



**PROPOSED SENATE
2015-17
OPERATING BUDGET
OVERVIEW
PSSB 6050**

SENATE CHAIR

**SENATE WAYS & MEANS COMMITTEE
MAY 28, 2015**

TABLE OF CONTENTS

| SUBJECT | PAGE |
|--|-------------|
| OVERVIEW OF BUDGET PROPOSAL | 3 |
| SUMMARY OF DIFFERENCES | 4 |
| BALANCE SHEET | 6 |
| SENATE FUND TRANSFERS, REVENUE, AND OTHER ADJUSTMENTS, APPENDIX A | 7 |
| SENATE BUDGET OUTLOOK, APPENDIX B..... | 11 |
| COMPARISON TO ORIGINAL SENATE BUDGET, APPENDIX C..... | 15 |

Introduction

This document is intended to provide a high level summary of the new Senate 2015-17 budget proposal and also provide a brief comparison with the original budget passed by the Senate on April 6, 2015. Other detailed information about the specific components of this proposal can be found in the Statewide Summary & Agency Detail Document. Since this proposal contains many of the same items as the original Senate passed budget, other information is available in the documents that were released on the earlier proposal. These documents are available at the Senate Ways & Means Committee website.

Overview of Budget Proposal

The proposed Senate budget for the 2015-17 biennium spends a total of \$37.9 billion Near General-State and Opportunity Pathways and represents a \$4.1 billion increase from current spending levels in the 2013-15 biennium. This is the net impact after making both policy level additions and achieving savings from current law requirements. The spending plan leaves an unrestricted balance of \$577 million at the end of the 2015-17 biennium and meets the four year balanced budget requirements.

Like the earlier proposal, many of the Senate budget policy level enhancements or increases are in education. These include: (1) \$1.3 billion in K-12 education for K-3 class size reduction, all-day kindergarten, and fully funding the maintenance, supplies, and operating cost components of Substitute House Bill 2776 (Chapter 236, Laws of 2010); (2) approximately \$400 million in net policy level enhancements in state funding for higher education; and (3) \$98 million for expanded preschool and funding for the Early Start Act.

Some of the larger non-education spending increases include: (1) \$173 million for general government compensation increases; (2) \$115 million for homecare worker increases and agency parity; (3) \$90 million for mental health related programs; and (4) \$35 million for the adult family home and child care collective bargaining agreements.

Major savings or spending constraints include: (1) \$190 million by continuing and maximizing the Hospital Safety net funding mechanism to offset state costs; (2) \$115 million based on the recent extension of a higher federal match for the Children's Health Insurance Program; (3) \$49 million from additional LEAN management efforts associated with Substitute Senate Bill 5737; and (4) \$35 million in lower mental health funding based on assuming savings from a federal waiver and using the lower bound of RSN rate ranges for the classic Medicaid populations.

On the resource side, the Senate budget utilizes the resources associated with House Bill 2136 (marijuana market reforms) and Substitute Senate Bill 5052 (Cannabis Patient Protection). The combined spending offsets and additional resources result in a net operating budget benefit from the legislation of approximately \$299 million in the 2015-17 biennium and more in subsequent biennia. From these distributions, local governments will receive \$12 million in the 2015-17 biennium and \$30 million in the 2017-19 biennium.

The Senate budget also makes \$288 million in transfers. Some of the largest transfers include: (1) \$100 million from the Public Work Assistance Account associated with loan repayments and fund balance; (2) \$74 million from the Life Science Discovery Fund and related distributions; (3) \$29 million from redirecting health premium tax resources back to the general fund from the Health Benefit Exchange; (4) \$24 million from maintaining liquor excise tax distributions to local governments at current levels; and (5) \$20 million from the Treasurer's Service Account.

The Senate budget also assumes a variety of legislation increasing and decreasing state resources. See appendix A for a complete listing of these changes.

Summary of Differences

The new Senate budget proposal makes changes based on forecast updates and other more recent developments. One of the most significant is that the new May revenue forecast projects increased revenue of \$79 million in the 2013-15 biennium and \$288 million in the 2015-17 biennium from previous projections. Another new development improving the fiscal situation is that Congress extended the higher federal match on the Children's Health Insurance Program (CHIP) which will result in \$115 million in state savings in the 2015-17 biennium. Other smaller updates and corrections are also incorporated into this latest proposal.

On the spending side, excluding I-502 marijuana related items and the \$115 million savings from the federal CHIP extension, the new Senate budget proposal increases 2015-17 policy level spending by \$242 million from the original Senate passed budget. The areas of largest increase from the original budget levels are: (1) \$113 million in higher education; (2) \$77 million in employee compensation; (3) \$27 million in long term care and developmental disabilities; and (4) \$16 million in natural resources.

Some of the specific spending increases include:

- \$99 million more (bringing the biennial total to \$245 million) to fully implement the tuition reduction policy of Engrossed Substitute Senate Bill 5954 (College Affordability Program) in both years of the biennium. Funding is also provided to mitigate impacts on private schools from the financial aid changes and based on updated information about current use of tuition waivers by institutions of higher education.
- \$66 million more (bringing the biennial total to \$173 million) to fully fund the state employee collective bargaining agreements. This funding and the other funding for non-employee collective bargaining agreements is contingent on the enactment of the compensation changes in Senate Bill 6126.
- \$33 million of the original \$40 million proposed savings is restored by not entirely eliminating PEBB spousal coverage. Instead the revised policy is that state employees with spouses eligible for health benefits coverage through their employer will be subject to a \$50 per month charge.
- \$22 million is provided for vendor rate increases for community residential providers of services to people with developmental disabilities, assisted living facilities, Adult Residential Care, and Enhanced Adult Residential Care.
- \$14 million is restored by not reducing the Regional Support Networks (RSNs) flexible non-Medicaid funding.
- \$12 million is restored by not reducing the subsidy provided to Medicare retirees who enroll in PEBB plans.
- \$11 million more (bringing the biennial total to \$16 million) for the maintenance and operations of State Parks.

On the resource side, the new Senate budget proposal lowers the Public Works Assistance Account use in the 2015-17 operating budget from \$200 million to \$100 million. The original proposed use of \$7.6 million per biennium in local government document recording fees is eliminated.

Finally, the Senate budget modifies the structure by which I-502 and other marijuana resources are utilized in the budget. Some of the resources are utilized to offset state costs rather than used on the revenue portion of the balance sheet. This makes comparison to the original Senate budget proposal difficult. The bottom-line is that the net benefit from the marijuana-related legislation is approximately \$299 million in the 2015-17 biennium and more in subsequent biennia.

Based on the 4-year outlook methodology, the original Senate budget was projecting an unrestricted funding balance of \$17 million and \$1.5 billion in the Budget Stabilization Account at the end of the 2017-19 biennium. The latest Senate budget proposal is projecting an unrestricted funding balance of \$175 million and \$1.5 billion in the Budget Stabilization Account at the end of the 2017-19 biennium.

PSSB 6050 Balance Sheet
(Near GF-S & Opp Pathways in Millions)

| | <u>2013-15</u> | <u>2015-17</u> |
|---|----------------|----------------|
| Beginning Balance | 156 | 918 |
| Revenue Forecast | | |
| November 2014 Revenue Forecast | 34,067 | 36,985 |
| February 2015 Forecast Change | 134 | 140 |
| May 2015 Forecast Change (Net Technical Adjustments) | 79 | 288 |
| Revenue Forecast | 34,280 | 37,412 |
| Other Resource Changes | | |
| Transfers To The Budget Stabilization Account | (350) | (370) |
| Other Previously Enacted Fund Transfers | 428 | - |
| Other Adjustments (Prior Period Adjustments & CAFR) | 13 | 41 |
| Other Resource Changes | 91 | (329) |
| 2015 Session Changes | | |
| Fund Transfers | 11 | 277 |
| SB 5052/HB 2136 Marijuana Regulation | 45 | 89 |
| Revenue Legislation (Decreases) | - | (116) |
| Revenue Legislation (Increases) | - | 25 |
| Budget Driven Revenue & Other Changes | (2) | 41 |
| 2015 Session Changes | 54 | 315 |
| Total Resources | 34,582 | 38,316 |
| Spending | | |
| 2013-15 Enacted Budget/2015-17 Maintenance Level | 33,794 | 39,156 |
| 2015 Supplemental Budget | 19 | - |
| 2015-17 Policy Level Changes (Net) | - | (1,277) |
| Actual/Projected Reversions | (150) | (140) |
| Total Spending | 33,664 | 37,739 |
| Ending Balance and Reserves | | |
| Unrestricted Ending Fund Balance | 918 | 577 |
| Budget Stabilization Account Balance | 545 | 928 |
| Total Reserves | 1,462 | 1,505 |

Appendix A

2015 Session Resource Changes
Fund Transfers, Revenue Legislation & Other Adjustments
(Dollars In Millions)

| | 2013-15 | 2015-17 |
|--|-----------------|-----------------|
| Fund Transfers (to GF-S) | | |
| Public Works Assistance Account | - | 100.0 |
| Tobacco Settlement Account | - | 51.4 |
| SB 6089 HBE Sustainability | 5.1 | 29.0 |
| Liquor Excise Tax Distribution | - | 24.3 |
| Treasurer's Service Account | - | 20.0 |
| Life Sciences Discovery Fund Fund Balance | - | 22.9 |
| Criminal Justice Treatment Account | - | 11.4 |
| Fire Insurance Premium Tax Sharing | - | 9.6 |
| Liquor Revolving Fund | 6.0 | 6.0 |
| Flood Control Assistance Account | - | 2.0 |
| SB 5093 Nuclear Education | - | (0.1) |
| General Fund to Education Legacy Trust Account | - | - |
| Fund Transfers (to GF-S) | 11.1 | 276.5 |
| SB 5052/HB 2136 Marijuana Regulation | 45.4 | 88.5 |
| Revenue Legislation (Decreases to GF-S) | | |
| SB 5665 High Tech Research and Development | - | (72.2) |
| SB 5698 Extends Food Processing | - | (13.2) |
| SB 5827 Data Center Server Equipment Tax Exemption | - | (12.5) |
| SSB 5449 Creating Court of Tax Appeals | - | (3.8) |
| SSB 5112 Manufacturing Sales Tax Deferral - Invest in WA | - | (3.2) |
| SB 5382 Aluminum Smelters | - | (2.7) |
| SB 6001 Definition of Newspaper | - | (2.1) |
| SB 5257 PUT tax for Log Trucks | - | (1.8) |
| SB 5878 Nonresident Vessels | - | (1.6) |
| SSB 5324 Aircraft Excise Taxes | - | (0.6) |
| SB 5564 Juvenile Records & Fines | - | (0.2) |
| SSB 5042 Veteran Tax Credit | - | (0.2) |
| HB 1550 Recreation Services | - | (2.0) |
| SB 5017 Honeybee Preferences | - | - |
| ESHB 1060 Litter Tax Revenues | - | (0.0) |
| SHB 1619 Environmental Cleanup | - | (0.0) |
| SB 5575 Converting to Natural Gas-Fired Plants | - | - |
| SB 6013 Use Tax Exemption for Charitable Prizes | - | - |
| Revenue Legislation (Decreases to GF-S) | - | (116.2) |
| Revenue Legislation (Increases to GF-S) | | |
| SB 5681 Unclaimed Lottery (Opportunity Pathways) | - | 14.8 |
| SB 5541 Electronic Commerce | - | 8.7 |
| SB 5543 Unclaimed Property | - | 1.3 |
| SB 5353 Spirits Marketing | - | 0.0 |
| SHB 1516 Lodging Services | - | 0.0 |
| SSB 5708 Non-profit Fairs | - | 0.0 |
| Revenue Legislation (Increases to GF-S) | - | 24.9 |
| Budget Driven Revenue & Other Changes | | |
| Liquor Control Board BDR (includes Tobacco Enforcement) | (2.8) | 27.0 |
| Lottery BDR (Opportunity Pathways Account) | 0.5 | 9.6 |
| Traffic Infractions | - | 4.6 |
| Budget Driven Revenue & Other Changes | (2.4) | 41.2 |
| Total | 54.1 | 315.0 |

2015 Session Resource Changes
Other Revenue Legislation
(Dollars In Millions)

| | <u>2013-15</u> | <u>2015-17</u> |
|---|----------------|----------------|
| Revenue Legislation (Decreases to GF-S) | | |
| SB 5127 Vets w/ Disabilities Property Tax | - | - |
| SSB 5186 Senior Property Tax | - | - |
| SB 5275 Tax Code Improvements | - | - |
| SB 5276 Property Tax Refund Errors | - | - |
| SB 5511 Local Sales Use Tax Changes | - | - |
| SB 5463 Cultural Heritage Programs | - | - |
| SB 5542 PUD Privilege Tax | - | - |
| SB 5761 Industrial and Manufacturing Property Tax | - | - |
| SB 5280 Sales of Growlers | - | - |
| 2SSB 5799 Flood Control Zone Districts | - | - |
| SB 5209 HST Exemption | - | - |

Appendix B

PSSB 6050 Outlook

(Near GF-S & Opportunity Pathways Account, Dollars in Millions)

| | FY 2014 | FY 2015 | 2013-15 | FY 2016 | FY 2017 | 2015-17 | FY 2018 | FY 2019 | 2017-19 |
|---|------------------|-----------------|-------------------|-----------------|-----------------|------------------|-----------------|-----------------|------------------|
| Beginning Balance | 156.4 | 407.6 | 156.4 | 917.9 | 688.4 | 917.9 | 577.2 | 347.3 | 577.2 |
| Current Revenues | | | | | | | | | |
| May 2015 Revenue Forecast | 16,693.7 | 17,586.7 | 34,280.4 | 18,269.4 | 19,181.7 | 37,451.1 | 20,056.6 | 20,881.6 | 40,938.2 |
| Additional Revenue Based on 4.5% Growth Rate Assumption | - | - | - | - | - | - | (11.7) | 65.3 | 53.6 |
| | 16,693.7 | 17,586.7 | 34,280.4 | 18,269.4 | 19,181.7 | 37,451.1 | 20,044.9 | 20,946.9 | 40,991.8 |
| Other Resource Changes | | | | | | | | | |
| Transfer to BSA | (144.5) | (173.9) | (318.4) | (180.2) | (189.3) | (369.5) | (198.0) | (205.9) | (403.9) |
| BSA Transfer Adjust (Resource Changes) | - | 0.0 | 0.0 | (0.2) | 0.1 | (0.0) | 0.0 | (0.1) | (0.1) |
| Use of BSA | - | - | - | - | - | - | - | - | - |
| Extraordinary Revenue | - | (32.0) | (32.0) | - | - | - | - | (144.6) | (144.6) |
| Enacted Fund Transfers (Net) | 64.65 | 86.44 | 151.1 | - | - | - | - | - | - |
| Capital Budget Transfers | 138.62 | 138.62 | 277.2 | - | - | - | - | - | - |
| Prior Period Adjustments | (4.67) | 20.40 | 15.7 | 20.4 | 20.4 | 40.8 | 20.4 | 20.4 | 40.8 |
| CAFR Adjustment | (2.90) | - | (2.9) | - | - | - | - | - | - |
| Proposed Transfers and Other Resource Changes (Net) | - | 56.49 | 56.5 | 155.2 | 121.4 | 276.5 | 88.8 | 81.5 | 170.3 |
| SB 5052/HB 2136 Marijuana Regulation | - | - | - | 5.2 | 83.3 | 88.5 | 113.0 | 131.7 | 244.8 |
| Other Revenue Legislation Increases | - | - | - | 12.0 | 12.9 | 24.9 | 12.1 | 12.3 | 24.4 |
| Other Revenue Legislation Decrease | - | - | - | (55.5) | (60.7) | (116.2) | (72.2) | (82.7) | (154.9) |
| Budget Driven Revenue | - | (2.35) | (2.4) | 13.0 | 28.2 | 41.2 | 27.1 | 27.1 | 54.2 |
| Technical Adjustments to the Revenue Forecast | - | - | - | 2.1 | (41.0) | (39.0) | (56.4) | (65.9) | (122.2) |
| Total Revenues and Resources (Including Beginning Balance) | 16,901.3 | 18,088.0 | 34,581.698 | 19,159.3 | 19,845.4 | 38,316.2 | 20,557.0 | 21,068.2 | 41,277.9 |
| Enacted Appropriations | 16,573.4 | 17,220.7 | 33,794.1 | 16,573.5 | 17,220.7 | 33,794.1 | | | |
| Continue FY 2017 Appropriation Level | | | | | | | 17,220.7 | 17,220.7 | 34,441.3 |
| Adjustments To FY 2017 Baseline | | | | | | | 305.0 | 618.3 | 923.3 |
| Adjustments to CFL | | | | 1,015.2 | 340.0 | 1,355.2 | 347.5 | 355.3 | 702.8 |
| Actual/Estimated Reversions | (79.7) | (70.0) | (149.7) | (70.0) | (70.0) | (140.0) | (70.0) | (70.0) | (140.0) |
| Other Fund Adjustments | - | - | - | - | - | - | - | - | - |
| Maintenance Level | - | (30.8) | (30.8) | 1,628.1 | 2,378.9 | 4,007.0 | 2,719.1 | 3,672.4 | 6,391.5 |
| Policy Level | - | 50.3 | 50.3 | (675.9) | (601.4) | (1,277.2) | (312.6) | (903.0) | (1,215.6) |
| K-12 Education | - | 0.1 | 0.1 | 7.7 | 10.7 | 18.4 | 10.3 | 10.4 | 20.7 |
| Local Effort Assistance | - | - | - | (9.2) | (11.2) | (20.3) | (4.0) | 1.3 | (2.7) |
| K-3 Class Size | - | - | - | 83.0 | 267.1 | 350.2 | 522.9 | 588.3 | 1,111.2 |
| Full Day K | - | - | - | 61.3 | 126.2 | 187.6 | 151.4 | 158.1 | 309.5 |
| K-12 Highly Capable | - | - | - | 7.0 | 8.9 | 15.9 | 9.1 | 9.4 | 18.5 |
| K-12 Staff Mix Adjustment | - | - | - | (10.5) | (27.6) | (38.0) | (47.6) | (52.1) | (99.7) |
| Initiative 1351 Class Size | - | - | - | (893.0) | (1,149.7) | (2,042.7) | (993.5) | (1,761.8) | (2,755.3) |
| Higher Education | - | - | - | 12.8 | 17.2 | 30.0 | 15.8 | 15.9 | 31.7 |
| Higher Ed Salary Increase | - | - | - | 36.8 | 57.8 | 94.6 | 58.0 | 58.1 | 116.1 |
| College Affordability | - | - | - | 128.8 | 116.5 | 245.3 | 130.0 | 135.0 | 265.0 |
| Opp Scholarship | - | - | - | 17.2 | 11.2 | 28.4 | - | - | - |
| Dept of Early Learning | - | - | - | 5.0 | 9.5 | 14.6 | 9.6 | 9.6 | 19.2 |
| Early Start Act | - | - | - | 14.7 | 33.3 | 48.0 | 34.7 | 39.3 | 74.0 |
| ECEAP Expansion | - | - | - | 15.2 | 30.3 | 45.5 | 30.3 | 97.0 | 127.4 |
| Corrections/JRA/SCC | - | 4.0 | 4.0 | 0.5 | (3.2) | (2.7) | (9.9) | (10.0) | (19.9) |
| Mental Health/Dev. Disabilities/Long Term Care | - | (2.2) | (2.2) | 23.7 | 43.1 | 66.8 | 43.1 | 44.6 | 87.7 |
| Children's/Economic Svcs | - | 1.4 | 1.4 | (32.9) | (30.6) | (63.5) | (16.9) | (17.2) | (34.1) |
| Low Income Health Care | - | - | - | 3.4 | (4.0) | (0.6) | (5.3) | (5.5) | (10.8) |
| Hospital Safety Net | - | - | - | (85.1) | (105.1) | (190.1) | (157.0) | (157.0) | (314.0) |
| SHCIP | - | - | - | (49.5) | (65.2) | (114.7) | (68.7) | (68.7) | (137.4) |
| Information Technology Pool | - | - | - | 12.5 | 12.5 | 25.0 | - | - | - |
| Lean | - | (0.1) | (0.1) | (22.6) | (26.0) | (48.6) | (26.0) | (26.0) | (52.1) |
| Public Safety Enhancement Account | - | - | - | (20.0) | - | (20.0) | (50.0) | - | (50.0) |
| All Other | - | 16.3 | 16.3 | (14.6) | (18.1) | (32.7) | (8.7) | (8.7) | (17.4) |
| PEBB Experience Savings | - | - | - | (13.7) | (20.4) | (34.1) | (20.4) | (20.4) | (40.9) |
| Debt Service | - | - | - | 3.6 | 33.2 | 36.8 | 34.7 | 36.3 | 71.0 |
| State Employee PEBB Rate | - | - | - | (5.7) | 26.3 | 20.6 | 26.3 | 26.3 | 52.6 |
| PEBB Coverage of Spouses | - | - | - | (2.8) | (4.7) | (7.6) | (4.7) | (4.7) | (9.5) |
| Non-Employee CBA/Parity | - | - | - | 50.0 | 97.6 | 147.5 | 97.6 | 97.6 | 195.1 |
| Non-Represented Employee Salary | - | - | - | 14.9 | 23.6 | 38.5 | 23.6 | 23.6 | 47.2 |
| Represented Employee CB Agreements | - | - | - | 50.7 | 83.7 | 134.4 | 83.7 | 83.7 | 167.4 |
| SHB 1105 Supplemental | - | 30.9 | 30.9 | - | - | - | - | - | - |
| Marijuana Related | - | - | - | (65.4) | (144.4) | (209.8) | (180.9) | (205.2) | (386.1) |
| | | | | | | | | | |
| Revised Appropriations | 16,493.68 | 17,170.2 | 33,663.8 | 18,470.9 | 19,268.2 | 37,739.0 | 20,209.7 | 20,893.6 | 41,103.3 |
| Projected Unrestricted Ending Balance | 407.6 | 917.86 | 917.9 | 688.4 | 577.2 | 577.2 | 347.3 | 174.6 | 174.6 |
| Budget Stabilization Account | | | | | | | | | |
| Beginning Balance | 269.7 | 414.6 | 269.7 | 544.6 | 726.8 | 544.6 | 928.1 | 1,156.2 | 928.1 |
| Transfer From GFS | 144.5 | 173.9 | 318.4 | 180.2 | 189.3 | 369.5 | 198.0 | 205.9 | 403.9 |
| Additional Transfer From GFS | - | (0.0) | (0.0) | 0.2 | (0.1) | 0.0 | (0.0) | 0.1 | 0.1 |
| Extraordinary Revenue | - | 32.0 | 32.0 | - | - | - | - | 144.6 | 144.6 |
| Transfer to GFS | - | - | - | - | - | - | - | - | - |
| Appropriations from BSA | - | (77.2) | (77.2) | - | - | - | - | - | - |
| Interest Earnings | 0.4 | 1.2 | 1.7 | 1.8 | 12.2 | 14.0 | 30.2 | 40.5 | 70.6 |
| Ending BSA Balance | 414.6 | 544.6 | 544.6 | 726.8 | 928.1 | 928.1 | 1,156.2 | 1,547.3 | 1,547.3 |
| Combined Near GF-S Total & BSA Ending Balance | 822.2 | 1,462.4 | 1,462.4 | 1,415.2 | 1,505.3 | 1,505.3 | 1,505.3 | 1,721.9 | 1,721.9 |

Appendix C

2015-17 Omnibus Operating Budget
NGF-S + Opportunity Pathways
(Dollars in Thousands)

| | PSSB 6050 | Senate Passed | Difference |
|---|-------------------|----------------------|-------------------|
| <i>Employee Compensation</i> | | | |
| General Govt Compensation Increases | 172,945 | 106,817 | 66,128 |
| All Other Increases | 1,113 | 13 | 1,100 |
| Reduce Medicare Retiree subsidy | 0 | -12,485 | 12,485 |
| PEBB smoker surcharge increase | -1,406 | 0 | -1,406 |
| Limit PEBB spouse coverage | -7,573 | -40,239 | 32,666 |
| Employee Health Benefits (State & H Ed) | -12,070 | 22,265 | -34,335 |
| Employee Compensation Total | 153,009 | 76,371 | 76,638 |
| <i>Initiative 1351</i> | | | |
| Initiative 1351 Class Size | -2,042,726 | -2,042,726 | 0 |
| Initiative 1351 Total | -2,042,726 | -2,042,726 | 0 |
| <i>K-12 Education</i> | | | |
| Reduce Early Elementary Class Size | 350,163 | 350,171 | -8 |
| Expand Full-Day Kindergarten | 187,592 | 187,716 | -124 |
| Highly Capable | 15,948 | 15,957 | -9 |
| All Other Increases | 11,058 | 9,058 | 2,000 |
| School Turnaround Programs | 3,225 | 3,225 | 0 |
| Kindergarten Readiness WaKIDS | 2,871 | 2,871 | 0 |
| Regional School Safety | 1,866 | 1,866 | 0 |
| Paraeducator Development | 1,659 | 1,659 | 0 |
| Dual Credit Programs | 6 | 0 | 6 |
| All Other Savings | -664 | -734 | 70 |
| Local Effort Assistance | -20,319 | -20,319 | 0 |
| Staff Mix (Tied to Other Items) | -38,034 | -38,049 | 15 |
| K-12 Education Total | 515,371 | 513,421 | 1,950 |
| <i>Higher Education</i> | | | |
| College Affordability Program | 245,254 | 145,944 | 99,310 |
| Higher Education Compensation Increases | 101,184 | 101,184 | 0 |
| Opportunity Scholarship | 28,360 | 22,000 | 6,360 |
| STEM Enrollments and Graduation | 16,000 | 20,000 | -4,000 |
| WSU Medical School | 11,500 | 5,000 | 6,500 |
| Computer Science Enrollments | 4,000 | 0 | 4,000 |
| All Other Increases | 3,881 | 2,952 | 929 |
| CTCs: Aerospace Related | 1,580 | 1,580 | 0 |
| Aerospace Loan Funds | -2,000 | -2,000 | 0 |
| Suspend Selected Programs | -11,454 | -11,454 | 0 |
| Higher Education Total | 398,305 | 285,206 | 113,099 |
| <i>Early Learning & Child Care</i> | | | |
| ECEAP & Early Start/Achievers | 97,996 | 96,515 | 1,481 |
| CBA: Family Child Care Providers | 11,116 | 10,287 | 829 |
| Child Care Center Providers | 6,333 | 6,362 | -29 |
| Home Visiting | 4,000 | 4,000 | 0 |
| Working Connections Eligibility | 3,362 | 3,362 | 0 |
| All Other Increases | 300 | 300 | 0 |
| All Other Savings | -31 | -31 | 0 |

2015-17 Omnibus Operating Budget
NGF-S + Opportunity Pathways
(Dollars in Thousands)

| | PSSB 6050 | Senate Passed | Difference |
|--|------------------|----------------------|-------------------|
| Elim Child Care Resource & Referral | -1,276 | -1,276 | 0 |
| WCCC Child Support Enforcement | -8,052 | -8,052 | 0 |
| Early Learning & Child Care Total | 113,748 | 111,467 | 2,281 |
| Health Care | | | |
| All Other Increases | 6,463 | 6,093 | 370 |
| All Other Savings | -1,700 | -1,700 | 0 |
| Health Homes | -3,825 | 0 | -3,825 |
| Shift Program to Other Funds | -7,925 | -7,925 | 0 |
| ACA CHIP Match | -114,693 | 0 | -114,693 |
| Hospital Safety Net | -190,140 | -190,140 | 0 |
| Health Care Total | -311,820 | -193,672 | -118,148 |
| Mental Health | | | |
| Single Bed Certification | 31,400 | 35,069 | -3,669 |
| Community Restoration Ward | 23,070 | 23,070 | 0 |
| Civil Ward at Western State Hospital | 7,578 | 7,578 | 0 |
| Assisted Outpatient Treatment | 6,318 | 5,738 | 580 |
| Detention Decision Review | 4,716 | 5,141 | -425 |
| Psychiatric Intensive Care Unit | 3,782 | 3,782 | 0 |
| Competency Evaluation Staff | 3,504 | 3,504 | 0 |
| Psychiatric Emergency Response Team | 3,497 | 3,497 | 0 |
| Nonfelony Diversion | 2,788 | 2,788 | 0 |
| All Other Increases | 2,135 | 2,014 | 121 |
| SCC: Increases | 868 | 868 | 0 |
| Non Medicaid Funding | 0 | -13,759 | 13,759 |
| All Other Savings | -1,200 | -1,200 | 0 |
| SCC: Savings | -3,661 | -3,661 | 0 |
| Program For Adaptive Living Skills | -10,400 | -10,400 | 0 |
| Medicaid Rates | -16,462 | -16,462 | 0 |
| IMD Waiver | -18,860 | -18,860 | 0 |
| Mental Health Total | 39,073 | 28,707 | 10,366 |
| Long Term Care & DD | | | |
| CBA: Home Care Workers (With Parity) | 115,499 | 115,052 | 447 |
| Vendor: Community Resid. Rates | 19,793 | 186 | 19,607 |
| CBA: Adult Family Homes | 17,403 | 19,796 | -2,393 |
| LEAN Reduction Restoration | 15,980 | 15,980 | 0 |
| RHC Medicaid Compliance | 6,006 | 1,034 | 4,972 |
| Vendor: Area Agencies on Aging | 5,228 | 5,228 | 0 |
| Vendor: Assisted Living Rates | 3,668 | 0 | 3,668 |
| All Other Increases | 3,023 | 2,989 | 34 |
| YVS Crisis Stabilization Program | 2,000 | 2,000 | 0 |
| Enhanced Respite Services | 1,618 | 1,618 | 0 |
| Specialized Services for DD Clients | 1,116 | 0 | 1,116 |
| Long Term Care Ombuds Expansion | 350 | 350 | 0 |
| ACA CHIP Match | -826 | 0 | -826 |
| Enhanced Services Facility | -1,137 | -1,137 | 0 |
| Basic Plus Waiver Transition | -2,800 | -2,800 | 0 |
| ProviderOne | -3,221 | -3,221 | 0 |

2015-17 Omnibus Operating Budget
NGF-S + Opportunity Pathways
(Dollars in Thousands)

| | PSSB 6050 | Senate Passed | Difference |
|--|------------------|----------------------|-------------------|
| Vendor: Nursing Home Rates | -7,360 | -7,360 | 0 |
| Other | 116 | 0 | 116 |
| Long Term Care & DD Total | 176,456 | 149,715 | 26,741 |
| <i>Corrections and Other Criminal Justice</i> | | | |
| DOC: Violators | 3,420 | 3,420 | 0 |
| Felony DUI | 3,241 | 3,241 | 0 |
| Sexual Assault Exam Kits | 2,750 | 0 | 2,750 |
| DOC: Justice Reinvestment | 2,468 | 2,468 | 0 |
| JRA: Facility Safety & Security | 2,026 | 2,026 | 0 |
| Crisis Intervention Training | 1,239 | 1,239 | 0 |
| Internet Crimes Against Children | 858 | 858 | 0 |
| JRA: All Other Increases | 748 | 604 | 144 |
| Guardian Training for Local LE | 500 | 500 | 0 |
| All Other Increases | 227 | 226 | 1 |
| State Drug Task Forces | -1,275 | -1,275 | 0 |
| DOC: Swift & Certain Sanctions | -1,656 | -1,656 | 0 |
| JRA: Juvenile Offender Basic Train Camp | -1,691 | -1,691 | 0 |
| All Other Savings | -2,922 | -2,727 | -195 |
| DOC: All Other Savings | -3,275 | -3,275 | 0 |
| DOC: Earned Time/Enhancements | -4,922 | -4,922 | 0 |
| Corrections and Other Criminal Justice Total | 1,736 | -964 | 2,700 |
| <i>Other Human Services</i> | | | |
| FPAWS Litigation | 12,529 | 12,529 | 0 |
| All Other Increases | 6,695 | 5,672 | 1,023 |
| Braam Compliance | 4,106 | 4,106 | 0 |
| Child Permanency | 1,941 | 1,941 | 0 |
| Family Assessment Response Shortfall | 1,584 | 1,584 | 0 |
| Extended Foster Care | 1,496 | 5,020 | -3,524 |
| L&I: All Other Increases | 500 | 500 | 0 |
| All Other Savings | -1,539 | -1,547 | 8 |
| Emergent Need (AREN) | -1,726 | -1,726 | 0 |
| Shift Program to Other Funds | -1,900 | -1,900 | 0 |
| Increased Federal Recoveries | -4,000 | -4,000 | 0 |
| Telephone Assistance (WaTAP) | -4,068 | -4,068 | 0 |
| ESA Staffing Reduction | -4,351 | -4,351 | 0 |
| TANF - Participation Incentive | -15,910 | -15,091 | -819 |
| LEAN Reduction | -15,980 | -15,980 | 0 |
| Econ Svcs: Underspending & Other Savings | -18,130 | -18,130 | 0 |
| WorkFirst Fund Balance | -28,604 | -20,000 | -8,604 |
| Other Human Services Total | -67,357 | -55,441 | -11,916 |
| <i>Natural Resources</i> | | | |
| Parks: Maintain/Improve Services | 16,000 | 5,000 | 11,000 |
| Forests & Fish Adaptive Management | 5,894 | 5,894 | 0 |
| Geological Hazards and LiDAR | 4,645 | 0 | 4,645 |
| All Other Increases | 2,504 | 1,910 | 594 |
| No Child Left Inside | 1,000 | 1,000 | 0 |

2015-17 Omnibus Operating Budget
NGF-S + Opportunity Pathways
(Dollars in Thousands)

| | PSSB 6050 | Senate Passed | Difference |
|---|-------------------|----------------------|-------------------|
| DOE: All Other Increases | 463 | 463 | 0 |
| Teanaway Community Forest | 282 | 282 | 0 |
| DOE: All Other Savings | -832 | -832 | 0 |
| DOE: Watershed Planning | -2,014 | -2,014 | 0 |
| PILT Payments | -2,073 | -2,073 | 0 |
| All Other Savings | -2,555 | -2,555 | 0 |
| Fire Contingency | -8,000 | -8,000 | 0 |
| Shift Program to Other Funds | -21,668 | -21,668 | 0 |
| Natural Resources Total | -6,354 | -22,593 | 16,239 |
| All Other Policy Changes | | | |
| Debt Service on New Projects | 36,822 | 36,822 | 0 |
| Information Technology Pool | 25,000 | 25,000 | 0 |
| All Other Increases | 18,704 | 17,652 | 1,052 |
| Office of Performance Management | 6,397 | 6,397 | 0 |
| Cancer Research Endowment | 5,000 | 0 | 5,000 |
| Parents Representation | 4,281 | 4,281 | 0 |
| Replace HAVA Funds with GFS | 3,170 | 3,170 | 0 |
| AOC: Other Increases | 150 | 150 | 0 |
| AOC: IT Related | -2,000 | -2,000 | 0 |
| Land Use Planning/Permitting | -2,500 | -2,500 | 0 |
| Central Service Rates | -4,053 | -3,983 | -70 |
| Pacific Tower Adjustment | -7,558 | -7,558 | 0 |
| OFM Centralized Services | -7,950 | -7,950 | 0 |
| All Other Savings | -8,501 | -8,801 | 300 |
| Judicial Reductions | -8,703 | -9,451 | 748 |
| Local Public Safety Enhancement | -20,000 | -20,000 | 0 |
| Shift Program to Other Funds | -41,230 | -41,620 | 390 |
| LEAN Management Practices | -48,627 | -48,627 | 0 |
| Other | -1,300 | -1,000 | -300 |
| All Other Policy Changes Total | -52,898 | -60,018 | 7,120 |
| Grand Total | -1,083,457 | -1,210,527 | 127,070 |
| I-502 Related | | | |
| Local Government Distribution/I-502 | 12,000 | 12,000 | 0 |
| DOH/LCB: I-502 Regulation & Implementation | 4,015 | 18,477 | -14,462 |
| DOH Prevention & Education | 0 | 3,850 | -3,850 |
| DASA: Treatment & Prevention | 0 | 3,000 | -3,000 |
| Marijuana Related Studies | 0 | 1,385 | -1,385 |
| Shift Costs To Dedicated Revenue | -28,466 | 0 | -28,466 |
| Low Income Health Care/I-502 | -181,339 | 0 | -181,339 |
| I-502 Related Total | -193,790 | 38,712 | -232,502 |
| Revised Grand Total | -1,277,247 | -1,171,815 | -105,432 |

