund-State support of the Natural Heritage Program is reduced on an ongoing basis. The program provides data used by a number of agencies, organizations, companies, and individuals for conservation planning, environmental review processes, and other information requests. (general fund-state)

7. Reduce Administrative Costs - The Department of Natural Resources will, on a one-time basis, reduce non-emergency equipment purchases, manage vacancies to achieve savings, and reduce travel budgets throughout the agency. (general fund-state)

8. Incr Silviculture Burn Permit Fee - RCW 70.94.6534 directs the Department of Natural Resources to charge a fee for silviculture burn permits that would raise revenue to a level necessary to cover the costs of the program. (General Fund-State, Air Pollution Control Account-State)

9. Reduce Fire Control Costs - On a one-time basis, the Department of Natural Resources will reduce discretionary fire training, freeze wages for exempt firefighters, and reorganize administrative support positions in its fire control program. An internal review of the Forest Fire Protection Assessment tax parcels will continue to remain suspended in the 2011-13 biennium. (general fund-state)

10. Forest Practices Reduction - Funding for the forest practices program is reduced by $1.6 million. (general fund-state)

11. Maintain Adaptive Management Pgm - The Forest Practices Adaptive Management Program uses science to determine if rules protect and restore water quality and aquatic habitat on working forestlands near Puget Sound and other fragile ecosystems across the state. The program recommends to the Forest Practices Board science-based rule adaptations as needed. This one-time federal appropriation will allow existing research projects to continue while the program secures long-term sustained funding. (General Fund-Federal)

12. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

13. Discover Pass - House Bill 1796 (Washington's heritage) creates the annual Discover Pass and Day-Use Permit and requires these permits to be visible in any vehicle located at a recreation site or recreation lands managed by the DNR, the Washington Department of Fish and Wildlife, or the State Parks and Recreation Commission. Proceeds from fees will support the maintenance and operation of state recreational lands including state parks. (General Fund-State, Park Trust Revolving Account-Non-Appropriated, Non-highway and Off-road Vehicle Account-State)

14. Puget Sound Corps - Funding and FTEs are transferred from the Department of Natural Resources' Washington Conservation Corps(WCC) to the DOE pursuant to Substitute House Bill 1294 (Puget Sound corps). (general fund-state)

15. Absorb Unemployment Cost Increase - In order to achieve General Fund-State savings in the 2011-13 biennium, the Department of Natural Resources will absorb increased unemployment costs as the result of fewer seasonal fire employees returning to work after the fire season. This one-time absorption will be managed as programs across the agency decrease spending, thereby decreasing administrative overhead costs. (general fund-state)

16. Resume Delayed Lands Mgmt Work - In the 2009-11 Biennial Operating Budget, the Resource Management Cost Account appropriation was reduced due to the decrease in timber revenues. Revenues have since stabilized and started to increase. Increased expenditure authority will allow resumption of delayed silvicultural activities. (Resource Management Cost Account-State)

17. Administrative Consolidation - Funding and FTEs are reduced from the budget for administration. The department is encouraged but not required to coordinate and collaborate with other natural resources agency staff to satisfy administrative requirements and duties that include but are not limited to: human resources, contracting and procurement, purchasing, communications and information technology. (general fund-state)

18. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

19. Colocation Savings - Savings are assumed related to natural resources colocating. Savings are only assumed in the second fiscal year. (General-fund state)

20. Executive Reductions - Funding is reduced from the budget for executive administrative staff. This reduction represents 15 percent of the general fund-state appropriation for executive staff and is proportional to the reductions associated with consolidating back-office functions. (General-Fund State)

21. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

22. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

23. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

24. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

25. Absorb Health Insurance Increase - The DNR will absorb increased health insurance costs resulting from extending health care coverage to seasonal employees. This one-time absorption will be managed as programs across the agency decrease spending, thereby decreasing administrative overhead costs.

26. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Agriculture
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	750.3	28,539	140,879
2011-13 Maintenance Level	758.3	33,348	151,556
Policy Non-Comp Changes:			
1. Reduce Fair Funding	0.0	0	-500
2. State Data Center Rate Increase	0.0	25	63
3. Eliminate GF - Marketing Assistance	0.0	-911	-911
4. Administrative Consolidation	-0.9	-69	-69
5. Interagency Charges - AG	0.0	-14	-70
6. Colocation Savings	0.0	-100	-100
7. Executive Reduction	0.0	-31	-31
8. Management Efficiency	0.0	-78	-78
9. Reduce Weed Board Support	0.0	-170	-170
10. Eliminate GF - Weights and Measures	-2.0	-267	-267
Policy -- Non-Comp Total	-2.9	-1,615	-2,133
Policy Comp Changes:			
11. Average Final Compensation Adjust	0.0	2	12
12. 3% Salary Cut for State Employees	0.0	-408	-2,000
13. Suspend Plan 1 Uniform COLA	0.0	-225	-1,127
14. Retire-Rehire Changes (State)	0.0	-2	-6
Policy -- Comp Total	0.0	-633	-3,121
Total Policy Changes	-2.9	-2,248	-5,254
Total 2011-13 Biennium	755.4	31,100	146,302
Difference from 2009-11	5.1	2,561	5,423
% Change from 2009-11	0.7%	9.0%	3.9%

Comments:

1. Reduce Fair Funding - The Fair Account receives a $4 million transfer each biennium from the General Fund. Three quarters of this transfer is suspended for the 2011-13 biennium, thereby reducing appropriations from the Fair Account. This one-time reduction will result in smaller and fewer county fairs statewide while preserving community and youth fairs. (Fair Account-Nonappropriated)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Eliminate GF - Marketing Assistance - State general fund support for the WSDA's domestic marketing program is eliminated. (general fund-state)

4. Administrative Consolidation - Funding and FTEs are reduced from the budget for administration. The department is encouraged but not required to coordinate and collaborate with other natural resources agency staff to satisfy administrative requirements and duties that include but are not limited to: human resources, contracting and procurement, purchasing, communications and information technology. (general fund-state)

5. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

6. Colocation Savings - Savings are assumed related to natural resources colocating. Savings are only assumed in the second fiscal year. (General-fund state)

7. Executive Reduction - Funding is reduced from the budget for executive administrative staff. This reduction represents 15 percent of the general fund-state appropriation for executive staff and is proportional to the reductions associated with consolidating back-office functions. (General-Fund State)

8. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

9. Reduce Weed Board Support - One of the State Weed Board's primary duties is to serve as a central hub of information, education, and outreach about non-native, invasive plants for county and district weed boards and the general public. The Board also provides a limited amount of pass-through funding to local government agencies to support on-the-ground projects to eradicate the state's most harmful noxious weeds. The amount of pass-through funding to counties is reduced by 50 percent, and board travel costs are eliminated on an ongoing basis. (general fund-state)

10. Eliminate GF - Weights and Measures - This ongoing reduction eliminates two full-time inspector positions and suspends inspections related to price verification, including all retail scanner verification, packaging net contents, and accuracy of labeling for products sold to consumers. The Department will suspend efforts to respond to consumer complaints related to sales of firewood and mislabeling of packaged goods. Additionally, enforcement related to antifreeze requirements is eliminated. (general fund-state)

11. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

12. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

13. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

14. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Washington State Patrol
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	545.9	75,036	138,963
2011-13 Maintenance Level	550.2	81,984	141,657
Policy Non-Comp Changes:			
1. Reduce Criminal Records Divis Staff	-7.5	-1,048	-1,048
2. Reduce Specialized Progs Staffing	-3.0	-607	-607
3. Reduce Elec Svcs and Risk Staffing	-4.0	-572	-572
4. Eliminate Natl Fire Reporting Staff	-1.0	-215	-215
5. Reduce Cadets at Executive Mansion	-3.0	-400	-400
6. Reduce SWAT and Meth Response	-1.5	-1,462	-1,462
7. Elim Interoperability Comm Support	-2.0	-504	-504
8. Criminal History Record System	0.0	0	200
9. DNA Kits	0.0	936	1,064
10. Fire Training Academy Funding	0.0	0	345
11. State Data Center Rate Increase	0.0	83	83
12. Child Care Background Checks	0.0	0	59
13. Vulnerable Adult Referrals	0.0	0	6
14. Vehicle License Fraud Account	0.0	0	318
15. Administrative Reduction	-3.0	-760	-760
16. Interagency Charges - AG	0.0	-28	-28
17. Debt Service Payment	0.0	455	455
18. Management Efficiency	0.0	-238	-238
Policy -- Non-Comp Total	-25.0	-4,360	-3,304
Policy Comp Changes:			
19. Average Final Compensation Adjust	0.0	9	9
20. 3% Salary Cut for State Employees	0.0	-1,369	-1,753
21. Suspend Plan 1 Uniform COLA	0.0	-761	-965
22. Retire-Rehire Changes (State)	0.0	-4	-4
Policy -- Comp Total	0.0	-2,125	-2,713
Total Policy Changes	-25.0	-6,485	-6,017
Total 2011-13 Biennium	525.2	75,499	135,640
Difference from 2009-11	-20.7	463	-3,323
% Change from 2009-11	-3.8%	0.6%	-2.4%

Comments:

1. Reduce Criminal Records Divis Staff - The Criminal Records Division is reduced by 7.5 FTE. This will result in fewer classes being provided to criminal justice agencies and longer wait times for identification and criminal history checks for law enforcement agencies.

2. Reduce Specialized Progs Staffing - Funding is reduced to reflect the elimination of the following three FTE and one contracted positions: one contracted detective from a local law enforcement agency paid for by the agency to staff the Missing and Exploited Children Task Force for a local jurisdiction; two office assistants in the Missing/Unidentified Persons Unit; and one detective in the High Tech Crimes Unit.

3. Reduce Elec Svcs and Risk Staffing - Funding is reduced to reflect the elimination of the following four positions: two FTE staff in the Electronic Services Division who provide network support for the A Central Computerized Enforcement Service System (ACCESS) Program; one FTE staff in the Electronic Services Division who provides procurement support; and one FTE staff in Risk Management that provides office support to the Electronic Services Division.

4. Eliminate Natl Fire Reporting Staff - Funding is reduced to reflect the elimination of the position that collects emergency response information from local fire agencies and enters it into a federal database. Funding remains for the Patrol to build infrastructure to make continued reporting possible.

5. Reduce Cadets at Executive Mansion - Funding is reduced to reflect the elimination of three FTE staff from a total of 12 cadets assigned to the Governor's Mansion.

6. Reduce SWAT and Meth Response - Funding is reduced for the Special Weapons and Tactics (SWAT) program and 1.5 FTE staff are reduced from the Methamphetamine Response program. This reduction to SWAT funds will be mitigated by subsidizing current SWAT operations using the State and Federal Seizure Accounts as available.

7. Elim Interoperability Comm Support - Two FTE staff positions that support the State Interoperability Executive Committee (SIEC) will be eliminated. This committee was formed in 2003 to ensure that emergency responders across all jurisdictions can talk to each other and share data. With this elimination there will be no staff support for the SIEC.

8. Criminal History Record System - Funding is provided for a feasibility study to replace the current criminal history record archive and retrieval system, created in the early 1970s, used to store and retrieve over 500,000 criminal history documents received annually. (Fingerprint Identification Account-State)

9. DNA Kits - Funding is provided for deoxyribonucleic acid (DNA) analysis kits for use by the Washington State Patrol's (WSP) Crime Laboratory to cover increased costs of kits and useage of DNA testing. (General Fund-State, County Criminal Justice Assistance Account-State, Municipal Criminal Justice Assistance Account-State)

10. Fire Training Academy Funding - Funding is provided for regular maintenance of the Fire Training Academy's roads and water system. (Fire Service Training Account-State)

11. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

12. Child Care Background Checks - Funding is provided for workload increases related to Second Substitute House Bill 1903 (child care background checks). This legislation assumes an increase in the number of individuals that will require fingerprinting in the 2011-13 biennium. (Fingerprint Identification Account)

13. Vulnerable Adult Referrals - Funding is provided for increased workload due to Engrossed Substitute House Bill 1494 (vulnerable adult referral). (Fingerprint Identification Account)

14. Vehicle License Fraud Account - Funding and expenditure authority is provided to the Vehicle License Fraud Account to maintain vehicle license enforcement activities funded from this account. (Vehicle License Fraud Account-State)

15. Administrative Reduction - The administrative functions within the State Patrol are reduced by 10 percent overall. Additional administrative savings of $240,000 is assumed through required Management Efficiencies.

16. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

17. Debt Service Payment - Funding is provided for the omnibus portion of cash costs and debt service owed on Certificates of Participation (COPs) used to finance the deployment of computers in Patrol vehicles and to upgrade radio equipment to accomodate new FCC standards.

18. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

19. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

20. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

21. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

22. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Licensing
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	278.7	2,960	56,239
2011-13 Maintenance Level	278.7	2,856	57,935
Policy Non-Comp Changes:			
1. Collection Agency Fee Increase	1.0	0	181
2. State Data Center Rate Increase	0.0	35	110
3. Collection Agencies Practices	0.0	0	8
4. Court Reporter Licensing	0.3	0	54
5. Master License Program to DOR	-49.2	0	-16,188
6. Interagency Charges - AG	0.0	-4	-118
7. Administrative Reduction	0.0	-40	-40
8. Management Efficiency	0.0	-10	-10
Policy -- Non-Comp Total	-48.0	-19	-16,003
Policy Comp Changes:			
9. Average Final Compensation Adjust	0.0	0	3
10. 3% Salary Cut for State Employees	0.0	-42	-671
11. Suspend Plan 1 Uniform COLA	0.0	-22	-377
Policy -- Comp Total	0.0	-64	-1,045
Total Policy Changes	-48.0	-83	-17,048
Total 2011-13 Biennium	230.7	2,773	40,887
Difference from 2009-11	-48.0	-187	-15,352
% Change from 2009-11	-17.2%	-6.3%	-27.3%

Comments:

1. Collection Agency Fee Increase - The DOL is authorized to increase fees in the Collection Agency Program for an additional FTE to reduce program backlog, manage the increased workload, and to conduct educational outreach to increase compliance. (Business and Professions Account-State)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Collection Agencies Practices - House Bill 1745 (collection agencies) expands the prohibited practices in the collection agency industry. Funding is provided to handle the anticipated increase in complaint cases as a result of the legislation. (Business and Professions Account-State)

4. Court Reporter Licensing - Substitute House Bill 1205 (court report licensing) requires court reporters and court reporting firms be licensed by the DOL. Funding is provided for information technology support, rulemaking, and staff needed for the DOL to implement and manage the 30 percent increase in workload as a result of the legislation. (Business and Professions Account-State)

5. Master License Program to DOR - Administration of and all powers, duties and functions related to the Master License Service is tranferred from the DOL to the Department of Revenue. (Master License Account-State)

6. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

7. Administrative Reduction - Savings will be achieved by continuing to implement administrative spending limits and controls on goods and services, travel, and other costs within the Management Support Services and Information Services divisions (General Fund-State).

8. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

9. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

10. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

11. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Public Schools
OSPI & Statewide Programs
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		242.4	68,775	160,469
2011-13 Maintenance Level		243.4	62,108	148,509
Policy Non-Comp Changes:				
1.	Funding System Development	0.0	200	200
2.	State Data Center Rate Increase	0.0	275	275
3.	Achievement Gap Committee	-1.0	-100	-100
4.	Bullying Prevention Workgroup	0.0	112	112
5.	School District Insolvency	0.0	166	166
6.	Kindergarten Readiness	1.0	900	900
7.	Education Reforms	0.0	96	96
8.	Apportionment System Development	0.0	-146	-146
9.	State Board of Education Reduction	-1.0	-190	-190
10.	Reduce OSPI State Office Staffing	-3.0	-2,167	-2,167
11.	Online Learning Program Reduction	-1.0	-140	-140
12.	Finance Reform Reduction	0.0	-78	-78
13.	Eliminate Skills Center Director	-1.0	-196	-196
14.	K-20 Network Reduction	0.0	-1,048	-1,048
15.	E-Certification	1.2	-855	-855
16.	PESB Reduction	0.0	-134	-134
17.	Alt Routes Reduction and Suspension	0.0	-3,184	-3,184
18.	Jobs for America	0.0	-30	-30
19.	Private/Local Authority	0.0	0	4,000
20.	Transfer School Safety Functions	0.0	-392	-392
21.	Youth Suicide Prevention	0.0	140	140
22.	Interagency Charges - AG	0.0	-102	-102
23.	Management Efficiency	0.0	-536	-536
24.	Data System Reduction	-3.0	-462	-462
25.	Reduce Navigation 101	0.0	-624	-624
26.	Eliminate Supp CTE Organizations	-1.0	-194	-194
27.	Eliminate Special Services Pilot	0.0	-2,658	-2,658
28.	Eliminate Dyslexia Pilot Program	-0.2	-150	-150
29.	Suspend Pre-Apprenticeship Grants	0.0	-350	-350
30.	Teaching as a Profession Pilot	0.0	-150	-150
31.	Reduce Mentoring of WA Achievers	0.0	-150	-150
Policy -- Non-Comp Total		-9.1	-12,147	-8,147
Policy Comp Changes:				
32.	Average Final Compensation Adjust	0.0	4	6
33.	3% Salary Cut for State Employees	0.0	-775	-1,238
34.	Suspend Plan 1 Uniform COLA	0.0	-435	-732
35.	Retire-Rehire Changes (State)	0.0	-2	-2
Policy -- Comp Total		0.0	-1,208	-1,966
Total Policy Changes		-9.1	-13,355	-10,113

2011-13 Omnibus Operating Budget
Public Schools
OSPI & Statewide Programs
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
Total 2011-13 Biennium	234.3	48,753	138,396
Difference from 2009-11	-8.1	-20,022	-22,073
% Change from 2009-11	-3.3%	-29.1%	-13.8%

Comments:

1. Funding System Development - Funding is provided for apportionment system projects that were underexpended in fiscal year 2011 and for which the amount of underexpenditure is re-appropriated in fiscal year 2012 to ensure project completion.

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Achievement Gap Committee - Funding to support the Achievement Gap Oversight and Accountability Committee is reduced by 50 percent.

4. Bullying Prevention Workgroup - Funding is provided for the implementation of Second Substitute House Bill 1163 (Bullying prevention), which requires the Office of the Superintendent of Public Instruction to convene a workgroup on school bullying and harassment prevention to develop, recommend, and implement strategies to improve the school climate and create respectful learning environments in public schools.

5. School District Insolvency - Funding is provided for the implementation of Substitute House Bill 1431 (School district insolvency), as amended by the Senate Ways and Means Committee. Funding is provided to OSPI to convene a workgroup with the Educational Service Districts to conduct an analysis and submit a report with recommendations for a clear legal framework and process for dissolution of a school district. The funding covers convening the group and consultant costs.

6. Kindergarten Readiness - Funding is provided for the implementation of Second Substitute House Bill 1510 (State-funded kindergarten), including the development and implementation of the Washington Kindergarten Inventory of Developing Skills (WaKIDS). Funding supports the development and implementation of the inventory, OSPI staffing for oversight of the program, and training of school district staff. The amount funded assumes the availability of private and federal resources to partially defray costs.

7. Education Reforms - Funding is provided for the implementation of House Bill 2111 (implementing selected recommendations from the 2011 report of the quality education council), including additional funding for the Compensation Working Group to analyze educator professional development and mentoring needs, strengthening the availability of data about transitional bilingual students on OSPI's online report card, development of administrative rules for the Highly Capable program by OSPI, and a study of the Learning Assistance Program funding by the Washington Institute for Public Policy. Funding for the LAP study is contained in budget for The Evergreen State College.

8. Apportionment System Development - Funding for the development of the pupil transportation and general apportionment school finance systems required by the enactment of Chapter 236, Laws of 2010 PV (SHB 2776) is reduced.

9. State Board of Education Reduction - The State Board of Education's operating budget is reduced by 10 percent.

10. Reduce OSPI State Office Staffing - The Office of the Superintendent of Public Instruction's (OSPI) operating budget is reduced by 14 percent.

11. Online Learning Program Reduction - OSPI staffing and expenses related to online learning programs are reduced by 10 percent.

12. Finance Reform Reduction - The OSPI's administrative budget contains funding for research, development, and implementation of a new K-12 funding system as required in Chapter 548, Laws of 2009 PV (ESHB 2261). Funding for these functions is reduced by 10 percent.

2011-13 Omnibus Operating Budget
Public Schools
OSPI & Statewide Programs

13. Eliminate Skills Center Director - The position of Skills Center Director at OSPI is eliminated.

14. K-20 Network Reduction - The K-20 Network provides internet, data processing, and video-conferencing capacity to school districts and state offices. State funding support for the K-20 Network at OSPI is reduced by 30 percent.

15. E-Certification - A new administrative fee of $33 is authorized for all current teacher certification fees, to be deposited into the newly-created Educator Certification Processing Fund. Funding from the new fee will be used for a web-based, centralized educator licensure/certification system. In Fiscal Year 2013, 12.5 FTE certification staff will be transferred from the General Fund to the new account, saving the General Fund $855,000. (General Fund-State, Educator Certification Processing Fund-State)

16. PESB Reduction - The Professional Educator Standards Board (PESB) operating budget is reduced by 10 percent.

17. Alt Routes Reduction and Suspension - Alternative certification routes are teacher-training programs that serve as different options to traditional teacher preparation programs. Funding is reduced to reflect changes in demand for new teachers. Funding levels will support continuation of scholarships for existing teacher candidates.

18. Jobs for America - Jobs for America's Graduates is a dropout prevention program at OSPI, started in Fiscal Year 2011. Funding for the program is reduced by 10 percent.

19. Private/Local Authority - Private/local authority is provided for an assortment of gifts, grants, and other funding provided by private parties or local government agencies. (General Fund-local)

20. Transfer School Safety Functions - School safety functions, including school safety training funds, are transferred to the Criminal Justice Training Commission.

21. Youth Suicide Prevention - Funding is provided, consistent with provisions of Second Substitute House Bill 1163 (Bullying prevention), which directs the OSPI to work with other agencies to develop pilot projects to assist schools in implementing youth suicide prevention.

22. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

23. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

24. Data System Reduction - Funding for the K-12 data governance group, and ongoing implementation of a comprehensive data system that includes financial, student, and educator data is reduced by 50 percent.

25. Reduce Navigation 101 - Navigation 101 provides implementation grants to districts for guidance and career counseling programs in secondary schools. Funding for this program is reduced by 10 percent.

26. Eliminate Supp CTE Organizations - Funding is eliminated for OSPI financial support to student Career and Technical Education organizations.

27. Eliminate Special Services Pilot - Seven districts participate in the Special Services Pilot Program. The program aims to reduce the number of students inappropriately referred to and placed in special education and increase early identification of students struggling academically. The program expires June 2011. Funding is eliminated in the 2011-13 biennium.

28. Eliminate Dyslexia Pilot Program - The Dyslexia Pilot Program provides regional training through the Educational Service Districts for classroom teachers and reading specialists to improve reading skills of students diagnosed with dyslexia. Funding for the pilot is eliminated.

2011-13 Omnibus Operating Budget
Public Schools
OSPI & Statewide Programs

29. Suspend Pre-Apprenticeship Grants - Running Start for the Trades is a program of pre-apprenticeship grants offering incentive awards of up to $10,000 to districts to develop pre-apprenticeship programs in the trades and crafts, and to recruit students into the programs. Funding for these grants is eliminated.

30. Teaching as a Profession Pilot - OSPI contracts with the Latino/a Educational Achievement project to identify and mentor bilingual students to become interested in the teaching profession. Due to the decrease in demand for new teachers, funding for this program is eliminated.

31. Reduce Mentoring of WA Achievers - Funding for the mentoring of Washington Achievers Scholars is reduced by 10 percent. This funding leverages private funding for the recruitment, training, and matching of volunteer mentors with students selected as Washington Achievers Scholars. The mentoring is provided to low-income high school students in their junior and senior years of high school and into their freshman year of college.

32. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

33. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

34. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

35. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Public Schools
General Apportionment
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	10,285,778	10,285,778
2011-13 Maintenance Level	0.0	10,837,306	10,837,306
Policy Non-Comp Changes:			
1. ALE Funding Adjustment	0.0	-41,055	-41,055
2. Prior School Year Adjustments	0.0	-20,650	-20,650
3. Eliminate K-4 Class Size Reduction	0.0	-165,081	-165,081
4. June 2011 Apportionment	0.0	128,000	128,000
5. June Contingency Repayment	0.0	-13,000	-13,000
6. Reduce Extended Day Skill Center	0.0	-98	-98
7. Eliminate MSOC from K-4 CSR	0.0	-24,194	-24,194
8. Repayment of Contingency Pool	0.0	-2,500	-2,500
9. Implement New Funding Formula	0.0	25,024	25,024
10. Transfer Full Day Kindergarten	0.0	92,079	92,079
11. Running Start	0.0	-5,854	-5,854
12. K-3 Class Size in High Pov Schools	0.0	29,442	29,442
13. Summer Skills Ctr Programs	0.0	-4,770	-4,770
Policy -- Non-Comp Total	0.0	-2,657	-2,657
Policy Comp Changes:			
14. Suspend Plan 1 Uniform COLA	0.0	-221,582	-221,582
15. K-12 Salary Reduction	0.0	-147,400	-147,400
16. Teacher Retirement Incentive	0.0	-5,893	-5,893
Policy -- Comp Total	0.0	-374,875	-374,875
Total Policy Changes	0.0	-377,532	-377,532
Total 2011-13 Biennium	0.0	10,459,774	10,459,774
Difference from 2009-11	0.0	173,996	173,996
% Change from 2009-11	0.0%	1.7%	1.7%

Comments:

1. ALE Funding Adjustment - Funding allocated for Alternative Learning Experience (ALE) programs, such as online learning and parent-partnership programs, is adjusted pursuant to Engrossed Substitute Senate Bill 2065 (allocation of funding for students enrolled in alternative learning experiences).

2. Prior School Year Adjustments - This item adjusts FY 2012 funding levels to reflect the continuation of policies adopted in the 2011 supplemental budget Chapter 5, Laws of 2011 (ESHB 1086 PV) for July and August of 2011, the last two months of the 2010-11 school year. School districts budget on a school year basis, while the state budgets on a fiscal year basis. As a result, two months of the prior school year are paid for in FY 2012. The savings in the General Apportionment program are from the elimination of the K-4 class size enhancement for the latter part of the 2010-11 school year.

3. Eliminate K-4 Class Size Reduction - Funding for Kindergarten through Grade 4 class size reduction is eliminated for the 2011-12 and 2012-13 school years. The formula for allocating funding to districts is adjusted to reflect the following increases in average class sizes: grades Kindergarten through Grade 3 will become 25.23, up from 23.11; Grade 4 will become 27, up from 26.15. This reflects minimum statutory funding levels in grades K-4 for general education students.

2011-13 Omnibus Operating Budget
Public Schools
General Apportionment

4. June 2011 Apportionment - The 2011-13 operating budget shifts $128 million of the June 2011apportionment payments to school districts from the last business day of June 2011 to the first business day of July 2011. This increases costs for FY 2012 and reduces costs for FY 2011.

5. June Contingency Repayment - The 2011-13 operating budget shifts $128 million of the June 2011apportionment payments to school districts from the last business day of June 2011 to the first business day of July 2011. The 2011 supplemental budget provides a June financial contingency fund for districts that meet specific financial hardship criteria resulting from the June 2011 apportionment shift. The 2011-13 biennial budget assumes repayment of this funding during FY 2012.

6. Reduce Extended Day Skill Center - The Extended Day Skills Center Program provides support services to skills center students at risk of dropping out of school. Funding for this service is reduced by 10 percent for the 2011-13 biennium.

7. Eliminate MSOC from K-4 CSR - The new K-12 funding formula adopted pursuant to Chapter 236, Laws of 2010 PV (SHB 2776) changed the allocation methodology for non-salary related items. In the prior formula, funding was allocated on a per certificated staff unit basis. Beginning September 1, 2011, non-salary funding is allocated on a per student basis. As a result of the conversion to the new funding formula, a portion of the funding for maintenance, supplies, and operating costs (MSOC) is considered an enhancement to basic education because it was previously allocated on the basis of non-basic education staff units. Therefore, funding is adjusted to eliminate that portion of MSOC funding for the 2011-12 and 2012-13 school years which is an enhancement above levels required by statute.

8. Repayment of Contingency Pool - The 2011 supplemental budget provides funding for a financial contingency fund for districts that meet specific financial hardship criteria. The 2011-13 biennial budget assumes repayment of this funding during FY 2012.

9. Implement New Funding Formula - Chapter 236, Laws of 2010 PV (SHB 2776) established new formulas for allocating funding for a number of programs, including General Apportionment, the Learning Assistance Program, the Highly Capable Program, and the Transitional Bilingual Program. Funding is provided to hold districts harmless to per student funding amounts which existed prior to the formula conversion. Districts are held harmless in total across the impacted programs for the 2011-12 and 2012-13 school years. Because of the high correlation of districts with large high poverty school populations receiving funding via item HTO (K-3 class size reduction), and districts needing hold harmless funding due to the formula conversion, item HTO reduces hold harmless funding at approximately a 2:1 ratio.

10. Transfer Full Day Kindergarten - Funding for Full-Day Kindergarten is transferred from the education reform budget to the general apportionment budget. The program is no longer supported by funds from the Education Legacy Trust Account.

11. Running Start - Running Start is a dual-credit program which allows high school juniors and seniors to attend class at participating community colleges and other institutions of higher education, and earn high school and post-secondary credits simultaneously. The enrollment and funding rules for the Running Start Program are adjusted to establish a combined enrollment cap of 1.2 FTE. Currently, students can participate in running start programs up to a combined enrollment cap of 2.0 FTE, allowing full-time enrollment in running start programs, as well as full-time high school enrollment. The savings amount assumes an overall enrollment reduction of 680 student FTEs per year.

12. K-3 Class Size in High Pov Schools - Funding is adjusted to partially restore funding for lower class sizes in grades K-3 in high-poverty schools. Item G0 in this section eliminates all funding for K-4 class size enhancements. This item restores some funding for schools which have free and reduced-price lunch eligible student populations exceeding 50 percent, based on a three-year rolling average of enrollment. The funding amount assumes class sizes of 23.75 in eligible schools, grades K-3. Because of the high correlation of districts with large high poverty school populations, and districts needing hold harmless funding due to the formula conversion (item G5), this item reduces hold harmless funding at approximately a 2:1 ratio.

13. Summer Skills Ctr Programs - Funding is adjusted to reflect a cap of 1.6 FTE on skill center enrollment, including summer skill center programs. Previously, the budget has funded summer programs in excess of this 1.6 FTE cap through a dedicated proviso in the general apportionment budget. The dedicated funding proviso is discontinued. Of the amount reduced for this item, about $500,000 per year reflects the actual reduction in services due to the 1.6 FTE cap, while the remaining amount is shifted to caseload costs incurred through the maintenance level budget process.

2011-13 Omnibus Operating Budget
Public Schools
General Apportionment

14. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

15. K-12 Salary Reduction - Salary allocations for K-12 employees are reduced by 1.9 percent for certificated instructional and classified staff, and 3 percent for administrative staff, for the 2011-12 and 2012-13 school years. (General Fund-State)

16. Teacher Retirement Incentive - Savings are assumed from the implementation of a teacher retirement incentive program. The program is designed to incentivize senior teachers to retire as a result of the availability of a $250 per month health benefit subsidy provided under Substitute Senate Bill 5846 (health benefit subsidies) to members of the Teachers' Retirement System Plan 1 (TRS) who retire before the end of October 2011.(General Fund-State)

2011-13 Omnibus Operating Budget
Public Schools
Pupil Transportation
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	613,863	613,863
2011-13 Maintenance Level	0.0	648,519	648,519
Policy Non-Comp Changes:			
1. Prior School Year Adjustments	0.0	-157	-157
2. Implement Expected Cost Model Formu	0.0	5,000	5,000
Policy -- Non-Comp Total	0.0	4,843	4,843
Policy Comp Changes:			
3. Suspend Plan 1 Uniform COLA	0.0	-3,549	-3,549
Policy -- Comp Total	0.0	-3,549	-3,549
Total Policy Changes	0.0	1,294	1,294
Total 2011-13 Biennium	0.0	649,813	649,813
Difference from 2009-11	0.0	35,950	35,950
% Change from 2009-11	0.0%	5.9%	5.9%

Comments:

1. Prior School Year Adjustments - This item adjusts FY 2012 funding levels to reflect prior school year adjustments that affect the months of July and August of 2011, the last two months of the 2010-11 school year. School districts budget on a school year basis, while the state budgets on a fiscal year basis. As a result, two months of the prior school year are paid for in FY 2012.

2. Implement Expected Cost Model Formu - Chapter 236, Laws of 2010 (SHB 2776) implements a new state formula to allocate funding to districts for pupil transportation to and from school. Pupil transportation allocations are converted to the new formula, and base funding levels are enhanced.

3. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Public Schools
School Food Services
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	6,318	543,318
2011-13 Maintenance Level	0.0	6,318	589,318
Policy Non-Comp Changes:			
1. Transfer Food Service Programs	0.0	13,904	13,904
2. Reduce Food Service Funding	0.0	-6,000	-6,000
Policy -- Non-Comp Total	0.0	7,904	7,904
Total Policy Changes	0.0	7,904	7,904
Total 2011-13 Biennium	0.0	14,222	597,222
Difference from 2009-11	0.0	7,904	53,904
% Change from 2009-11	0.0%	125.1%	9.9%

Comments:

1. Transfer Food Service Programs - Funding for food service programs in the education reform budget is transferred to the school food services budget for the purpose of meeting federal match requirements under the National School Lunch Program. This item is a continuation of the policy enacted in Chapter 5, Laws of 2011 PV (ESHB 1086).

2. Reduce Food Service Funding - State matching funds for the National School Lunch Program program are eliminated. School food service programs in the education reform budget are transferred to the School Food Services budget for the purpose of meeting federal match requirements. This item is a continuation of the policy enacted in Chapter 5, Laws of 2011 PV (ESHB 1086).

2011-13 Omnibus Operating Budget
Public Schools
Special Education
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	2.0	1,283,748	1,948,349
2011-13 Maintenance Level	2.0	1,392,603	2,084,399
Policy Non-Comp Changes:			
1. Prior School Year Adjustments	0.0	-29	-29
2. K-3 Class Size in High Pov Schools	0.0	4,150	4,150
3. School Based Medicaid Elimination	0.0	549	549
4. Management Efficiency	0.0	-12	-12
Policy -- Non-Comp Total	0.0	4,658	4,658
Policy Comp Changes:			
5. Suspend Plan 1 Uniform COLA	0.0	-27,782	-27,782
6. K-12 Salary Reduction	0.0	-18,537	-18,537
7. Teacher Retirement Incentive	0.0	-756	-756
Policy -- Comp Total	0.0	-47,075	-47,075
Total Policy Changes	0.0	-42,417	-42,417
Total 2011-13 Biennium	2.0	1,350,186	2,041,982
Difference from 2009-11	0.0	66,438	93,633
% Change from 2009-11	0.0%	5.2%	4.8%

Comments:

1. Prior School Year Adjustments - This item adjusts fiscal year 2012 funding levels to reflect the continuation of policies adopted in the 2011 supplemental budget (ESHB 1086, Chapter 5, Laws of 2011) for July and August of 2011, the last two months of the 2010-11 school year. The funding adjustment in the special education budget reflects the elimination of the K-4 class size enhancement for the latter part of the 2010-11 school year.

2. K-3 Class Size in High Pov Schools - Funding is adjusted to partially restore funding for lower class sizes in grades K-3 in high-poverty schools. Special Education allocations are calculated as a percentage increase to the per-student General Apportionment allocation and, therefore, an increase to the base allocation increases the special education budget. (General Fund-State)

3. School Based Medicaid Elimination - The 2011-13 operating budget creates an intergovernmental transfer program for School-Based Medicaid services that uses school district funds to partially match federal funding. Because school districts must now pay a portion of the non-federal share for these services, it is anticipated that school district claims for safety net support for eligible special education services formerly funded by state funds will increase for the 2011-13 biennium.

4. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Public Schools
Special Education

6. K-12 Salary Reduction - Salary allocations for K-12 employees are reduced by 1.9 percent for certificated instructional and classified staff, and 3 percent for administrative staff, for the 2011-12 and 2012-13 school years. The special education budget is impacted through adjustments to the basic education allocate rate upon which special education funding is based. (General Fund-State)

7. Teacher Retirement Incentive - Savings are assumed from the implementation of a teacher retirement incentive program designed to incentivize retirements through offering $250 per month health benefit subsidies. Special education funding is impacted through the decrease in the staff mix factor, which is a proxy for educator experience and impacts the projected statewide basic education allocation rate next biennium.(General Fund-State)

2011-13 Omnibus Operating Budget
Public Schools
Educational Service Districts
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	16,713	16,713
2011-13 Maintenance Level	0.0	17,401	17,401
Policy Non-Comp Changes:			
1. ESD Administrative Reductions	0.0	-994	-994
Policy -- Non-Comp Total	0.0	-994	-994
Policy Comp Changes:			
2. Suspend Plan 1 Uniform COLA	0.0	-326	-326
3. K-12 Salary Reduction	0.0	-259	-259
4. Teacher Retirement Incentive	0.0	-7	-7
Policy -- Comp Total	0.0	-592	-592
Total Policy Changes	0.0	-1,586	-1,586
Total 2011-13 Biennium	0.0	15,815	15,815
Difference from 2009-11	0.0	-898	-898
% Change from 2009-11	0.0%	-5.4%	-5.4%

Comments:

1. ESD Administrative Reductions - State support for Educational Service Districts (ESDs) is reduced by 10 percent for the 2011-13 biennium.

2. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

3. K-12 Salary Reduction - Allocations for the educational service districts are adjusted to be consistent with reductions in salary allocations for teachers and other K-12 staff. (General Fund-State)

4. Teacher Retirement Incentive - Savings are assumed from the implementation of a teacher retirement incentive program designed to incentivize retirements through offering $250 per month health benefit subsidies. Funding for educational service districts is adjusted to be consistent with K-12 employee salary assumptions. (General Fund-State)

2011-13 Omnibus Operating Budget
Public Schools
Levy Equalization
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	380,052	537,095
2011-13 Maintenance Level	0.0	611,782	611,782
Total 2011-13 Biennium	0.0	611,782	611,782
Difference from 2009-11	0.0	231,730	74,687
% Change from 2009-11	0.0%	61.0%	13.9%

Comments:

2011-13 Omnibus Operating Budget
Public Schools
Elementary/Secondary School Improv
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	0	43,886
2011-13 Maintenance Level	0.0	0	7,352
Total 2011-13 Biennium	0.0	0	7,352
Difference from 2009-11	0.0	0	-36,534
% Change from 2009-11	0.0%	0.0%	-83.3%

Comments:

2011-13 Omnibus Operating Budget
Public Schools
Institutional Education
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	37,065	37,065
2011-13 Maintenance Level	0.0	33,787	33,787
Policy Non-Comp Changes:			
1. Prior School Year Adjustments	0.0	17	17
Policy -- Non-Comp Total	0.0	17	17
Policy Comp Changes:			
2. Suspend Plan 1 Uniform COLA	0.0	-753	-753
3. K-12 Salary Reduction	0.0	-441	-441
Policy -- Comp Total	0.0	-1,194	-1,194
Total Policy Changes	0.0	-1,177	-1,177
Total 2011-13 Biennium	0.0	32,610	32,610
Difference from 2009-11	0.0	-4,455	-4,455
% Change from 2009-11	0.0%	-12.0%	-12.0%

Comments:

1. Prior School Year Adjustments - This item adjusts FY 2012 funding levels to reflect the continuation of policies adopted in the 2011 supplemental budget Chapter 5, Laws of 2011 (ESHB 1086 PV) for July and August of 2011, the last two months of the 2010-11 school year.

2. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

3. K-12 Salary Reduction - Salaries for K-12 employees are reduced as of September 1, 2011. The reduction applies to certificated instructional staff (1.9 percent reduction), classified staff (1.9 percent reduction), and certificated administrative staff (3.0 percent reduction). This reduction applies to K-12 employee salary allocations for institutional education.

2011-13 Omnibus Operating Budget
Public Schools
Ed of Highly Capable Students
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	18,377	18,377
2011-13 Maintenance Level	0.0	18,700	18,700
Policy Non-Comp Changes:			
1. Prior School Year Adjustments	0.0	-4	-4
2. Eliminate WA Imagination Network	0.0	-180	-180
3. Centrum	0.0	-170	-170
4. Running Start	0.0	-10	-10
Policy -- Non-Comp Total	0.0	-364	-364
Policy Comp Changes:			
5. Suspend Plan 1 Uniform COLA	0.0	-498	-498
6. K-12 Salary Reduction	0.0	-287	-287
7. Teacher Retirement Incentive	0.0	-16	-16
Policy -- Comp Total	0.0	-801	-801
Total Policy Changes	0.0	-1,165	-1,165
Total 2011-13 Biennium	0.0	17,535	17,535
Difference from 2009-11	0.0	-842	-842
% Change from 2009-11	0.0%	-4.6%	-4.6%

Comments:

1. Prior School Year Adjustments - This item adjusts FY 2012 funding levels to reflect the continuation of policies adopted in the 2011 supplemental budget Chapter 5, Laws of 2011 (ESHB 1086 PV) for July and August of 2011, the last two months of the 2010-11 school year.

2. Eliminate WA Imagination Network - Funding for the Washington Imagination Network is eliminated. OSPI contracts with the Washington Imagination Network to provide Destination Imagination and Future Problem Solving programs to students across the state and professional development to their teachers and coaches.

3. Centrum - Funding for the Centrum program is reduced by 50 percent. OSPI contracts with Centrum to develop, implement, and administer the Experiences in Creativity program, which provides opportunities in the arts and sciences for highly capable students and the educators who serve them.

4. Running Start - Running Start is a dual-credit program which allows high school juniors and seniors to attend class at participating community colleges and other institutions of higher education, and earn high school and post-secondary credits simultaneously. The enrollment and funding rules for the Running Start Program are adjusted to establish a combined enrollment cap of 1.2 FTE. Because funding for the highly capable program is driven off of total enrollment, there is a small impact to highly capable program funding.

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Public Schools
Ed of Highly Capable Students

6. K-12 Salary Reduction - Salary allocations for K-12 employees are reduced by 1.9 percent for certificated instructional and classified staff, and 3 percent for administrative staff, for the 2011-12 and 2012-13 school years. The highly capable budget is impacted through adjustments to the salary assumption upon which highly capable allocation is based. (General Fund-State)

7. Teacher Retirement Incentive - Savings are assumed from the implementation of a teacher retirement incentive program designed to incentivize retirements through offering $250 per month health benefit subsidies. Highly capable funding is impacted through the decrease in the staff mix factor, which is a proxy for educator experience and impacts the salary assumption used for hourly rates of instruction in the program.(General Fund-State)

2011-13 Omnibus Operating Budget
Public Schools
Student Achievement Program
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	25,749	226,044
2011-13 Maintenance Level	0.0	860,716	860,716
Policy Non-Comp Changes:			
1. Suspend I-728	0.0	-860,716	-860,716
Policy -- Non-Comp Total	0.0	-860,716	-860,716
Total Policy Changes	0.0	-860,716	-860,716
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	0.0	-25,749	-226,044
% Change from 2009-11	0.0%	-100.0%	-100.0%

Comments:

1. Suspend I-728 - Initiative 728 allocations to school districts are suspended for the 2011-13 biennium. Initiative 728, approved by voters in 2000 and later amended by the Legislature, allocates a per-student dollar amount to districts to be used for class size reduction, extended learning opportunities, early learning programs, or professional development. If not suspended, per-student allocations would have been approximately $477 per student for the 2011-12 school year and $484 per student for the 2012-13 school year.

2011-13 Omnibus Operating Budget
Public Schools
Education Reform
(Dollars in Thousands)

		2ESHB 1087		
		FTEs	NGF-P	Total
2009-11 Estimated Expenditures		53.5	295,836	449,424
2011-13 Maintenance Level		53.5	381,599	485,928
Policy Non-Comp Changes:				
1.	Reduce LASER/Pacific Science Center	0.0	-78	-78
2.	Eliminate Focused Assistance	-2.0	-3,046	-3,046
3.	Eliminate CISL	-2.5	-450	-450
4.	Teacher and Principal Evaluations	0.0	3,000	3,000
5.	Reduce Ed. Tech. Supt. Ctrs	0.0	-1,958	-1,958
6.	Full Day Kindergarten Adjustment	0.0	-8,359	-8,359
7.	Transfer Food Service Programs	0.0	-13,904	-13,904
8.	Local Farms Healthy Kids Program	0.0	-600	-600
9.	Math/Science Prof Development	-1.0	-3,860	-3,860
10.	Transfer Full Day Kindergarten	0.0	-92,079	-92,079
11.	Kindergarten Phase-In	0.0	5,023	5,023
12.	IT Academy	0.0	4,000	4,000
13.	PASS Act Program	1.5	3,000	3,000
14.	Reading Corps	0.0	-211	-211
15.	Pmt. For Scorable COE	0.0	-988	-988
16.	Readiness to Learn	0.0	-719	-719
17.	BEST Program	0.0	-2,000	-2,000
18.	Private/Local Authority	0.0	0	4,000
19.	CTE Start-up Grants & Robotics	0.0	130	130
20.	Leadership Academy	0.0	-180	-180
21.	Superintendent/Principal Internship	0.0	-106	-106
22.	Mid/High Sch. Applied STEM Grants	-1.0	-28	-28
23.	STEM Lighthouses	0.0	-30	-30
24.	Management Efficiency	0.0	-142	-142
25.	Graduation Requirement Changes	0.0	-22,337	-22,337
26.	Suspend Development Diag. Assessmen	-6.0	-4,400	-4,400
27.	Assessment Staff Reduction	-7.0	-1,430	-1,430
28.	COE Payment Reduction	0.0	-7,383	-7,383
29.	Renew Current Contracts	0.0	-6,429	-6,429
30.	Restructure Collection of Evidence	0.0	-7,579	-7,579
Policy -- Non-Comp Total		-18.0	-163,143	-159,143
Policy Comp Changes:				
31.	Average Final Compensation Adjust	0.0	2	2
32.	3% Salary Cut for State Employees	0.0	-266	-426
33.	Suspend Plan 1 Uniform COLA	0.0	-148	-202
34.	National Board Bonus Adjustments	0.0	-59,877	-59,877
Policy -- Comp Total		0.0	-60,289	-60,503
Total Policy Changes		-18.0	-223,432	-219,646
Total 2011-13 Biennium		35.5	158,167	266,282

2011-13 Omnibus Operating Budget
Public Schools
Education Reform
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
Difference from 2009-11	-18.0	-137,669	-183,142
% Change from 2009-11	-33.6%	-46.5%	-40.8%

Comments:

1. Reduce LASER/Pacific Science Center - The Leadership and Assistance for Science Education Reform (LASER) program is a statewide project to implement a hands-on science curriculum through ten regional school district alliances. Funding for this program is reduced by 10 percent.

2. Eliminate Focused Assistance - The Focused Assistance program provides technical assistance to schools and school districts struggling to meet adequate yearly progress benchmarks established by the federal government and that do not qualify for Title I federal funds for this purpose. Funding for this service is eliminated.

3. Eliminate CISL - The Center for the Improvement of Student Learning (CISL) provides outreach to districts and communities to improve student outcomes, by serving as a clearinghouse for best practices and identifying strategies to improve the success of certain ethnic and racial student groups. Funding for CISL is eliminated.

4. Teacher and Principal Evaluations - Funding is provided to increase the number of school districts participating on a pilot basis to help develop and implement improved teacher and principal evaluation systems under reforms initiated in Chapter 235, Laws of 2010 (E2SSB 6696).

5. Reduce Ed. Tech. Supt. Ctrs - Education Technology Support Centers are funds directed to the Educational Service Districts who in turn provide school districts with assistance in technology planning, network development, cost-benefit analysis, and professional development. Funding for this service is reduced by 50 percent.

6. Full Day Kindergarten Adjustment - Funding for the full-day Kindergarten Program is reduced to reflect changes made to the K-12 budget such as eliminating funds for K-4 class size reduction; reducing K-12 salaries by 3 percent; and suspending the I-732 COLA. (Education Legacy Trust Account-State)

7. Transfer Food Service Programs - Funding for food service programs in the education reform budget are transferred to the school food services budget for the purpose of meeting federal match requirements under the National School Lunch Program. This item is a continuation of the policy enacted in Substitute House Bill 1086, the 2011 supplemental operating budget.

8. Local Farms Healthy Kids Program - Funding is eliminated for the Local Farms & Healthy Kids Program, which provides funding for schools to purchase fruits and vegetables to offer students as a school day snack.

9. Math/Science Prof Development - Funding for grants to 17 school districts for math and science professional development coaches is discontinued in the education reform budget.

10. Transfer Full Day Kindergarten - Funding for Full Day Kindergarten is transferred from the Education Reform budget to the General Apportionment budget.

11. Kindergarten Phase-In - Funding is provided to continue phasing-in Full-Day Kindergarten programs in high poverty schools. Approximately 21 percent of eligible students will be served in the 2011-12 school year, and 22 percent in the 2012-13 school year.

12. IT Academy - Funding is provided for the Microsoft Information Technology (IT) Academy Program, which provides free educational software, as well as IT certification and software training opportunities for students and staff in public schools. The funding amount represents state match of $2 million per year for training and $2 million per year for IT certification for students and staff.

13. PASS Act Program - Funding is provided to implement the provisions of Engrossed Second Substitute House Bill 1599 (Actual student success program), which establishes a system to help schools and school districts successfully reduce drop-out rates and improve attendance.

2011-13 Omnibus Operating Budget
Public Schools
Education Reform

14. Reading Corps - The Reading Corps program provides grants to schools with low reading scores to increase student tutoring through the use of AmeriCorps and VISTA members. Funding is cut by 10 percent for the 2011-13 biennium.

15. Pmt. For Scorable COE - Currently, payments for collections of evidence are made based on submittal. Funding is adjusted to reflect payments for submittals that meet all criteria to be scored.

16. Readiness to Learn - The Readiness to Learn program provides grants to school and community consortia to support students and families with the goal of ensuring that all children are able to attend school prepared to learn. Funding for the grants is reduced by 10 percent.

17. BEST Program - The Beginning Educator Support Team (B.E.S.T) program provides early career educators with mentorship and support. Funding for this service is reduced by 50 percent.

18. Private/Local Authority - Private/local authority is provided for an assortment of gifts, grants, and other funding provided by private parties or local government agencies. (General Fund-local)

19. CTE Start-up Grants & Robotics - Career and Technical Education (CTE) Start-Up grants provide funding to middle schools, high schools, or skills centers to upgrade high-demand career and technical education programs. FIRST Robotics is a national program, funded through a combination of public and private sources, that is oriented to science, technology, engineering, and mathematics. Within the funding provided for CTE start-up grants, is $600,000 for the FIRST Robotics program, contingent on availability of private matching funds.

20. Leadership Academy - The Leadership Academy supports professional development and training for school administrators. Funding for this service is reduced by 10 percent.

21. Superintendent/Principal Internship - Funding for internships for principals, superintendents, and program administrators completing certification programs is reduced by 10 percent.

22. Mid/High Sch. Applied STEM Grants - OSPI currently staffs coordination and promotion of integrated science, technology, engineering, and math programs. Twenty teachers currently receive grants of $2,500 for summer training to implement programs in schools. Funding for this program is reduced by 10 percent.

23. STEM Lighthouses - The Science, Technology, Engineering, and Math (STEM) Lighthouses are three districts that practice best practices in the STEM subjects and provide technical assistance to other districts. Funding for this program is reduced by 10 percent.

24. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

25. Graduation Requirement Changes - Funding is adjusted to reflect changes in assessment requirements for graduation during the 2011-13 biennium. This item reflects savings realized through the implementation of House Bill 1412 (H.S. math assessments) and House Bill 1410 (H.S. science assessments). Because this budget also proposes reduced collection of evidence rates, the net savings for HB 1410 and HB1412, apart from the rate reductions, is shown here.

26. Suspend Development Diag. Assessmen - Funding for the development of diagnostic assessments is suspended due to Washington State joining the SMARTER Balanced Assessment Consortium. The consortium involves 30 states that will collaboratively develop an assessment system to include summative and formative exams, as well as informal assessments teachers will be able to use to diagnose student performance. (Education Legacy Trust Account-State)

27. Assessment Staff Reduction - Funding for assessment program staffing is reduced by 10 percent for the 2011-13 biennium.

28. COE Payment Reduction - The Collection of Evidence (COE) assessment is an alternative assessment for the high school graduation program. Districts currently receive a payment of $300 per COE submitted for grading. Funding is adjusted based on an assumed payment rate of $200 per COE.

29. Renew Current Contracts - The budget provides savings through the execution of renewal clause options on state contracts for student assessments. Savings result from reduced costs for rebidding contracts and potential contract cost increases.

2011-13 Omnibus Operating Budget
Public Schools
Education Reform

30. Restructure Collection of Evidence - The OSPI contracts for collection of evidence (COE) grading. The OSPI is directed to restructure the COE assessment and renegotiate the grading contract to achieve savings. This reduction assumes an average per-unit grading cost of $200 per COE.

31. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

32. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

33. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

34. National Board Bonus Adjustments - Funding is adjusted to reflect two changes to the National Board for Professional Teaching Standards (NBPTS) bonus program: 1) adopting a bonus payment date of July 1st of each school year, beginning in the 2011-12 school year; and 2) prorating the first year national board bonus by 60 percent (a 40 percent reduction), to reflect the percentage of the school year newly NBPTS-certified teachers are certified. This proration produces a first year base bonus amount of $3,054, and a high poverty school bonus of $3,000.

2011-13 Omnibus Operating Budget
Public Schools
Transitional Bilingual Instruction
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	154,091	219,354
2011-13 Maintenance Level	0.0	180,526	251,527
Policy Non-Comp Changes:			
1. Prior School Year Adjustments	0.0	-37	-37
2. Bilingual Formula Restructure	0.0	-284	-284
Policy -- Non-Comp Total	0.0	-321	-321
Policy Comp Changes:			
3. Suspend Plan 1 Uniform COLA	0.0	-4,772	-4,772
4. K-12 Salary Reduction	0.0	-2,741	-2,741
5. Teacher Retirement Incentive	0.0	-153	-153
Policy -- Comp Total	0.0	-7,666	-7,666
Total Policy Changes	0.0	-7,987	-7,987
Total 2011-13 Biennium	0.0	172,539	243,540
Difference from 2009-11	0.0	18,448	24,186
% Change from 2009-11	0.0%	12.0%	11.0%

Comments:

1. Prior School Year Adjustments - This item adjusts FY 2012 funding levels to reflect the continuation of policies adopted in the 2011 supplemental budget Chapter 5, Laws of 2011 (ESHB 1086 PV) for July and August of 2011, the last two months of the 2010-11 school year.

2. Bilingual Formula Restructure - A revised funding model for the transitional bilingual program will be established, effective September 1, 2012. Allocations will be scaled to provide more support to students with beginning levels of English language proficiency who require more intensive intervention, and less support to more proficient students. Additionally, the funding model will provide up to two years of bonus funding upon successful exit from the bilingual program to facilitate successful transition to a standard program of education. A statewide method of measuring level of proficiency will be established prior to September 2012 to create more consistent placement across districts. Bonus payments for up to two school years following successful exit from the transitional bilingual program will be allocated to the exiting school district. If the student graduates or transfers to another district prior to the district receiving both years' bonuses, the district shall receive the bonus for only the length of time the student remains enrolled in the exiting district. It is expected that total state funding for the program will remain constant, with the differentials designed to provide additional support to least proficient students, encourage successful exit, and support the transition to other educational programs. Savings in school year 2012-13 are calculated by assuming every student will be tested for proficiency each year and historical exit rates will apply.

3. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

4. K-12 Salary Reduction - Salary allocations for K-12 employees are reduced by 1.9 percent for certificated instructional and classified staff, and 3 percent for administrative staff, for the 2011-12 and 2012-13 school years. The transitional bilingual education budget is impacted through adjustments to the salary assumptions underlying the hourly instruction cost rate used for bilingual fundign allocations. (General Fund-State)

2011-13 Omnibus Operating Budget
Public Schools
Transitional Bilingual Instruction

5. Teacher Retirement Incentive - Savings are assumed from the implementation of a teacher retirement incentive program designed to incentivize retirements through offering $250 per month health benefit subsidies. Transitional bilingual student funding is impacted through the decrease in the staff mix factor, which is a proxy for educator experience and impacts the salary assumption used for hourly rates of instruction in the program.(General Fund-State)

2011-13 Omnibus Operating Budget
Public Schools
Learning Assistance Program (LAP)
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	262,157	816,082
2011-13 Maintenance Level	0.0	263,265	844,472
Policy Non-Comp Changes:			
1. Prior School Year Adjustments	0.0	-85	-85
Policy -- Non-Comp Total	0.0	-85	-85
Policy Comp Changes:			
2. Suspend Plan 1 Uniform COLA	0.0	-6,821	-6,821
3. K-12 Salary Reduction	0.0	-3,921	-3,921
4. Teacher Retirement Incentive	0.0	-217	-217
Policy -- Comp Total	0.0	-10,959	-10,959
Total Policy Changes	0.0	-11,044	-11,044
Total 2011-13 Biennium	0.0	252,221	833,428
Difference from 2009-11	0.0	-9,936	17,346
% Change from 2009-11	0.0%	-3.8%	2.1%

Comments:

1. Prior School Year Adjustments - This item adjusts FY 2012 funding levels to reflect the continuation of policies adopted in the 2011 supplemental budget Chapter 5, Laws of 2011 (ESHB 1086 PV) for July and August of 2011, the last two months of the 2010-11 school year.

2. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

3. K-12 Salary Reduction - Salary allocations for K-12 employees are reduced by 1.9 percent for certificated instructional and classified staff, and 3 percent for administrative staff, for the 2011-12 and 2012-13 school years. The Learning Assistance Program budget is impacted through adjustments to the salary assumptions underlying the hourly instruction cost rate used for funding allocations. (General Fund-State)

4. Teacher Retirement Incentive - Savings are assumed from the implementation of a teacher retirement incentive program designed to incentivize retirements through offering $250 per month health benefit subsidies. Learning Assistance Program funding is impacted through the decrease in the staff mix factor, which is a proxy for educator experience and impacts the salary assumption used for hourly rates of instruction in the program.(General Fund-State)

2011-13 Omnibus Operating Budget
Public Schools
Compensation Adjustments
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	-6,220	-6,221
2011-13 Maintenance Level	0.0	285,763	285,765
Policy Non-Comp Changes:			
1. Eliminate K-4 Class Size Reduction	0.0	-4,519	-4,519
2. Running Start	0.0	-140	-140
Policy -- Non-Comp Total	0.0	-4,659	-4,659
Policy Comp Changes:			
3. Suspend I-732 COLA	0.0	-265,717	-265,717
4. Suspend Plan 1 Uniform COLA	0.0	-8,672	-8,672
5. National Board Bonus Adjustments	0.0	-1,257	-1,257
6. K-12 Salary Reduction	0.0	-5,458	-5,458
Policy -- Comp Total	0.0	-281,104	-281,104
Total Policy Changes	0.0	-285,763	-285,763
Total 2011-13 Biennium	0.0	0	2
Difference from 2009-11	0.0	6,220	6,223
% Change from 2009-11	0.0%	-100.0%	-100.0%

Comments:

1. Eliminate K-4 Class Size Reduction - Funding for Kindergarten through Grade 4 class size reduction is eliminated for the 2011-12 and 2012-13 school years. The formula for allocating funding to districts is adjusted to reflect the following increases in average class sizes: grades Kindergarten through Grade 3 will become 25.23, up from 23.11; Grade 4 will become 27, up from 26.15. As a result of this change, allocations to districts are reduced.

2. Running Start - Enrollment and funding rules for the Running Start Program are adjusted to establish a combined enrollment cap of 1.2 FTE. Currently, students can participate in running start programs up to a combined enrollment cap of 2.0 FTE. The change results in adjustments to related employee compensation costs.

3. Suspend I-732 COLA - The Initiative 732 cost-of-living adjustments are suspended for the 2011-13 biennium. Initiative 732 requires an annual cost-of-living increase for school employees based on the Seattle Consumer Price Index for the prior calendar year. These cost-of-living increases are estimated at 0.3 percent for the 2011-12 school year and 2.5 percent for the 2012-13 school year. Additionally, the statute requires a catch-up cost-of-living increase resulting from the Initiative 732 suspension during the 2009-11 biennium. This requirement is also suspended for the 2011-13 biennium.

4. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

5. National Board Bonus Adjustments - Funding is reduced to reflect the absence of a cost-of-living adjustment for national board bonuses in the 2011-13 biennium.

6. K-12 Salary Reduction - Salary allocations for K-12 employees are reduced by 1.9 percent for certificated instructional and classified staff, and 3 percent for administrative staff, for the 2011-12 and 2012-13 school years. (General Fund-State)

2011-13 Omnibus Operating Budget
Higher Education Coordinating Board
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	95.4	512,073	553,159
2011-13 Maintenance Level	98.4	554,368	596,989
Policy Non-Comp Changes:			
1. Suspend Health Professionals Prgm	0.0	-3,820	-3,820
2. Eliminate Rural Health Program	0.0	-200	-200
3. Reduce State Work Study Program	0.0	-14,320	-14,320
4. Suspend Small Grant Programs	0.0	-466	-466
5. Suspend Future Teachers Program	0.0	-1,000	-1,000
6. Suspend WAVE and Wa. Scholars	0.0	-674	-674
7. Passport to College	0.0	200	200
8. Shift Education Legacy Costs to GFS	0.0	0	0
9. Educational Opportunity Grants	0.0	-2,598	-2,598
10. Opportunity Scholarships (HB 2088)	0.0	5,000	5,000
11. Leadership 1000	0.0	100	100
12. Health Science and Services Program	-0.1	-33	-33
13. For Profit SNG	0.0	-1,250	-1,250
14. Maintain Financial Aid Policy	0.0	37,330	37,330
15. SNG Awards to Private Institutions	0.0	-4,562	-4,562
16. Elimination of HECB	-48.3	-274,382	-297,086
17. Aerospace Trng Scholarship & Loans	0.0	250	250
18. Interagency Charges - AG	0.0	-4	-6
19. Efficiency Savings	-3.0	-1,313	-1,313
Policy -- Non-Comp Total	-51.3	-261,742	-284,448
Policy Comp Changes:			
20. 3% Salary Cut for State Employees	0.0	-99	-178
21. Suspend Plan 1 Uniform COLA	0.0	-47	-84
Policy -- Comp Total	0.0	-146	-262
Total Policy Changes	-51.3	-261,888	-284,710
Total 2011-13 Biennium	47.1	292,480	312,279
Difference from 2009-11	-48.3	-219,593	-240,880
% Change from 2009-11	-50.7%	-42.9%	-43.6%

Comments:

1. Suspend Health Professionals Prgm - The Health Professionals Conditional Scholarship Program is suspended for the 2011-13 fiscal biennium. This program provides scholarships or loan forgiveness for health professionals who agree to work in rural and underserved areas of the state. Those students who received awards in previous years will maintain those awards until they complete their programs.

2. Eliminate Rural Health Program - The Higher Education Coordinating Board (HECB) will suspend payments to the Pacific Northwest University of Health Sciences. These payments were intended to provide training and education of health care professionals to promote osteopathic physician services in rural and underserved areas of the state.

3. Reduce State Work Study Program - Funding for the State Work Study program is reduced. Changes made during Fiscal Year 2011 will become permanent, including increasing the required employer share of wages and discontinuing non-resident student eligibility for the program, and the Higher Education Coordinating Board will adjust employer match rates and revise distribution methods to institutions by considering other factors such as off-campus job development, historical utilization trends, and student need. (General Fund-State, Education Legacy Trust Account-State)

4. Suspend Small Grant Programs - Funding for several small grant programs is suspended for the 2011-13 biennium, including the Community Scholarship Matching Grant program, WICHE student exchange, and state contributions to the Foster Care Endowed Scholarship Trust Fund.

5. Suspend Future Teachers Program - The Higher Education Coordinating Board (HECB) will make no new awards in the Future Teachers conditional scholarship program during the 2011-13 biennium. This program provides scholarships or loan forgiveness for teachers who agree to work in certain shortage areas, including English as a second language instruction, secondary math, and secondary science. Those students who received awards in prior years and are continuing their education in the 2011-13 biennium will continue to receive awards.

6. Suspend WAVE and Wa. Scholars - The Washington Scholars and the Washington Award for Vocational Excellence programs are suspended for the 2011-13 biennium. Students who received these awards in prior years and will continue their education during the 2011-13 biennium will not be affected, but no new recipients will receive awards.

7. Passport to College - Funds are provided for the Passport to College Program. The Passport to College Program provides scholarships for tuition and living expenses to former foster youth.

8. Shift Education Legacy Costs to GFS - A portion of the funding for financial aid programs is shifted from the Education Legacy Trust Account to the state general fund.

9. Educational Opportunity Grants - The Educational Opportunity Grant Program provides additional financial assistance for community and technical college graduates who would otherwise be unable to attend a distant public baccalaureate institution because of work or financial obligations in their home community. In the 2010 legislative session, pursuant to Engrossed Second Substitute House Bill 2021 (student financial aid), the Educational Opportunity Grant program was phased out as a stand-alone financial aid program and the eligibility requirements of the State Need Grant (SNG) were modified so that these students could qualify for a SNG award. As a result, the separate funding for this program is eliminated.

10. Opportunity Scholarships (HB 2088) - Pursuant to Engrossed Substitute House Bill 2088 (opportunity scholarship board), state matching funds are provided to match private contributions to the opportunity scholarship match transfer account.

11. Leadership 1000 - Funding is provided to develop and implement the Leadership 1000 scholarship program. This program matches private donors with selected economically disadvantaged students who would otherwise be unable to attend college after depleting all other sources of financial aid.

12. Health Science and Services Program - Savings are captured by transferring the duties of monitoring and reporting to the Legislature biennially on the performance of the Health Sciences and Services Authority (HSSA) program in Spokane County to the HSSA's local board of directors.

13. For Profit SNG - Savings are achieved by reducing State Need Grant (SNG) awards for students at for-profit institutions. Sufficient funding remains to allow current SNG recipients to complete their programs without a change in their award amount.

14. Maintain Financial Aid Policy - Funding is provided to the State Need Grant (SNG) and the State Work Study (SWS) programs to offset the cost to recipients of resident undergraduate tuition increases of 16 percent each year at the University of Washington, Washington State University, Western Washington University; 14 percent each year at Central Washington University and The Evergreen State College; 11 percent at Eastern Washington University; and 12 percent each year at the community and technical colleges.

15. SNG Awards to Private Institutions - Funding for the State Need Grant program is reduced to align increases in awards given to private institutions with their average annual tuition increase experience of 3.5 percent each year.

16. Elimination of HECB - Pursuant to Second Substitute Senate Bill 5182 (student financial assistance), the Higher Education Coordinating Board is eliminated as of July 1, 2012. All funds associated with non-financial aid activities are transferred to a new state agency, the Council for Higher Education. All funds associated with financial aid activities are transferred to a new state agency, the Office of Student Financial Assistance.

17. Aerospace Trng Scholarship & Loans - Funds are provided to implement a loan program for students in certain aerospace training or educational programs pursuant to Engrossed Substitute House Bill 1846 (aerospace student loans).

18. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

19. Efficiency Savings - Savings are achieved as a result of several administrative efficiencies, including those resulting from of Engrossed Second Substitute Senate Bill 5182 (student financial assistance), which eliminates or shifts to other entities a number of policy, planning, coordination, and research activities previously conducted by the Higher Education Coordinating Board.

20. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

21. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
University of Washington
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	19,221.8	595,197	4,295,994
2011-13 Maintenance Level	20,093.9	635,628	5,919,496
Policy Non-Comp Changes:			
1. Higher Education Reductions	-133.4	-182,990	-53,510
2. Shift Education Legacy Costs to GFS	0.0	0	0
3. Washington Park Arboretum	0.0	287	287
4. Interagency Charges - AG	0.0	-176	-350
5. Embodied Energy and Carbon	0.4	88	88
6. WWAMI Medical Education Program	0.0	300	300
Policy -- Non-Comp Total	-133.0	-182,491	-53,185
Policy Comp Changes:			
7. Average Final Compensation Adjust	0.0	26	130
8. 3% Salary Cut for State Employees	0.0	-24,010	-24,188
9. Suspend Plan 1 Uniform COLA	0.0	-2,567	-12,998
10. Retire-Rehire Changes (State)	0.0	-13	-13
Policy -- Comp Total	0.0	-26,564	-37,069
Total Policy Changes	-133.0	-209,055	-90,254
Total 2011-13 Biennium	19,960.9	426,573	5,829,242
Difference from 2009-11	739.1	-168,624	1,533,248
% Change from 2009-11	3.9%	-28.3%	35.7%

Comments:

1. Higher Education Reductions - Ongoing savings of $173.3 million and one-time savings of $9.7 million are achieved by carrying forward the 4 percent reduction taken by the university in the 2011 supplemental budget; assuming tuition waiver authority provided in RCW 28B.15.910 is maintained at the level waived by the university during Fiscal Year 2010; and, after accounting for tuition increases of 16 percent per year, reducing funding for the university by 6% for the 2011-13 biennium. (General Fund-State, Higher Education Tuition-Non-Appropriated)

2. Shift Education Legacy Costs to GFS - A portion of the funding is shifted from the Education Legacy Trust Account to the state general fund.

3. Washington Park Arboretum - Funds are provided for the ongoing management by the University of Washington of Washington Park Arboretum.

4. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

5. Embodied Energy and Carbon - Pursuant to Engrossed Substitute Senate Bill 5485 (State's natural resources), one-time funds are provided for the University of Washington to prepare a summary of findings from research conducted of embodied energy and embodied carbon in building materials and make recommendations to the Legislature.

6. WWAMI Medical Education Program - Funds are provided for development of integrated medical curriculum for the Washington/Wyoming/Alaska/Montana/Idaho (WWAMI) Medical Education Program.

7. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

8. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

9. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

10. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Washington State University
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	5,869.5	382,080	1,158,581
2011-13 Maintenance Level	5,926.6	412,118	1,279,075
Policy Non-Comp Changes:			
1. Higher Education Reductions	-61.3	-93,573	-24,476
2. Interagency Charges - AG	0.0	-68	-136
3. Applied Sciences Laboratory	0.0	500	500
4. WWAMI Medical Education Program	0.0	600	600
Policy -- Non-Comp Total	-61.3	-92,541	-23,512
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	20	27
6. 3% Salary Cut for State Employees	0.0	-14,267	-14,269
7. Suspend Plan 1 Uniform COLA	0.0	-1,955	-2,706
8. Retire-Rehire Changes (State)	0.0	-9	-9
Policy -- Comp Total	0.0	-16,211	-16,957
Total Policy Changes	-61.3	-108,752	-40,469
Total 2011-13 Biennium	5,865.3	303,366	1,238,606
Difference from 2009-11	-4.2	-78,714	80,025
% Change from 2009-11	-0.1%	-20.6%	6.9%

Comments:

1. Higher Education Reductions - Ongoing savings of $88.6 million and one-time savings of $5.0 million are achieved by carrying forward the 4 percent reduction taken by the university in the 2011 supplemental budget; assuming tuition waiver authority provided in RCW 28B.15.910 is maintained at the level waived by the university during Fiscal Year 2010; and, after accounting for tuition increases of 16 percent per year, reducing funding for the university by 5% for the 2011-13 biennium. (General Fund-State, Higher Education Tuition-Non-Appropriated)

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. Applied Sciences Laboratory - Funds are provided for the Spokane-based Applied Sciences Laboratory, which emphasizes applied research, technology transfer, and the development of spin-off companies in the physical sciences and engineering.

4. WWAMI Medical Education Program - Funds are provided for the expansion of health sciences capacity through the Washington/Wyoming/Alaska/Montana/Idaho (WWAMI) Medical Education Program.

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

8. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Eastern Washington University
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	1,285.7	87,396	231,779
2011-13 Maintenance Level	1,318.1	93,936	258,560
Policy Non-Comp Changes:			
1. Higher Education Reductions	-12.2	-21,113	-4,870
2. Interagency Charges - AG	0.0	-14	-30
Policy -- Non-Comp Total	-12.2	-21,127	-4,900
Policy Comp Changes:			
3. Average Final Compensation Adjust	0.0	6	7
4. 3% Salary Cut for State Employees	0.0	-3,257	-3,257
5. Suspend Plan 1 Uniform COLA	0.0	-598	-727
6. Retire-Rehire Changes (State)	0.0	-3	-3
Policy -- Comp Total	0.0	-3,852	-3,980
Total Policy Changes	-12.2	-24,979	-8,880
Total 2011-13 Biennium	1,305.9	68,957	249,680
Difference from 2009-11	20.2	-18,439	17,901
% Change from 2009-11	1.6%	-21.1%	7.7%

Comments:

1. Higher Education Reductions - Ongoing savings of $19.8 million and one-time savings of $1.3 million are achieved by carrying forward the 4 percent reduction taken by the university in the 2011 supplemental budget; assuming tuition waiver authority provided in RCW 28B.15.910 is maintained at the level waived by the university during Fiscal Year 2010; and, after accounting for tuition increases of 11 percent per year, reducing funding for the university by 4% for the 2011-13 biennium. (General Fund-State, Higher Education Tuition-Non-Appropriated)

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

6. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Central Washington University
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	1,113.8	83,104	258,088
2011-13 Maintenance Level	1,230.4	93,320	308,446
Policy Non-Comp Changes:			
1. Higher Education Reductions	-11.1	-24,844	-4,421
2. Interagency Charges - AG	0.0	-10	-20
Policy -- Non-Comp Total	-11.1	-24,854	-4,441
Policy Comp Changes:			
3. Average Final Compensation Adjust	0.0	7	7
4. 3% Salary Cut for State Employees	0.0	-3,558	-3,558
5. Suspend Plan 1 Uniform COLA	0.0	-770	-865
6. Retire-Rehire Changes (State)	0.0	-4	-4
Policy -- Comp Total	0.0	-4,325	-4,420
Total Policy Changes	-11.1	-29,179	-8,861
Total 2011-13 Biennium	1,219.3	64,141	299,585
Difference from 2009-11	105.5	-18,963	41,497
% Change from 2009-11	9.5%	-22.8%	16.1%

Comments:

1. Higher Education Reductions - Ongoing savings of $22.8 million and one-time savings of $2.0 million are achieved by carrying forward the 4 percent reduction taken by the university in the 2011 supplemental budget; assuming tuition waiver authority provided in RCW 28B.15.910 is maintained at the level waived by the university during Fiscal Year 2010; and, after accounting for tuition increases of 14 percent per year, reducing funding for the university by 4% for the 2011-13 biennium. (General Fund-State, Higher Education Tuition-Non-Appropriated)

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

6. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
The Evergreen State College
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	623.7	44,436	107,119
2011-13 Maintenance Level	621.9	50,688	113,927
Policy Non-Comp Changes:			
1. Higher Education Reductions	-7.4	-12,152	-3,138
2. Expanded Family Caregiver Review	0.0	75	75
3. State Drug Policies Study	0.0	25	25
4. Learning Assistance Program Study	0.5	145	145
5. Interagency Charges - AG	0.0	-6	-12
6. WSIPP Commitment of SVP Study	0.0	75	75
Policy -- Non-Comp Total	-6.9	-11,838	-2,830
Policy Comp Changes:			
7. Average Final Compensation Adjust	0.0	4	4
8. 3% Salary Cut for State Employees	0.0	-1,920	-1,920
9. Suspend Plan 1 Uniform COLA	0.0	-418	-446
10. Retire-Rehire Changes (State)	0.0	-2	-2
Policy -- Comp Total	0.0	-2,336	-2,364
Total Policy Changes	-6.9	-14,174	-5,194
Total 2011-13 Biennium	615.0	36,514	108,733
Difference from 2009-11	-8.7	-7,922	1,614
% Change from 2009-11	-1.4%	-17.8%	1.5%

Comments:

1. Higher Education Reductions - Ongoing savings of $11.4 million and one-time savings of $0.8 million are achieved by carrying forward the 4 percent reduction taken by the college in the 2011 supplemental budget; assuming tuition waiver authority provided in RCW 28B.15.910 is maintained at the level waived by the college during Fiscal Year 2010; and, after accounting for tuition increases of 14 percent per year, reducing funding for the college by 5% for the 2011-13 biennium. (General Fund-State, Higher Education Tuition-Non-Appropriated)

2. Expanded Family Caregiver Review - Funding is provided for the Washington State Institute for Public Policy (WSIPP) to review and report to the Legislature on the results the Family Caregiver Support Program and Memory Wellness.

3. State Drug Policies Study - One-time funding is provided for the Washington State Institute for Public Policy to conduct a study of the fiscal and other costs and benefits to state and local governments, and to the people of Washington, that result from current state controlled substance policies.

4. Learning Assistance Program Study - Funding is provided for the implementation of Engrossed Second Substitute House Bill 1443 (Education reforms), including additional funding for the Compensation Working Group to analyze educator professional development and mentoring needs, strengthening the availability of data about transitional bilingual students on OSPI's online report card, development of administrative rules for the Highly Capable program by OSPI, and a study of the Learning Assistance Program funding by the Washington Institute for Public Policy.

5. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

6. WSIPP Commitment of SVP Study - One-time funding is provided for the Washington State Institute for Public Policy to conduct a detailed study of the commitment of sexually violent predators (SVPs) to the Special Commitment Center pursuant to Chapter 71.09 RCW and the subsequent release of SVPs to less restrictive alternatives.

7. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

8. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

9. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

10. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Spokane Intercoll Rsch & Tech Inst
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	20.2	3,088	5,366
2011-13 Maintenance Level	16.2	2,885	5,037
Policy Non-Comp Changes:			
1. SIRTI Service Reduction	-1.0	-574	-574
2. Interagency Charges - AG	0.0	-4	-4
3. Innovate Washington	-15.2	-2,307	-4,459
Policy -- Non-Comp Total	-16.2	-2,885	-5,037
Total Policy Changes	-16.2	-2,885	-5,037
Total 2011-13 Biennium	0.0	0	0
Difference from 2009-11	-20.2	-3,088	-5,366
% Change from 2009-11	-100.0%	-100.0%	-100.0%

Comments:

1. SIRTI Service Reduction - State funding for the State Intercollegiate Research and Technology Institute (SIRTI) is reduced 20 percent.

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. Innovate Washington - Pursuant to Substitute Senate Bill 5764 (Innovate WA), Innovate Washington is created as the successor agency to the Washington Technology Center (WTC) and the Spokane Intercollegiate Research and Technology Institute (SIRTI) and is the primary state agency responding to the technology transfer needs of existing businesses in the state. Funds and FTEs are transferred from SIRTI to Innovate Washington.

2011-13 Omnibus Operating Budget
Western Washington University
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	1,621.3	104,454	332,324
2011-13 Maintenance Level	1,564.9	116,998	343,289
Policy Non-Comp Changes:			
1. Higher Education Reductions	-2.2	-30,554	-447
2. Interagency Charges - AG	0.0	-20	-40
Policy -- Non-Comp Total	-2.2	-30,574	-487
Policy Comp Changes:			
3. Average Final Compensation Adjust	0.0	8	10
4. 3% Salary Cut for State Employees	0.0	-5,037	-5,037
5. Suspend Plan 1 Uniform COLA	0.0	-762	-961
6. Retire-Rehire Changes (State)	0.0	-4	-4
Policy -- Comp Total	0.0	-5,795	-5,992
Total Policy Changes	-2.2	-36,369	-6,479
Total 2011-13 Biennium	1,562.7	80,629	336,810
Difference from 2009-11	-58.6	-23,825	4,486
% Change from 2009-11	-3.6%	-22.8%	1.4%

Comments:

1. Higher Education Reductions - Ongoing savings of $28.4 million and one-time savings of $2.2 million are achieved by carrying forward the 4 percent reduction taken by the university in the 2011 supplemental budget; assuming tuition waiver authority provided in RCW 28B.15.910 is maintained at the level waived by the university during Fiscal Year 2010; and, after accounting for tuition increases of 16 percent per year, reducing funding for the university by 2% for the 2011-13 biennium. (General Fund-State, Higher Education Tuition-Non-Appropriated)

2. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

3. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

6. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Community/Technical College System
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	14,970.1	1,356,584	2,511,958
2011-13 Maintenance Level	14,751.6	1,390,537	2,545,353
Policy Non-Comp Changes:			
1. Higher Education Reductions	-170.6	-170,269	-68,219
2. M&O for 2011-13 State-Funded Prjcts	0.0	754	754
3. Displaced Homemaker	0.0	-824	-824
4. CTC Innovation	0.0	0	0
5. Interagency Charges - AG	0.0	-124	-246
6. Efficiency Savings	-18.8	-7,500	-7,500
7. Worker Retraining	22.5	9,000	9,000
Policy -- Non-Comp Total	-166.9	-168,963	-67,035
Policy Comp Changes:			
8. Suspend Initiative 732	0.0	-29,637	-32,768
9. Average Final Compensation Adjust	0.0	68	83
10. 3% Salary Cut for State Employees	0.0	-30,001	-30,001
11. Suspend Plan 1 Uniform COLA	0.0	-7,245	-8,868
12. Retire-Rehire Changes (State)	0.0	-36	-36
Policy -- Comp Total	0.0	-66,851	-71,590
Total Policy Changes	-166.9	-235,814	-138,625
Total 2011-13 Biennium	14,584.7	1,154,723	2,406,728
Difference from 2009-11	-385.4	-201,861	-105,230
% Change from 2009-11	-2.6%	-14.9%	-4.2%

Comments:

1. Higher Education Reductions - Ongoing savings of $157.1 million and one-time savings of $13.2 million are achieved by carrying forward the 4 percent reduction taken by the SBCTC in the 2011 supplemental budget; assuming tuition waiver authority provided in RCW 28B.15.910 is maintained at the level waived by the system during Fiscal Year 2010; and, after accounting for tuition increases of 12 percent per year, reducing funding for the SBCTC by 5% for the 2011-13 biennium. (General Fund-State, Higher Education Tuition-Non-Appropriated)

2. M&O for 2011-13 State-Funded Prjcts - Funding is provided for the maintenance and operation of new or renovated facilities scheduled to be occupied in the 2011-13 biennium.

3. Displaced Homemaker - Funding is eliminated for the Displaced Homemaker program. This program, which is also known as the Life Transitions Program assists individuals who are dealing with the challenges of re-entering the workforce after a divorce or the death or disability of a spouse or partner.

4. CTC Innovation - Funding is transferred from the Institutions of Higher Education Operating Fee Account to the Community and Technical College Innovation Account (CTCIA) pursuant to Second Substitute House Bill 1909 (Community and Technical Colleges). This legislation allows the Community and Technical College (CTC) system to retain up to three percent of operating fees charged to students and then transfer these funds for the implementation of the State Board's strategic technology plan. The percentage to be transferred to the CTCIA shall be determined by the State Board each year but shall not exceed three percent of the operating fees collected each year. (Higher Education Operating Fee Account-Nonappropriated, Community and Technical College Innovation Account-Nonappropriated)

5. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

6. Efficiency Savings - A total of $7.5 million in savings is anticipated from various efficiencies implemented in the community and technical college system. Qualified changes include: consolidation of college districts; consolidation of administrative and governance functions including, but not limited to, human resources, budget and accounting services, and president's offices; consolidation of student service functions including, but not limited to, financial aid services, student advising, and libraries; and other administrative efficiencies including, but not limited to, greater use of telephone and videoconferencing and reduced travel costs. A report explaining the methods used to achieve the savings required is due to the Legislature no later than December 31, 2013.

7. Worker Retraining - Ongoing funding is provided for an additional 970 worker retraining slots each year at community and technical colleges. Worker Retraining programs provide financial aid and other support services to jobless workers who need to change careers in order to re-enter the workforce.

8. Suspend Initiative 732 - During the 2009-11 biennium, the Legislature suspended the I-732 COLA. However, it mandated a catch-up cost-of-living adjustment to be provided in equal increments during the 2011-13 and 2013-15 biennia, so that by the end of the catch-up period, recipients would have received the same salary as if the initiative had not been suspended. The catch-up cost-of-living increment, calculated as 1.2 percent per year for the four-year period, is suspended for the 2011-13 biennium. (General Fund-State, Various Other Funds)

9. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

10. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

11. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

12. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Council for Higher Education
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	0	0
2011-13 Maintenance Level	0.0	0	0
Policy Non-Comp Changes:			
1. Eliminate Rural Health Program	0.0	-200	-200
2. Health Science and Services Program	-0.1	-33	-33
3. Elimination of HECB	21.1	2,699	5,088
4. Efficiency Savings	-3.0	-1,312	-1,312
Policy -- Non-Comp Total	18.0	1,154	3,543
Policy Comp Changes:			
5. Average Final Compensation Adjust	0.0	1	1
6. 3% Salary Cut for State Employees	0.0	-96	-103
7. Suspend Plan 1 Uniform COLA	0.0	-62	-67
Policy -- Comp Total	0.0	-157	-169
Total Policy Changes	18.0	997	3,374
Total 2011-13 Biennium	18.0	997	3,374
Difference from 2009-11	18.0	997	3,374
% Change from 2009-11	0.0%	0.0%	0.0%

Comments:

1. Eliminate Rural Health Program - The Council for Higher Education will suspend payments to the Pacific Northwest University of Health Sciences. These payments were intended to provide training and education of health care professionals to promote osteopathic physician services in rural and underserved areas of the state.

2. Health Science and Services Program - Savings are captured by transferring the duties of monitoring and reporting to the Legislature biennially on the performance of the Health Sciences and Services Authority (HSSA) program in Spokane County to the HSSA's local board of directors.

3. Elimination of HECB - Pursuant to Engrossed Second Substitute Senate Bill 5182 (student financial assistance), the Higher Education Coordinating Board is eliminated as of July 1, 2012. All funds associated with non-financial aid activities are transferred to a new state agency, the Council for Higher Education. All funds associated with financial aid activities are transferred to a new state agency, the Office of Student Financial Assistance.

4. Efficiency Savings - Savings are achieved as a result of several administrative efficiencies, including those resulting from of Engrossed Second Substitute Senate Bill 5182 (student financial assistance), which eliminates or shifts to other entities a number of policy, planning, coordination, and research activities previously conducted by the Higher Education Coordinating Board.

5. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

6. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

7. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Office of Student Financial Assist
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	0	0
2011-13 Maintenance Level	0.0	0	0
Policy Non-Comp Changes:			
1. Suspend Health Professionals Prgm	0.0	-3,820	-3,820
2. Reduce State Work Study Program	0.0	-16,668	-16,668
3. Suspend Small Grant Programs	0.0	-466	-466
4. Suspend Future Teachers Program	0.0	-1,000	-1,000
5. Suspend WAVE and Wa. Scholars	0.0	-2,367	-2,367
6. Passport to College	0.0	200	200
7. Shift Education Legacy Costs to GFS	0.0	0	0
8. Educational Opportunity Grants	0.0	-2,598	-2,598
9. Leadership 1000	0.0	100	100
10. For Profit SNG	0.0	-1,250	-1,250
11. Maintain Financial Aid Policy	0.0	87,038	87,038
12. SNG Awards to Private Institutions	0.0	-9,665	-9,665
13. Elimination of HECB	27.2	271,683	291,998
14. Aerospace Trng Scholarship & Loans	0.0	250	250
Policy -- Non-Comp Total	27.2	321,437	341,752
Policy Comp Changes:			
15. 3% Salary Cut for State Employees	0.0	-3	-75
16. Suspend Plan 1 Uniform COLA	0.0	-2	-49
Policy -- Comp Total	0.0	-5	-124
Total Policy Changes	27.2	321,432	341,628
Total 2011-13 Biennium	27.2	321,432	341,628
Difference from 2009-11	27.2	321,432	341,628
% Change from 2009-11	0.0%	0.0%	0.0%

Comments:

1. Suspend Health Professionals Prgm - The Health Professionals Conditional Scholarship Program is suspended for the 2011-13 fiscal biennium. This program provides scholarships or loan forgiveness for health professionals who agree to work in rural and underserved areas of the state. Those students who received awards in previous years will maintain those awards until they complete their programs..

2. Reduce State Work Study Program - Funding for the State Work Study program is reduced. Changes made during Fiscal Year 2011 will become permanent, including increasing the required employer share of wages and discontinuing non-resident student eligibility for the program, and the Office of Student Financial Assistance will adjust employer match rates and revise distribution methods to institutions by considering other factors such as off-campus job development, historical utilization trends, and student need. (General Fund-State, Education Legacy Trust Account-State)

3. Suspend Small Grant Programs - Funding for several small grant programs is suspended for the 2011-13 biennium, including the Community Scholarship Matching Grant program, WICHE student exchange, and state contributions to the Foster Care Endowed Scholarship Trust Fund.

4. Suspend Future Teachers Program - The Office of Student Financial Aid will make no new awards in the Future Teachers conditional scholarship program during the 2011-13 biennium. This program provides scholarships or loan forgiveness for teachers who agree to work in certain shortage areas, including English as a second language instruction, secondary math, and secondary science. Those students who received awards in prior years and are continuing their education in the 2011-13 biennium will continue to receive awards.

5. Suspend WAVE and Wa. Scholars - The Washington Scholars and the Washington Award for Vocational Excellence programs are suspended for the 2011-13 biennium. Students who received these awards in prior years and will continue their education during the 2011-13 biennium will not be affected, but no new recipients will receive awards.

6. Passport to College - Funds are provided for the Passport to College Program. The Passport to College Program provides scholarships for tuition and living expenses to former foster youth.

7. Shift Education Legacy Costs to GFS - A portion of the funding for financial aid programs is shifted from the Education Legacy Trust Account to the state general fund.

8. Educational Opportunity Grants - The Educational Opportunity Grant Program provides additional financial assistance for community and technical college graduates who would otherwise be unable to attend a distant public baccalaureate institution because of work or financial obligations in their home community. In the 2010 legislative session, pursuant to Engrossed Second Substitute House Bill 2021 (student financial aid), the Educational Opportunity Grant program was phased out as a stand-alone financial aid program and the eligibility requirements of the State Need Grant (SNG) were modified so that these students could qualify for a SNG award. As a result, the separate funding for this program is eliminated.

9. Leadership 1000 - Funding is provided to develop and implement the Leadership 1000 scholarship program. This program matches private donors with selected economically disadvantaged students who would otherwise be unable to attend college after depleting all other sources of financial aid.

10. For Profit SNG - Savings are achieved by reducing State Need Grant (SNG) awards for students at for-profit institutions. Sufficient funding remains to allow current SNG recipients to complete their programs without a change in their award amount.

11. Maintain Financial Aid Policy - Funding is provided to the State Need Grant (SNG) and the State Work Study (SWS) programs to offset the cost to recipients of resident undergraduate tuition increases of 16 percent each year at the University of Washington, Washington State University, Western Washington University; 14 percent each year at Central Washington University and The Evergreen State College; 11 percent at Eastern Washington University; and 12 percent each year at the community and technical colleges.

12. SNG Awards to Private Institutions - Funding for the State Need Grant program is reduced to align increases in awards given to private institutions with their average annual tuition increase experience of 3.5 percent each year.

13. Elimination of HECB - Pursuant to Engrossed Second Substitute Senate Bill 5182 (student financial assistance), the Higher Education Coordinating Board is eliminated as of July 1, 2012. All funds associated with non-financial aid activities are transferred to a new state agency, the Council for Higher Education. All funds associated with financial aid activities are transferred to a new state agency, the Office of Student Financial Assistance.

14. Aerospace Trng Scholarship & Loans - Funds are provided to implement a loan program for students in certain aerospace training or educational programs pursuant to Engrossed Substitute House Bill 1846 (aerospace student loans).

15. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

16. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
State School for the Blind
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	86.0	11,887	13,829
2011-13 Maintenance Level	86.0	12,569	14,615
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	27	27
2. Biennialization of Across-the-Board	0.0	-476	-476
3. Interagency Charges - AG	0.0	-6	-6
4. Management Efficiency	0.0	-56	-56
Policy -- Non-Comp Total	0.0	-511	-511
Policy Comp Changes:			
5. Suspend Initiative 732	0.0	-102	-136
6. Average Final Compensation Adjust	0.0	2	2
7. 3% Salary Cut for State Employees	0.0	-227	-237
8. Suspend Plan 1 Uniform COLA	0.0	-204	-245
9. Retire-Rehire Changes (State)	0.0	-1	-1
Policy -- Comp Total	0.0	-532	-617
Total Policy Changes	0.0	-1,043	-1,128
Total 2011-13 Biennium	86.0	11,526	13,487
Difference from 2009-11	0.0	-361	-342
% Change from 2009-11	0.0%	-3.0%	-2.5%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Biennialization of Across-the-Board - Funding to the Washington School for the Blind is reduced in the 2011-13 biennium. This item reflects the biennialization of .5 of the reductions made in FY 2011 in Chapter 5, Laws of 2011 (ESHB 1086).

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

5. Suspend Initiative 732 - The Initiative 732 cost-of-living adjustment requirements are suspended for the 2011-13 biennium. Initiative 732 requires an annual cost-of-living increase for school employees based on the Seattle Consumer Price Index for the prior calendar year. These cost-of-living increases are estimated at 0.4 percent for the 2011-12 School Year and 1.9 percent for the 2012-13 School Year. Additionally, statute requires a catch-up cost-of-living increase of 1.2 percent per school year resulting from the Initiative 732 suspension during the 2009-11 biennium. (General Fund-State, General Fund-Private/Local)

6. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

7. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

8. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

9. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Childhood Deafness & Hearing Loss
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	109.2	17,375	17,901
2011-13 Maintenance Level	109.2	18,055	18,581
Policy Non-Comp Changes:			
1. State Data Center Rate Increase	0.0	27	27
2. Biennialization of Across-the-Board	0.0	-552	-552
3. Interagency Charges - AG	0.0	-6	-6
4. Management Efficiency	0.0	-38	-38
Policy -- Non-Comp Total	0.0	-569	-569
Policy Comp Changes:			
5. Suspend Initiative 732	0.0	-130	-130
6. Average Final Compensation Adjust	0.0	2	2
7. 3% Salary Cut for State Employees	0.0	-198	-198
8. Suspend Plan 1 Uniform COLA	0.0	-258	-258
9. Retire-Rehire Changes (State)	0.0	-2	-2
Policy -- Comp Total	0.0	-586	-586
Total Policy Changes	0.0	-1,155	-1,155
Total 2011-13 Biennium	109.2	16,900	17,426
Difference from 2009-11	0.0	-475	-475
% Change from 2009-11	0.0%	-2.7%	-2.7%

Comments:

1. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

2. Biennialization of Across-the-Board - Funding to the Washington Center for Childhood Deafness and Hearing Loss is reduced in the 2011-13 biennium. This item reflects the biennialization of .5 of the reductions made in FY 2011 in Chapter 5, Laws of 2011 (ESHB 1086).

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

5. Suspend Initiative 732 - The Initiative 732 cost-of-living adjustment requirements are suspended for the 2011-13 biennium. Initiative 732 requires an annual cost-of-living increase for school employees based on the Seattle Consumer Price Index for the prior calendar year. These cost-of-living increases are estimated at 0.4 percent for the 2011-12 School Year and 1.9 percent for the 2012-13 School Year. Additionally, statute requires a catch-up cost-of-living increase of 1.2 percent per school year resulting from the Initiative 732 suspension during the 2009-11 biennium. (General Fund-State, General Fund-Private/Local)

6. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

7. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

8. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

9. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Workforce Trng & Educ Coord Board
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	19.6	2,909	57,432
2011-13 Maintenance Level	21.7	3,169	66,474
Policy Non-Comp Changes:			
1. Reduced Coordination/Oversight	-0.8	-315	-315
2. State Data Center Rate Increase	0.0	5	5
3. Interagency Charges - AG	0.0	-2	-4
Policy -- Non-Comp Total	-0.8	-312	-314
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-54	-80
5. Suspend Plan 1 Uniform COLA	0.0	-33	-49
Policy -- Comp Total	0.0	-87	-129
Total Policy Changes	-0.8	-399	-443
Total 2011-13 Biennium	20.9	2,770	66,031
Difference from 2009-11	1.3	-139	8,599
% Change from 2009-11	6.4%	-4.8%	15.0%

Comments:

1. Reduced Coordination/Oversight - The Workforce Training and Education Coordinating Board's budget is reduced by 10 percent.

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Department of Early Learning
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	201.6	121,641	386,946
2011-13 Maintenance Level	212.4	132,295	377,380
Policy Non-Comp Changes:			
1. Administrative Reduction	0.0	-541	-541
2. Longitudinal Data System Grant	3.5	0	0
3. Eliminate Career and Wage Program	-0.5	-3,000	-3,000
4. State Data Center Rate Increase	0.0	70	70
5. Child Care Background Checks	1.5	0	378
6. CCDF Quality Award	0.0	0	282
7. Medicaid Treatment Childcare	0.3	5,044	9,348
8. Interagency Charges - AG	0.0	-2	-40
9. Reach Out And Read	0.0	300	300
10. Home Visiting	1.0	1,268	3,868
11. ECEAP	0.0	0	2,256
12. Management Efficiency	0.0	-12	-12
Policy -- Non-Comp Total	5.8	3,127	12,909
Policy Comp Changes:			
13. Average Final Compensation Adjust	0.0	1	5
14. 3% Salary Cut for State Employees	0.0	-192	-800
15. Suspend Plan 1 Uniform COLA	0.0	-104	-457
16. Retire-Rehire Changes (State)	0.0	0	-2
Policy -- Comp Total	0.0	-295	-1,254
Total Policy Changes	5.8	2,832	11,655
Total 2011-13 Biennium	218.2	135,127	389,035
Difference from 2009-11	16.7	13,486	2,089
% Change from 2009-11	8.3%	11.1%	0.5%

Comments:

1. Administrative Reduction - Agency administration is reduced. Savings will be achieved through reduced personal service contracts, reductions to information technology contractors, vacancy savings, and other efficiencies.

2. Longitudinal Data System Grant - The Department will participate in the development of a statewide longitudinal education data system in collaboration with the Office of Financial Management (OFM) and the Superintendent of Public Instruction. Funds for this three-year project are provided through a federal grant to OFM. FTE staff are provided to implement the agency's responsibilities under the grant.

3. Eliminate Career and Wage Program - The Department will eliminate a pilot program offering wage supplements to employees in approximately 55 child care centers in Washington to support professional development. A contract staff position associated with the program is also eliminated.

4. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

5. Child Care Background Checks - Funding is provided through the Individual-Based/Portable Background Check Clearance Account for development and implementation of Second Substitute House Bill 1903 (child care background checks). Fees established in this legislation will be used to support this program, which creates a three-year child care license for individuals working in licensed child care. (Individual-Based/Portable Background Check Clearance Account)

6. CCDF Quality Award - Expenditure authority is provided for increased federal Child Care and Development Funds target to specific quality initiatives.

7. Medicaid Treatment Childcare - Funding for Medicaid Treatment Child Care (MTCC) is transferred from the Department of Social and Health Services' Children's Administration to the DEL. This transfer also includes administrative funding and FTE authority for the program. The MTCC provides intensive child development services to young children. (General Fund-State, General Fund-Federal)

8. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

9. Reach Out And Read - Funding is provided for the Department to contract with Reach Out and Read for services that promote early literacy by giving new books to children and advice to parents about the importance of reading.

10. Home Visiting - Funding is appropriated to the Home Visiting Services Account for evidence-based home visiting services. The additional amounts provide $1.868 million in total state funding for Home Visiting. The dollars are provided as state maintenance of effort for the federal Maternal, Infant, and Early Childhood Home Visitation Program. The state anticipates receiving $1.3 million in federal funds per year from this program and anticipates private matching funds. (General Fund-State, Home Visiting Services Account)

11. ECEAP - Additional Early Childhood Education and Assistance Program (ECEAP) slots are provided through federal Child Care Development Funds. These funds represent an addition or approximately 165 more slots per year.

12. Management Efficiency - Funding is reduce to reflect management and administrative reforms, such as delayering and streamlining of support functions, that will result in increased efficiency. For most agencies, management reductions of 7 to 10 percent are expected to be achieved over the course of the biennium. State agencies can anticipate continuous legislative policy and fiscal committee examination of the architecture and cost of the state's career and executive workforce, and shall be prepared to provide relevant information in hearings and worksessions. (General Fund-State, various other funds)

13. Average Final Compensation Adjust - Funding is provided for the pension rate impacts from adjusting Average Final Compensation for state or local government employee members of the state retirement systems who have reduced compensation during the 2011-13 fiscal biennium due to reduced work hours, mandatory leave without pay, temporary layoffs, or salary reductions that affect pension benefit calculations and would otherwise have reduced benefits, pursuant to House Bill 2070 (average final compensation for state and local government employees). (General Fund-State, various other funds)

14. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

15. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

16. Retire-Rehire Changes (State) - Employer contribution rates to the Public Employees' Retirement System and the Teachers' Retirement System are reduced to reflect savings from reduced pension benefit costs through implementing Engrossed Substitute House Bill 1981, as amended (Higher Education Retirement Plan and post-retirement employment). (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Washington State Arts Commission
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	14.5	3,191	6,187
2011-13 Maintenance Level	14.0	2,865	5,886
Policy Non-Comp Changes:			
1. Reductions and Efficiency Measures	-1.0	-2,795	-592
2. State Data Center Rate Increase	0.0	0	10
3. Interagency Charges - AG	0.0	-2	-2
Policy -- Non-Comp Total	-1.0	-2,797	-584
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-42	-44
5. Suspend Plan 1 Uniform COLA	0.0	-26	-28
Policy -- Comp Total	0.0	-68	-72
Total Policy Changes	-1.0	-2,865	-656
Total 2011-13 Biennium	13.0	0	5,230
Difference from 2009-11	-1.5	-3,191	-957
% Change from 2009-11	-10.4%	-100.0%	-15.5%

Comments:

1. Reductions and Efficiency Measures - The Arts Commission will achieve savings through vacancies, reductions in staff hours, and continuing to implement administrative spending limits and controls on goods and services, travel, and other costs. General Fund-State support for the Commission is replaced by Heritage Center Account funding. (Washington State Heritage Center Account-State, General Fund-State)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Washington State Historical Society
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	43.8	5,199	7,698
2011-13 Maintenance Level	40.3	5,428	7,326
Policy Non-Comp Changes:			
1. Reductions and Efficiency Measures	-6.3	-5,262	-1,043
2. State Data Center Rate Increase	0.0	0	32
3. Interagency Charges - AG	0.0	-2	-2
Policy -- Non-Comp Total	-6.3	-5,264	-1,013
Policy Comp Changes:			
4. 3% Salary Cut for State Employees	0.0	-104	-114
5. Suspend Plan 1 Uniform COLA	0.0	-60	-65
Policy -- Comp Total	0.0	-164	-179
Total Policy Changes	-6.3	-5,428	-1,192
Total 2011-13 Biennium	34.0	0	6,134
Difference from 2009-11	-9.8	-5,199	-1,564
% Change from 2009-11	-22.4%	-100.0%	-20.3%

Comments:

1. Reductions and Efficiency Measures - The Washington State Historical Society will achieve savings through vacancies, reductions in staff hours, and continuing to implement administrative spending limits and controls on goods and services, travel, and other costs. General Fund-State support for the Society is replaced by Heritage Center Account funding. (Washington State Heritage Center Account-State, General Fund-State)

2. State Data Center Rate Increase - Funds are provided for this agency's share of the cost to design, acquire and install infrastructure (cabling, cabinets, and fiber connectivity) for the new State Data Center. These funds will also pay for setting up existing data center infrastructure (network, storage, security, servers, mainframe and tape backup, and telephone equipment) in the new location. This new allocation is distributed based on the number of virtual server instances for each agency. (General Fund-State, Various Other Funds)

3. Interagency Charges - AG - Funding levels are adjusted to reflect anticipated changes in billings for services provided by the Office of the Attorney General. (General Fund-State, Various Other Funds)

4. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

5. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
East Wash State Historical Society
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	34.8	3,244	6,330
2011-13 Maintenance Level	34.8	3,512	6,661
Policy Non-Comp Changes:			
1. Reductions and Efficiency Measures	-4.8	-3,399	-434
Policy -- Non-Comp Total	-4.8	-3,399	-434
Policy Comp Changes:			
2. 3% Salary Cut for State Employees	0.0	-72	-84
3. Suspend Plan 1 Uniform COLA	0.0	-41	-51
Policy -- Comp Total	0.0	-113	-135
Total Policy Changes	-4.8	-3,512	-569
Total 2011-13 Biennium	30.0	0	6,092
Difference from 2009-11	-4.8	-3,244	-238
% Change from 2009-11	-13.8%	-100.0%	-3.8%

Comments:

1. Reductions and Efficiency Measures - The Eastern Washington Historical Society will achieve savings through vacancies, reductions in staff hours, and continuing to implement administrative spending limits and controls on goods and services, travel, and other costs. General Fund-State support for the Society is replaced by Heritage Center Account funding. (Washington State Heritage Center Account-State, General Fund-State)

2. 3% Salary Cut for State Employees - Funding for state agencies and institutions is reduced to reflect a 3 percent cost savings in employee salaries, excluding employees earning less than $2,500 per month, student employees, and certain employees of the Washington State Patrol and the Washington State Department of Transportation. Compensation expenditures by state institutions of higher education from non-appropriated funds are not subject the 3 percent of salary reduction. The reduction is temporary through the 2011-13 biennium only. (General Fund-State, various other funds)

3. Suspend Plan 1 Uniform COLA - This item reflects savings from ending future automatic benefit increases in the Public Employees' Retirement System Plan 1 and the Teachers' Retirement System Plan 1. The basic minimum benefit amount in the plans is not affected, and the alternative minimum benefit is raised to $1,500 per month. (General Fund-State, various other funds)

2011-13 Omnibus Operating Budget
Bond Retirement and Interest
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	1,793,797	1,977,277
2011-13 Maintenance Level	0.0	1,938,287	2,092,580
Policy Non-Comp Changes:			
1. Debt Services	0.0	28,234	28,234
Policy -- Non-Comp Total	0.0	28,234	28,234
Total Policy Changes	0.0	28,234	28,234
Total 2011-13 Biennium	0.0	1,966,521	2,120,814
Difference from 2009-11	0.0	172,724	143,537
% Change from 2009-11	0.0%	9.6%	7.3%

Comments:

1. **Debt Services -** Funding is provided for debt service related to the capital budget.

2011-13 Omnibus Operating Budget
Special Approps to the Governor
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	NGF-P	Total
2009-11 Estimated Expenditures	0.0	111,268	119,768
2011-13 Maintenance Level	0.0	94,146	94,146
Policy Non-Comp Changes:			
1. ARROW Commission	0.0	100	100
2. Central Service Efficiencies	0.0	-1,875	-1,875
3. Extraordinary Crim Justice	0.0	591	591
4. Vehicle License Fraud Account	0.0	200	200
5. SERA Account Repayment	0.0	10,974	10,974
6. Transitional Housing Operating Rent	0.0	0	7,500
7. Workers Compensation	0.0	-6,029	-6,029
Policy -- Non-Comp Total	0.0	3,961	11,461
Total Policy Changes	0.0	3,961	11,461
Total 2011-13 Biennium	0.0	98,107	105,607
Difference from 2009-11	0.0	-13,161	-14,161
% Change from 2009-11	0.0%	-11.8%	-11.8%

Comments:

1. ARROW Commission - Funding is provided for the Agency Reallocation and Realignment of Washington (ARROW) Commission on restructuring state government.

2. Central Service Efficiencies - Funding is reduced to reflect central service efficiencies pursuant to Engrossed Substitute Senate Bill 5931 (streamlining central services functions).

3. Extraordinary Crim Justice - The Office of Financial Management shall distribute funds to Franklin County ($338,000), Jefferson County ($128,000), and Okanogan County ($125,000) for extraordinary criminal justice costs.

4. Vehicle License Fraud Account - General Fund-State is appropriated to the Vehicle License Fraud Account. These one-time funds are provided to maintain vehicle license enforcement activities in the 2011-13 biennium.

5. SERA Account Repayment - Pursuant to RCW 43.79.515, General Fund-State moneys are appropriated for deposit to the Cleanup Settlement Account on July 1, 2011, and July 1, 2012, for repayment of moneys from the Cleanup Settlement Account that were transferred to the State Efficiency and Restructuring Account (SERA) in the 2010 Supplemental Appropriations Act (section 803, chapter 37, Laws of 2010 sp. sess).

6. Transitional Housing Operating Rent - The Home Security Fund is appropriated for deposit into the Transitional Housing Operating and Rent Account, for the Transitional Housing Operating and Rent program, consistent with chapter 256, Laws of 2008 (ESSB 5959). (Home Security-Fund)

7. Workers Compensation - General Fund-State savings are recognized as a result of the implementation of statutory changes to long-term disability of injured workers.

2011-13 Omnibus Operating Budget
State Employee Compensation Adjust
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	0	0
2011-13 Maintenance Level	0.0	0	0
Policy Comp Changes:			
1. Teacher Retirement Incentive	0.0	2,664	2,664
Policy -- Comp Total	0.0	2,664	2,664
Total Policy Changes	0.0	2,664	2,664
Total 2011-13 Biennium	0.0	2,664	2,664
Difference from 2009-11	0.0	2,664	2,664
% Change from 2009-11	0.0%	0.0%	0.0%

Comments:

1. Teacher Retirement Incentive - Funding is provided for a $250 per month health benefit subsidy payable for up to three years under Substitute Senate Bill 5846 (health benefit subsidies) to members of the Teachers' Retirement System Plan 1 (TRS) who retire before the end of October 2011.

2011-13 Omnibus Operating Budget
Contributions to Retirement Systems
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	129,330	129,330
2011-13 Maintenance Level	0.0	137,976	137,976
Policy Comp Changes:			
1. Match Contributions to Payout Level	0.0	-2,000	-2,000
2. Adjust for Accumulated Assets	0.0	-2,500	-2,500
Policy -- Comp Total	0.0	-4,500	-4,500
Total Policy Changes	0.0	-4,500	-4,500
Total 2011-13 Biennium	0.0	133,476	133,476
Difference from 2009-11	0.0	4,146	4,146
% Change from 2009-11	0.0%	3.2%	3.2%

Comments:

1. Match Contributions to Payout Level - Funding for contributions to the Judicial Retirement System is reduced to more closely match the expected levels of benefit payments during the 2011-13 biennium.

2. Adjust for Accumulated Assets - Funding is reduced to reflect lower than anticipated expenditures for benefits and accumulated reserves, leaving sufficient reserve assets and contributions for projected benefit payments.

2011-13 Omnibus Operating Budget
Other Legislation
(Dollars in Thousands)

	2ESHB 1087		
	FTEs	**NGF-P**	**Total**
2009-11 Estimated Expenditures	0.0	0	0
2011-13 Maintenance Level	0.0	0	0
Policy Non-Comp Changes:			
1. Family Planning Program - SSB 5912	1.9	-3,850	-3,850
Policy -- Non-Comp Total	1.9	-3,850	-3,850
Total Policy Changes	1.9	-3,850	-3,850
Total 2011-13 Biennium	1.9	-3,850	-3,850
Difference from 2009-11	1.9	-3,850	-3,850
% Change from 2009-11	0.0%	0.0%	0.0%

Comments:

1. Family Planning Program - SSB 5912 - In accordance with Substitute Senate Bill 5912 (family planning program), the Health Care Authority is directed to seek federal authorization to expand income eligibility for the Take Charge Family Planning program to 250 percent of the federal poverty level, from 200 percent now. This is expected to result in reduced state Medicaid expenditures for prenatal care, deliveries, and infant care. The legislation directs the Office of Financial Management to reduce General Fund-State allotments to reflect the savings.

2011 Supplemental Operating Budget

Statewide Summary & Agency Detail

2011 Supplemental Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Legislative			
House of Representatives			
Policy Items			
1. Strategic Printing Savings	0.0	-16	-16
Senate			
Policy Items			
2. Strategic Printing Savings	0.0	-12	-12
Total Legislative	**0.0**	**-28**	**-28**
Judicial			
Court of Appeals			
Policy Items			
3. Strategic Printing Savings	0.0	-6	-6
Administrative Office of the Courts			
Policy Items			
4. Strategic Printing Savings	0.0	-13	-13
5. Carry-Over Funding for JIS	0.0	0	-1,999
6. Pierce County Superior Court Judge	0.0	-106	-106
Total	0.0	-119	-2,118
Total Judicial	**0.0**	**-125**	**-2,124**
Governmental Operations			
Public Disclosure Commission			
Policy Items			
7. Information Technology Savings	0.0	-2	-2
Office of the Secretary of State			
Policy Items			
8. Strategic Printing Savings	0.0	-8	-8
Office of the Attorney General			
Policy Items			
9. Strategic Printing Savings	0.0	-4	-4
10. McCleary SPI Litigation	0.0	0	150
Total	0.0	-4	146
Caseload Forecast Council			
Policy Items			
11. Information Technology Savings	0.0	-2	-2
Department of Commerce			
Policy Items			
12. Strategic Printing Savings	0.0	-6	-6

2011 Supplemental Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
13. Information Technology Savings	0.0	-23	-23
Total	0.0	-29	-29
Office of Financial Management			
Policy Items			
14. Strategic Printing Savings	0.0	-8	-8
15. Information Technology Savings	0.0	-281	-281
Total	0.0	-289	-289
Washington State Commission on Hispanic Affairs			
Policy Items			
16. Information Technology Savings	0.0	-1	-1
WA State Comm on African-American Affairs			
Policy Items			
17. Restore Partial Reductions	0.0	11	11
Department of Revenue			
Policy Items			
18. Strategic Printing Savings	0.0	-45	-45
19. Information Technology Savings	0.0	-448	-448
Total	0.0	-493	-493
Board of Tax Appeals			
Policy Items			
20. Information Technology Savings	0.0	-1	-1
Department of General Administration			
Policy Items			
21. Information Technology Savings	0.0	-3	-3
Military Department			
Policy Items			
22. Strategic Printing Savings	0.0	-5	-5
23. Information Technology Savings	0.0	-3	-3
Total	0.0	-8	-8
Public Employment Relations Commission			
Policy Items			
24. Information Technology Savings	0.0	-1	-1
Department of Archaeology & Historic Preservation			
Policy Items			
25. Information Technology Savings	0.0	-33	-33
Growth Management Hearings Board			
Policy Items			
26. Information Technology Savings	0.0	-3	-3
Total Governmental Operations	**0.0**	**-866**	**-716**

2011 Supplemental Omnibus Operating Budget
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(Dollars in Thousands)

	FTEs	NGF-P	Total
DSHS			
Juvenile Rehabilitation			
Policy Items			
27. Regional Service Technical Corr	0.0	541	541
Economic Services Administration			
Policy Items			
28. Refugee Grants	0.0	0	-144
29. TANF Funds	0.0	0	38,114
30. Under Expenditure	0.0	-5,000	-5,000
31. One-Time Funding	0.0	2,076	2,076
Total	0.0	-2,924	35,046
Medical Assistance Payments			
Policy Items			
32. FQHC Reimbursement Method Chng	0.0	7,054	18,323
33. RHC Prenatal & Well-Child Visits	0.0	700	1,400
Total	0.0	7,754	19,723
Administration and Supporting Services			
Policy Items			
34. Strategic Printing Savings	0.0	-331	-331
35. Information Technology Savings	0.0	-2,746	-2,746
Total	0.0	-3,077	-3,077
Total DSHS	**0.0**	**2,294**	**52,233**
Other Human Services			
Washington State Health Care Authority			
Policy Items			
36. Strategic Printing Savings	0.0	-5	-5
37. Information Technology Savings	0.0	-143	-143
38. Health Benefit Exchange Grants	0.0	0	1,500
Total	0.0	-148	1,352
Human Rights Commission			
Policy Items			
39. Information Technology Savings	0.0	-3	-3
WA State Criminal Justice Training Commission			
Policy Items			
40. Crisist Intervention Training	0.0	0	100
41. Information Technology Savings	0.0	-14	-14
Total	0.0	-14	86
Department of Labor and Industries			
Policy Items			
42. Strategic Printing Savings	0.0	-18	-18

	FTEs	NGF-P	Total
43. Information Technology Savings	0.0	-226	-226
Total	0.0	-244	-244
Indeterminate Sentence Review Board			
Policy Items			
44. Information Technology Savings	0.0	-2	-2
Department of Health			
Policy Items			
45. Strategic Printing Savings	0.0	-21	-21
46. Information Technology Savings	0.0	-137	-137
Total	0.0	-158	-158
Department of Veterans' Affairs			
Policy Items			
47. Information Technology Savings	0.0	-110	-110
Department of Corrections			
Policy Items			
48. Strategic Printing Savings	0.0	-145	-145
49. Information Technology Savings	0.0	-3,658	-3,658
50. Prison Safety Enhancements	0.0	333	333
51. Early Deportation	0.0	303	371
Total	0.0	-3,167	-3,099
Department of Services for the Blind			
Policy Items			
52. Information Technology Savings	0.0	-2	-2
Sentencing Guidelines Commission			
Policy Items			
53. Information Technology Savings	0.0	-1	-1
Employment Security Department			
Policy Items			
54. Unemployment Insurance	0.0	0	588
55. Information Technology Savings	0.0	-16	-16
56. Under Exenditure	0.0	-500	-500
Total	0.0	-516	72
Total Other Human Services	**0.0**	**-4,365**	**-2,109**

Natural Resources

Department of Ecology			
Policy Items			
57. Information Technology Savings	0.0	-192	-192
State Parks and Recreation Commission			
Policy Items			
58. Strategic Printing Savings	0.0	-15	-15

	FTEs	NGF-P	Total
59. Information Technology Savings	0.0	-19	-19
Total	0.0	-34	-34
Recreation and Conservation Funding Board			
Policy Items			
60. Information Technology Savings	0.0	-1	-1
Environmental Hearings Office			
Policy Items			
61. Information Technology Savings	0.0	-1	-1
State Conservation Commission			
Policy Items			
62. Information Technology Savings	0.0	-1	-1
Department of Fish and Wildlife			
Policy Items			
63. Wildfire on WDFW Lands	0.0	235	235
64. Strategic Printing Savings	0.0	-31	-31
65. Information Technology Savings	0.0	-55	-55
Total	0.0	149	149
Puget Sound Partnership			
Policy Items			
66. Information Technology Savings	0.0	-3	-3
Department of Natural Resources			
Policy Items			
67. Strategic Printing Savings	0.0	-19	-19
Department of Agriculture			
Policy Items			
68. Strategic Printing Savings	0.0	-5	-5
69. Information Technology Savings	0.0	-20	-20
Total	0.0	-25	-25
Total Natural Resources	**0.0**	**-127**	**-127**
Transportation			
Washington State Patrol			
Policy Items			
70. Strategic Printing Savings	0.0	-18	-18
71. Information Technology Savings	0.0	-434	-434
Total	0.0	-452	-452
Department of Licensing			
Policy Items			
72. Information Technology Savings	0.0	-2	-2
Total Transportation	**0.0**	**-454**	**-454**

2011 Supplemental Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Public Schools			
OSPI & Statewide Programs			
Policy Items			
73. Strategic Printing Savings	0.0	-10	-10
General Apportionment			
Policy Items			
74. Delay June 2011 Apportionment	0.0	-128,000	-128,000
75. June Contingency Fund	0.0	13,000	13,000
Total	0.0	-115,000	-115,000
Education Reform			
Policy Items			
76. Federal Expenditure Authority, SBAC	0.0	0	91,214
Total Public Schools	**0.0**	**-115,010**	**-23,796**
Higher Education			
University of Washington			
Policy Items			
77. Strategic Printing Savings	0.0	-154	-154
78. Maintenance of Effort	0.0	154	154
Total	0.0	0	0
Washington State University			
Policy Items			
79. Reduce CTOP	0.0	-500	-500
80. Strategic Printing Savings	0.0	-109	-109
81. Maintenance of Effort	0.0	609	609
Total	0.0	0	0
Eastern Washington University			
Policy Items			
82. Strategic Printing Savings	0.0	-20	-20
83. Maintenance of Effort	0.0	20	20
Total	0.0	0	0
Central Washington University			
Policy Items			
84. Strategic Printing Savings	0.0	-46	-46
85. Maintenance of Effort	0.0	46	46
Total	0.0	0	0
The Evergreen State College			
Policy Items			
86. Strategic Printing Savings	0.0	-14	-14

2011 Supplemental Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
87. Maintenance of Effort	0.0	14	14
Total	0.0	0	0
Western Washington University			
Policy Items			
88. Strategic Printing Savings	0.0	-49	-49
89. Maintenance of Effort	0.0	49	49
Total	0.0	0	0
Community & Technical College System			
Policy Items			
90. Strategic Printing Savings	0.0	-367	-367
91. Maintenance of Effort	0.0	367	367
Total	0.0	0	0
Total Higher Education	**0.0**	**0**	**0**
Other Education			
State School for the Blind			
Policy Items			
92. Information Technology Savings	0.0	-3	-3
Center for Childhood Deafness & Hearing Loss			
Policy Items			
93. Information Technology Savings	0.0	-4	-4
Workforce Training & Education Coordinating Board			
Policy Items			
94. Lease Increases	0.0	5	7
Department of Early Learning			
Policy Items			
95. Information Technology Savings	0.0	-33	-33
Washington State Arts Commission			
Policy Items			
96. Information Technology Savings	0.0	-2	-2
Washington State Historical Society			
Policy Items			
97. Information Technology Savings	0.0	-2	-2
Eastern Washington State Historical Society			
Policy Items			
98. Information Technology Savings	0.0	-1	-1
Total Other Education	**0.0**	**-40**	**-38**

2011 Supplemental Omnibus Operating Budget
2ESHB 1087
(Dollars in Thousands)

	FTEs	NGF-P	Total
Special Appropriations			
Special Appropriations to the Governor			
Policy Items			
99. Strategic Printing Savings	0.0	1,500	1,500
100. Information Technology Savings	0.0	8,632	8,632
101. Wa Community Tech Opportunity Acct	0.0	213	213
Total	0.0	10,345	10,345
Sundry Claims			
Policy Items			
102. 2011 claims	0.0	346	346
Total Special Appropriations	**0.0**	**10,691**	**10,691**
Total 2011 Supplemental	**0.0**	**-108,030**	**33,532**

Comments:

Legislative

House of Representatives

1. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Senate

2. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Judicial

Court of Appeals

3. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Administrative Office of the Courts

4. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

5. **CARRY-OVER FUNDING FOR JIS -** Funding is reduced to reflect the transfer of funding for the Judicial Information System (JIS) migration plan from FY 2011 into FY 2012. (Judicial Information Systems Account-State)

6. **PIERCE COUNTY SUPERIOR COURT JUDGE -** Funding is reduced to reflect savings for the twenty-third superior court judgeship in Pierce County. The judgeship, authorized in 2008 has not been appointed.

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Governmental Operations

Public Disclosure Commission

7. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Office of the Secretary of State

8. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Office of the Attorney General

9. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

10. **MCCLEARY SPI LITIGATION -** Funding is provided for K-12 education litigation costs (*McCleary v. State*). (Legal Services Revolving Fund)

Caseload Forecast Council

11. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Commerce

12. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

13. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Office of Financial Management

14. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

15. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Washington State Commission on Hispanic Affairs

16. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

WA State Comm on African-American Affairs

17. **RESTORE PARTIAL REDUCTIONS -** Funding is partially restored for the Commission on African American Affairs after Engrossed Substitute House Bill 1086 reduced the agency to a level that exceeded discretionary funds available.

Department of Revenue

18. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

19. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Board of Tax Appeals

20. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of General Administration

21. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Military Department

22. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

23. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Public Employment Relations Commission

24. **INFORMATION TECHNOLOGY SAVINGS -** Funding for information technology projects is reduced.

Department of Archaeology & Historic Preservation

25. **INFORMATION TECHNOLOGY SAVINGS -** Funding for information technology projects is reduced.

Growth Management Hearings Board

26. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

DSHS

Juvenile Rehabilitation

27. **REGIONAL SERVICE TECHNICAL CORR -** A technical correction is made, restoring funds for Regional Services, the funding for which was elimnated twice.

Economic Services Administration

28. **REFUGEE GRANTS -** Funding is reduced for refugee assistance grants by 15 percent. The Refugee Cash Assistance grant is tied the the TANF grant standard. The TANF grants were reduced by 15 percent in FY 2011.

30. **UNDER EXPENDITURE -** Funding is reduced to reflect one-time under expenditures Economic Services Administration's program support for FY 2011.

31. **ONE-TIME FUNDING -** Due to the preliminary injunction issued by the U.S. District Court in Pimentel v. Dreyfus, funding is provided to reflect a delay in implementing the reduction to the benefit level in the state Food Assistance Program.

Medical Assistance Payments

32. **FQHC REIMBURSEMENT METHOD CHNG -** Implementation of a new alternate payment method (APM) for federally qualified health and rural health centers (FQHCs and RHCs) was delayed until April 6, 2011. The new APM will reimburse FQHCs and RHCs at rates that are 5 percent higher than the rates provided under the federal prospective payment system. (General Fund-State, General Fund-Federal)

33. **RHC PRENATAL & WELL-CHILD VISITS -** Rural health clinics (RHCs) will paid be their standard cost-related encounter rate for prenatal and well-child services provided to women and children enrolled in the state Medicaid and State Children's Health Insurance programs. Additionally, such visits are to be considered eligible for the standard encounter rate for purposes of reconciling managed care enhancement payments for 2009 and 2010. (General Fund-State, General Fund-Federal)

Administration and Supporting Services

34. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

35. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Other Human Services

Washington State Health Care Authority

36. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

37. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

38. **HEALTH BENEFIT EXCHANGE GRANTS -** The Authority expects to receive federal grant funding under the Patient Protection and Affordable Care Act for planning and implementing a health benefits exchange that is to become operational in 2014. (General Fund-Federal)

Human Rights Commission

39. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

WA State Criminal Justice Training Commission

40. **CRISIST INTERVENTION TRAINING -** Expenditure authority is provided for Crisis Intervention Training. The CJTC will be reimbursed by King County for provision of the training. (General Fund-Private/Local)

41. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Labor and Industries

42. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

43. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Indeterminate Sentence Review Board

44. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Health

45. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

46. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Veterans' Affairs

47. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Corrections

48. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

49. **INFORMATION TECHNOLOGY SAVINGS -** The OFM directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

50. **PRISON SAFETY ENHANCEMENTS -** Funding is provided for additional equipment such as cameras or personal alarms to enhance safety in Department of Corrections (DOC) institutions consistent with the recommendations of the National Institute of Corrections review of prison safety..

51. **EARLY DEPORTATION -** Funding is provided to restore savings originally included in Chapter 1, Laws of 2010, 2nd sp.s. (HB 3225) regarding early deportation of alien offenders. The original savings estimates were based on enactment in February 2010 and assumed one and one-half months of savings.

Department of Services for the Blind

52. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Sentencing Guidelines Commission

53. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Employment Security Department

54. **UNEMPLOYMENT INSURANCE -** Funding is provided to implement Chapter 4, Laws of 2011 (EHB 1091), which establishes caps on the flat social rate and reduces the multipliers used for certain graduated social rates, provides a temporary benefit increase by adding $25 to the weekly benefit amount, and makes changes to extended benefits, including a three-year look-back period. (General Fund-Federal)

55. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

56. **UNDER EXENDITURE -** Savings are related to under expenditures from the temporary workforce employment and training program in Chapter 566, 2009.

Natural Resources

Department of Ecology

57. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

State Parks and Recreation Commission

58. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

59. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Recreation and Conservation Funding Board

60. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Environmental Hearings Office

61. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

State Conservation Commission

62. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Fish and Wildlife

63. **WILDFIRE ON WDFW LANDS -** Funding is provided for fire suppression costs incurred during Fiscal Year 2011.

64. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

65. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Puget Sound Partnership

66. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Natural Resources

67. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Agriculture

68. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

69. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Transportation

Washington State Patrol

70. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

71. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Department of Licensing

72. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

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Public Schools

OSPI & Statewide Programs

73. **STRATEGIC PRINTING SAVINGS -** Left out accidentally

General Apportionment

74. **DELAY JUNE 2011 APPORTIONMENT -** The budget shifts $253 million of the June 2011 apportionment payments to school districts from the last business day of June 2011 to the first business day of July 2011. This increases costs for Fiscal Year 2012 and reduces costs for Fiscal Year 2011.

75. **JUNE CONTINGENCY FUND -** This item shifts $253 million of the June 2011 apportionment payments to school districts from the last business day of June 2011 to the first business day of July 2011. The 2011 supplemental budget provides a June financial contingency fund for districts that meet specific financial hardship criteria resulting from the June 2011 apportionment shift. The 2011-13 biennial budget assumes repayment of this funding during Fiscal Year 2012.

Education Reform

76. **FEDERAL EXPENDITURE AUTHORITY, SBAC -** The federal Department of Education has awarded two groups of states grants to develop new student assessment tests. The new tests will be aligned to the common core standards devised by the nation's governors and Chief State School Officers. The SMARTER Balanced Assessment Consortium (SBAC) is a coalition of 31 states, including Washington state. The SBAC applied for and was approved to receive $159,976,843 over a four-year performance period. In addition, SBAC received a supplemental award of $15,872,696. OSPI is the fiscal agent for these awards. SBAC will create adaptive online exams. The online system will provide assessment information to teachers and others on the progress of students, including students with disabilities, English language learners and low- and high-performing students. The system will include: 1) the required summative exams (offered twice each school year); 2) optional formative, or benchmark, exams; and 3) tools, processes and practices that teachers may use in planning and implementing informal, ongoing assessment.

Higher Education

University of Washington

77. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

78. **MAINTENANCE OF EFFORT -** Funds are provided to meet the federal maintenance of effort requirements.

Washington State University

80. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

81. **MAINTENANCE OF EFFORT -** Funds are provided to meet the federal maintenance of effort requirements.

Eastern Washington University

82. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

83. **MAINTENANCE OF EFFORT -** Funds are provided to meet the federal maintenance of effort requirements.

Central Washington University

84. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

85. **MAINTENANCE OF EFFORT -** Funds are provided to meet the federal maintenance of effort requirements.

The Evergreen State College

86. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

87. **MAINTENANCE OF EFFORT -** Funds are provided to meet the federal maintenance of effort requirements.

Western Washington University

88. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

89. **MAINTENANCE OF EFFORT -** Funds are provided to meet the federal maintenance of effort requirements.

Community & Technical College System

90. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

91. **MAINTENANCE OF EFFORT -** Funds are provided to meet the federal maintenance of effort requirements.

Other Education

State School for the Blind

92. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Center for Childhood Deafness & Hearing Loss

93. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Workforce Training & Education Coordinating Board

94. **LEASE INCREASES -** The Workforce Training and Education Coordinating Board's lease agreement expired on June 30, 2010. The new agreement requires a 5 percent, 10 percent, and 12 percent increase effective July 1 in 2010, 2013, and 2016, respectively. (General Fund-State, General Fund-Federal)

Department of Early Learning

95. **INFORMATION TECHNOLOGY SAVINGS -** The Office of Financial Management directed agencies to put information technology savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

Washington State Arts Commission

96. **INFORMATION TECHNOLOGY SAVINGS -** Funding for information technology projects is reduced.

Washington State Historical Society

97. **INFORMATION TECHNOLOGY SAVINGS -** Funding for information technology projects is reduced.

Eastern Washington State Historical Society

98. **INFORMATION TECHNOLOGY SAVINGS -** Funding for information technology projects is reduced.

Special Appropriations

Special Appropriations to the Governor

99. **STRATEGIC PRINTING SAVINGS -** The Office of Financial Management directed agencies to put strategic printing savings in reserve through an allotment reduction. This item moves the allotment reduction to an appropriation reduction.

100. **INFORMATION TECHNOLOGY SAVINGS -** The 2010 Supplemental budget assumed $30 million in state general fund Information Technology (IT) savings. State general fund IT savings in Fiscal Year 2011 are achieved through three strategies: agency ITsavings initiative, central service agencies' rate rebates/reductions, and technology-related fund transfers. Agencies were directed to put their IT savings in reserve through an allotment reduction. This item moves $8.6 million of the allotment reduction to an appropriation reduction directly in agency budgets.

101. **WA COMMUNITY TECH OPPORTUNITY ACCT -** Funds are appropriated to the Washington Community Opportunity Pathways (CTOP) account to be used as state match for a recently awarded grant under the State Broadband Development and Data (SBDD) Program.

Sundry Claims

102. **2011 CLAIMS -** On the recommendation of the Office of Risk Management, payment is made under RCW 9A.16.110 for claims for reimbursement of legal costs and other expenses of criminal defendants acquitted on the basis of self-defense. Claims received by the Legislature through March 14, 2011, are included.