

WASHINGTON STATE



Ways & Means Committee

# PROPOSED SENATE 2019-21 OPERATING BUDGET

## OVERVIEW

# SENATE CHAIR

**SENATE WAYS & MEANS COMMITTEE**  
**March 2019**



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## Omnibus Operating Budget Overview Context

The 2019 legislature started the 2019-21 biennial budget process with \$5.6 billion more projected revenue than the 2018 legislature did for the preceding 2017-19 biennium<sup>1</sup>. Over the same time, the projected costs for continuing current programs and other mandatory cost adjustments into the 2019-21 biennium from 2017-19 increased by \$5.8 billion. These added costs do not include new fiscal and policy issues facing the 2019 legislature such as behavioral health, special education, implementation of the School Employee Benefit program, collective bargaining agreements, federal oversight of Western State Hospital and the Residential Habilitation Centers (RHCs), and other issues.

## Summary of Chair Rolfes' Budget Proposal

The Senate Chair's proposed budget (Proposed Substitute Senate Bill 5153) increases spending by \$7.5 billion in state General Fund, Education Legacy Trust Account, and the Washington Opportunity Pathways Account (NGF-O) above the 2017-19 biennial budget adjusted for the 2018 Supplemental. The \$7.5 billion increase includes the \$5.8 billion in current obligations as discussed above as well as \$1.6 billion in net new spending. This proposal would bring NGF-O spending to \$52.2 billion (\$96 billion total funds) in 2019-21.

Of the \$7.5 billion in net spending, K-12 education represents \$4.5 billion or 60 percent of the increase due to fully implementing McCleary costs and a \$937 million increase in special education over 2017-19 levels. Long-term care, developmental disabilities, behavioral health and low-income health care account for \$1.5 billion (20 percent) and debt for existing and new capital budgets is \$459 million (6 percent).

Major savings or spending constraints from the 2019-21 base budget include: (1) \$102 million in savings from expanded program integrity initiatives in the area of managed care; (2) \$52 million in savings from modifying spending within agencies and institutions to lower the cost of overtime, travel, equipment, and other costs; and (3) \$49 million in savings from increasing the withholding rate and strengthening performance requirements for managed care organizations.

### Resource Changes:

PSSB 5153 is supported with \$518 million in net new revenue legislation and \$57 million in net new transfers and budget driven revenue. The major new revenue legislature increases include (1) \$421 million from Graduated Real Estate Excise Tax (Senate Bill 5991); (2) \$64 million from non-resident sales tax exemption and the preferential tax rate for tour operators (Senate Bill 5997); (3) \$38 million from the preferential B&O tax rate for prescription drug resellers (Senate Bill 5988); and (4) \$91 million insurance premium surtax for wildfire prevention and suppression into a new dedicated account (Senate Bill 5996).

The projected ending fund balance at the end of 2019-21 is \$564 million and \$2.97 billion in total reserves.

For a more comprehensive summary of each budget area and revenue see the Functional Areas of Government pages that follow. Detailed changes can be seen in the agency detail document.

## The Four-Year Outlook

The Chair's budget proposal, under the provisions of the four-year budget outlook (Chapter 8, Laws of 2012), is projected to end the 2021-23 biennium with \$77 million in NGF-O ending fund balance and \$3.2 billion in total reserves.

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<sup>1</sup> Revenues refer to the State General Fund, Education Legacy Trust, and Opportunity Pathways (NGF-O) adjusted for the 2018 Supplemental.  
2019-21 Senate Chair Budget Proposal

2019-21 Omnibus Operating Budget

PSSB 5153 Senate Chair

Funds Subject to Outlook

(Dollars in Millions)

	2017-19			2019-21			2021-23		
	FY 2018	FY 2019	2017-19	FY 2020	FY 2021	2019-21	FY 2022	FY 2023	2021-23
<b>Beginning Balance</b>	1,149	2,111	1,149	1,809	1,276	1,809	564	46	564
<b>Current Revenues</b>	22,143	23,964	46,106	24,715	25,840	50,555	27,003	28,218	55,221
March 2019 Revenue Forecast	22,143	23,964	46,106	24,715	25,840	50,555	26,730	27,629	54,358
Addtl Revenue Based on 4.5% Growth Rate Assumption	0	0	0	0	0	0	273	589	863
<b>Other Resource Changes</b>	-198	-607	-804	65	54	119	76	69	144
GF-S Transfer to BSA (1%)	-216	-224	-441	-243	-254	-497	-263	-272	-535
GF-S Extraordinary Revenue to BSA	0	-1,759	-1,759	0	0	0	0	0	0
Extraordinary Revenue from BSA to GF-S	0	1,078	1,078	0	0	0	0	0	0
CAFR Adjustments	-26	0	-26	0	0	0	0	0	0
Prior Period Adjustments	91	20	111	20	20	41	20	20	41
Other Legislation	0	0	0	246	273	518	278	284	561
Budget Driven Revenue	0	-3	-3	-9	-9	-17	-3	-2	-5
Fund Transfers	59	281	340	51	24	75	43	38	82
McCleary Penalty Account	-105	0	-105	0	0	0	0	0	0
<b>Total Revenues and Resources</b>	<b>23,094</b>	<b>25,468</b>	<b>46,451</b>	<b>26,590</b>	<b>27,170</b>	<b>52,484</b>	<b>27,642</b>	<b>28,333</b>	<b>55,929</b>
<b>Enacted Appropriations</b>	<b>21,036</b>	<b>23,626</b>	<b>44,661</b>	<b>21,035</b>	<b>23,626</b>	<b>44,661</b>	<b>23,815</b>	<b>24,009</b>	<b>47,824</b>
<b>Carryforward Level Adjustments</b>				<b>3,037</b>	<b>406</b>	<b>3,442</b>	<b>418</b>	<b>424</b>	<b>842</b>
<b>Maintenance Level Total</b>		<b>87</b>	<b>87</b>	<b>660</b>	<b>1,742</b>	<b>2,402</b>	<b>2,586</b>	<b>2,927</b>	<b>5,512</b>
<b>Policy Level Total</b>		<b>91</b>	<b>91</b>	<b>705</b>	<b>961</b>	<b>1,667</b>	<b>912</b>	<b>1,032</b>	<b>1,943</b>
K-12 Education	0	11	11	94	118	212	77	78	155
SEBB Rate	0	0	0	105	224	329	253	255	509
Early Learning	0	-3	-3	4	17	21	39	34	73
Higher Education	0	1	1	79	104	183	160	167	327
Low Income Health Care	0	38	38	-31	-139	-170	-149	-158	-307
Hospital Safety Net	0	0	0	0	0	0	-146	-146	-292
Trueblood Lawsuit Fines	0	-28	-28	-48	-48	-96	-48	-48	-96
Trueblood Settlement Agreement	0	1	1	38	38	76	52	52	104
Behavioral Health	0	6	6	53	62	115	81	84	166
Social & Health Services	0	11	11	19	18	37	16	17	33
Corrections	0	12	12	21	27	48	25	24	49
All Other	0	43	43	115	99	215	26	74	100
Debt Service	0	0	0	4	41	46	116	184	300
Compensation	0	1	1	251	401	652	410	413	823
<b>Reversions</b>	<b>-53</b>	<b>-145</b>	<b>-198</b>	<b>-124</b>	<b>-129</b>	<b>-252</b>	<b>-134</b>	<b>-137</b>	<b>-271</b>
<b>Revised Appropriations</b>	<b>20,983</b>	<b>23,659</b>	<b>44,641</b>	<b>25,314</b>	<b>26,606</b>	<b>51,920</b>	<b>27,596</b>	<b>28,255</b>	<b>55,851</b>
<b>Projected Ending Balance</b>	<b>2,111</b>	<b>1,809</b>	<b>1,809</b>	<b>1,276</b>	<b>564</b>	<b>564</b>	<b>46</b>	<b>77</b>	<b>77</b>
<b>Budget Stabilization Account</b>									
Beginning Balance	1,638	1,369	1,638	1,794	2,086	1,794	2,409	2,752	2,409
GF-S Transfer to BSA (1%)	216	224	441	243	254	497	263	272	535
GF-S Extraordinary Revenue to BSA	0	1,759	1,759	0	0	0	0	0	0
Extraordinary Revenue from BSA to GF-S	0	-1,078	-1,078	0	0	0	0	0	0
BSA Transfer to Pension Stabilization Acct	-463	-463	-925	0	0	0	0	0	0
Appropriations from BSA	-41	-41	-82	0	1	1	0	0	0
Prior Period Adjustments	2	0	2	0	0	0	0	0	0
Interest Earnings	16	23	39	49	68	117	80	94	175
<b>Budget Stabilization Account Ending Balance</b>	<b>1,369</b>	<b>1,794</b>	<b>1,794</b>	<b>2,086</b>	<b>2,409</b>	<b>2,409</b>	<b>2,752</b>	<b>3,118</b>	<b>3,118</b>
<b>Total Reserves</b>	<b>3,480</b>	<b>3,603</b>	<b>3,603</b>	<b>3,362</b>	<b>2,972</b>	<b>2,972</b>	<b>2,798</b>	<b>3,195</b>	<b>3,195</b>

# Functional Areas of Government

## K-12 Public Schools

### Increases

#### **MAINTENANCE LEVEL INCREASES - \$3.9 BILLION 2019-21 (\$3.6 BILLION 2021-23)**

Funding through maintenance level for K-12 is increased by \$3.9 billion, including \$2.1 billion for school employee salaries, \$497 million for cost of living adjustments, \$245 million for increases in enrollment, and \$759 million for special education.

#### **SCHOOL EMPLOYEE BENEFITS - \$507 MILLION 2017-19 (\$643 MILLION 2021-23)**

Funding is provided for school employee health care benefits as provided by the School Employees' Benefits Board, beginning January 1, 2020. The per employee per month funded rates are \$994 in fiscal year 2020 and \$1,056 in fiscal year 2021.

#### **SPECIAL EDUCATION - \$156 MILLION 2019-21 (\$138 MILLION 2021-23)**

Funding is provided for (1) the implementation of Engrossed Second Substitute Senate Bill 5091 to increase the special education multiplier from 0.9609 to 1.0; (2) the special education safety net; and (3) the implementation of Substitute Senate Bill 5532 to provide advocates for the child, counselors to assist with transitional planning, and the establishment of an advisory committee. The new policy funding of \$156 million in the 2019-21 biennium is in addition to an increase of \$759 million through maintenance level.

#### **PARAEDUCATOR TRAINING - \$23 MILLION 2019-21 (\$1.6 MILLION 2021-2023)**

Funding is provided for comprehensive paraeducator training. Chapter 237, Laws of 2017 requires school districts to provide four days of training to all paraeducators in a fundamental course of study on paraeducator standards of practice.

#### **INSTITUTIONAL EDUCATION - \$4.8 MILLION 2019-21 (\$6.0 MILLION 2021-23)**

Funding is provided for the implementation of Engrossed Second Substitute Senate Bill 5091 to provide excess cost allocations for students with disabilities in institutional education programs.

#### **HIGHLY CAPABLE UNIVERSAL SCREENINGS - \$3.8 MILLION 2019-21 (\$3.8 MILLION 2021-2023)**

Funding is provided for the implementation of Substitute Senate Bill 5354 to provide universal highly capable screenings for students at least once between second and sixth grade.

#### **STUDENT SAFETY AND WELL-BEING - \$2.9 MILLION 2019-21 (\$2.9 MILLION 2021-2023)**

Funding is provided for the state safety center at the Office of the Superintendent of Public Instruction and to establish regional safety and mental well-being centers at each of the nine educational service districts.

#### **EXPANDING CAREER AND TECHNICAL EDUCATION PROGRAMS - \$2.5 MILLION 2019-21 (\$2.5 MILLION 2021-2023)**

Funding is provided to expand career and technical education programs, specifically core plus programs, for aerospace and maritime trades and to allow for appropriate coordination of regional cross-industry networks at the educational service districts.

**CENTER FOR CHILDHOOD DEAFNESS AND HEARING LOSS - \$1.6 MILLION 2019-21 (\$1.6 MILLION 2021-2023)**

Funding is provided to expand the Washington career academy, to increase staffing for nutrition services and transportation, and provide a social worker.

## **Behavioral Health**

### **Increases**

**HOSPITAL OPERATIONS - \$55.0 MILLION 2019-21 (\$40.0 MILLION 2021-23)**

Funding is provided to cover increased staffing costs necessary for the current state hospital operations at Western State Hospital, Eastern State Hospital, and the Child Study and Treatment Center.

**TRUEBLOOD SETTLEMENT - \$69.4 MILLION 2019-21 (\$114.8 MILLION 2021-23)**

Funding is provided for services required for phase one of the settlement agreement under Trueblood et al v. DSHS concerning the provision of inpatient forensic services within court-mandated timelines.

**WESTERN STATE HOSPITAL SAFETY MEASURES - \$21.9 MILLION 2019-21 (\$22.2 MILLION 2021-23)**

Funding is provided to improve the safety for patients and staff through increased training, more security guards, enclosure of nursing stations, and the implementation of a STAR ward for patients with increased behavioral issues.

**COMMUNITY LONG-TERM INPATIENT BEDS - \$58.0 MILLION 2019-21 (\$69.6 MILLION 2021-23)**

Funding is provided to contract with private community hospital and evaluation and treatment beds to provide long-term inpatient care for individuals on 90 and 180 day commitments. These beds are intended to replace beds at the state hospitals over time.

**ENHANCED DISCHARGE PLACEMENTS - \$22.7 MILLION 2019-21 (\$61.1 MILLION 2021-23)**

Funding is provided for enhanced bed rates to create available beds in settings such as adult family homes, assisted living facilities, enhance service facilities, nursing homes to create discharge placements for individuals coming out of the state hospitals.

**EXPANDED COMMUNITY SERVICES AND BEDS - \$25.9 MILLION 2019-21 (\$38.3 MILLION 2021-23)**

Funding is provided for services and beds in the community to meet increased needs and provide more appropriate services for individuals with behavioral health needs. Services include items such as intensive outpatient treatment, clubhouses, intensive behavioral health facilities, wraparound services, assertive community treatment, and suicide prevention.

### **Savings or Decreases**

**TRUEBLOOD FINES - \$96 MILLION SAVINGS 2019-21 (\$96 MILLION SAVINGS 2021-23)**

Savings are assumed based on provision of the services required by the settlement agreement pursuant to Trueblood et al v. DSHS concerning the provision of inpatient forensic services within court-mandated timelines.

**BEHAVIORAL HEALTH ORGANIZATION RESERVES - \$40 MILLION SAVINGS 2019 and \$35 MILLION SAVINGS 2019-21**

Funding is returned to the state as required by contracts with the Behavioral Health Organizations (BHOs) as they transition into a fully integrated managed care system. Five BHOs are scheduled to cease services in fiscal year 2019 with the last three ending January 1, 2020.

**INSTITUTION FOR MENTAL DISEASE (IMD) WAIVER - \$16.2 MILLION SAVINGS 2019-21 (\$34.0 MILLION SAVINGS 2021-23)**

Savings are assumed by requiring the Health Care Authority to obtain a federal waiver from the Centers for Medicare and Medicaid Services to allow services in an IMD to receive federal match dollars based on an average of 30 days rather than the current 15-day maximum.

## **Higher Education**

### **Increases**

**STATE NEED GRANT AND WA COLLEGE PROMISE - \$98 MILLION 2019-21 (\$259 MILLION 2021-23)**

Funding is provided to the Student Achievement Council to increase the number of students served annually by the State Need Grant and to implement Engrossed Second Substitute Senate Bill 5393 (College Promise Scholarship). The number of students served is expected to increase by 6,000 each year in 2020 and 2021. Additional funding is assumed in the outlook to eliminate the waiting list beginning in 2022.

**FOUNDATIONAL SUPPORT - \$43 MILLION 2019-21 (\$36 MILLION 2021-23)**

Additional state funds are provided to the institutions of higher education for employee compensation, academic program enhancements, student support services, and other institutional priorities that maintain a quality academic experience for Washington students.

**WSU MEDICAL SCHOOL - \$10.8 MILLION 2019-21 (\$14.4 MILLION 2021-23)**

Full funding is provided for 240 students at the Elson S. Floyd College of Medicine by providing state funds for 60 third-year and 60 fourth-year students. This allows previously funded cohorts of first and second-year students to complete their education.

**OPPORTUNITY SCHOLARSHIP MATCH AND ADJUSTMENT - \$9.3 MILLION 2019-21 (\$1.7 MILLION 2021-23)**

Funding is provided to match private contributions to the Washington Opportunity Scholarship expected in fiscal year 2019 and to restore full College Bound Scholarship awards for Opportunity Scholarship recipients. The Opportunity Scholarship program provides scholarships to students who have received their high school diploma or General Education Diploma (GED) in Washington State and are pursuing a degree in science, math, technology, engineering or health care.

**BEHAVIORAL HEALTH WORKFORCE - \$4.3 MILLION 2019-21 (\$4.3 MILLION 2021-23)**

Funding is provided for 1) the University of Washington to offer additional psychiatry residency positions; 2) the Student Achievement Council to create a new behavioral health professional conditional scholarship for students who commit to working in behavioral health fields in state hospitals and state behavioral health community sites; and 3) the Puget Sound Welcome Back Center at Highline College to create a grant program for internationally trained individuals seeking employment in the behavioral health field in Washington state.

**YOUTH TELEHEALTH PROGRAM - \$2.7 MILLION 2019-21 (\$2.4 MILLION 2021-23)**

Pursuant to Engrossed Substitute Senate Bill 5389 (Telehealth program/youth), funding is provided to the University of Washington School of Medicine to design a training curriculum and training delivery system for middle, junior high, and high school staff to identify students at risk for substance abuse, violence, or youth suicide in schools.

**CAMCET FACILITY CLEAN ENERGY OPERATIONS - \$2 MILLION 2019-21 (\$2 MILLION 2021-23)**

Funding is provided to the University of Washington for shared clean energy research instrumentation and testbed operations at the Center for Advanced Materials and Clean Energy Technologies (CAMCET) facility.

## **Low-Income Medical Assistance**

### **Increases**

**MAINTENANCE LEVEL ADJUSTMENTS - \$483.7 MILLION 2019-21 (\$987.5 MILLION 2021-23)**

Funding is provided for maintenance level, forecasted adjustments, including increases to managed care rates for all eligibility groups.

**DENTAL SAVINGS RESTORATION - \$11.3 MILLION 2019-21 (\$10.3 MILLION 2021-23)**

Funding is provided to restore unachieved emergency dental savings that were anticipated from moving from a fee-for-service to a managed care dental program.

**ALL PAYER CLAIMS DATABASE - \$5.2 MILLION 2019-21 (\$5.1 MILLION 2021-23)**

Funding is provided to transition the All Payer Claims Database from the Office of Financial Management to the Health Care Authority.

**ADULT CHIROPRACTIC CARE - \$5.1 MILLION 2019-21 (\$6.8 MILLION 2021-23)**

Funding is provided for adult chiropractic care benefit for spinal pain beginning January 1, 2020.

**COMPACT OF FREE ALLIANCE DENTAL PROGRAM - \$1.8 MILLION 2019-21 (\$1.4 MILLION 2021-23)**

Funding is provided for a dental premium assistance program for Washington residents who are citizens of the Republic of the Marshall Islands, the Federal States of Micronesia, or the Republic of Palau.

**REPRODUCTIVE HEALTH CARE - \$1.6 MILLION 2019-21 (\$5.1 MILLION 2021-23)**

Funding is provided to implement a program similar to Take Charge for individuals who would be eligible for reproductive health care coverage except for their immigration status.

### **Savings or Decreases**

**HOSPITAL SAFETY NET ASSESSMENT - \$292 MILLION SAVINGS 2021-23**

The Hospital Safety Net Assessment (HSNA) program is a funding mechanism that allows assessments to be collected from hospitals. These assessments are used in combination with federal funds for increased payments to hospitals. Under current law, the HSNA will sunset in

2021. The sunset is extended to 2023. Savings are achieved by allowing the state to use Safety Net funds in lieu of the state general fund for Medicaid hospital services. Payments to hospitals are maintained and the family physician residency program and integrated, evidence-based psychiatry residency at the University of Washington Medical Center are continued.

**MANAGED CARE PERFORMANCE - \$49 MILLION SAVINGS 2019-21 (\$67 MILLION SAVINGS 2021-23)**

Managed care organizations (MCO) provide services to approximately 85 percent of the Medicaid clients in Washington State. In the 2019-21 biennium, approximately \$11 billion will be expended in managed care premiums. Funding is made contingent upon MCO performance in three common measures and four individual measures.

**PROGRAM INTEGRITY - \$101.8 MILLION SAVINGS 2019-21 (\$139.5 MILLION SAVINGS 2021-23)**

Washington State's Medicaid program has shifted from a primarily fee-for-service to a managed care delivery system. Since this change occurred, organizationally, the oversight function for fraud, waste, and abuse has not similarly shifted to keep up with the change in delivery systems. Staffing is provided to assist Health Care Authority align with recommendations from the Center for Medicare and Medicaid Services to provide appropriate managed care oversight.

## **Long-Term Care, Developmental Disabilities**

### **INCREASES**

**MAINTENANCE LEVEL CASELOAD ADJUSTMENTS - \$229 MILLION 2019-21 (\$372.7 MILLION 2021-23)**

Funding is provided for maintenance level adjustments based on the February 2019 caseload forecast for long-term care and developmental disabilities, including caseload and workload adjustments (\$117.5 million), utilization (\$60.6 million), and the FY 2021 nursing home rebase (\$50.8 million).

**COLLECTIVE BARGAINING AGREEMENTS - \$132.7 MILLION 2019-21 (\$192.4 MILLION 2021-23)**

Funding is provided to implement the 2019-21 collective bargaining agreements with in-home care providers (\$72.4 million) and adult family homes (\$37.6 million), and for the home care agency provider parity (\$22.8 million).

**ENHANCED COMMUNITY RESIDENTIAL RATE - \$17.7 MILLION 2019-21 (\$28.6 MILLION 2021-23)**

Funding is provided to increase the rate for community residential service providers in supported living, group homes, and licensed staffed residential homes. The funding provided is sufficient for the statewide minimum wage adjustment established in Initiative 1433.

**ASSISTED LIVING FACILITY RATES - \$10 MILLION 2019-21 (\$10.5 MILLION 2021-23)**

Funding is provided for a contracted provider rate increase for employees in assisted living facilities (ALFs). The funding is equivalent to a 6 percent increase in the FY 2019 weighted daily rate. Adult Residential Care (ARC) facilities and Enhanced Adult Residential Care (EARC) facilities that serve DDA clients and are licensed as ALFs are included in the rate increase.

**RHC MEDICAID COMPLIANCE - \$12.6 MILLION 2019-21 (\$10.6 MILLION 2021-23)**

Funding is provided for additional staff at the Residential Habilitation Centers (RHCs) and State Operated Living Alternatives (SOLAs) related to compliance with Centers for Medicare and Medicaid Services (CMS) requirements for active treatment, client safety, governing body and management, and client rights for Intermediate Care Facilities (ICFs).

**COMPLETE SOLA COMMUNITY OPTIONS - \$6.4 MILLION 2019-21 (\$10.5 MILLION 2021-23)**

Funding is provided to complete the move of 47 clients from the RHCs into community settings. Clients will phase into State Operated Living Alternative (SOLA) placements over a three-year period, ending in FY 2021.

**ELECTRONIC VISIT VERIFICATION - \$6.4 MILLION 2019-21 (\$6.8 MILLION 2021-23)**

Funding is provided to assist home care agencies to implement the Electronic Visit Verification system in compliance with the federal 21st Century Cures Act. The Act requires the system to be in effect by January 1, 2020 or states will receive a federal Medicaid match rate reduction from 0.25 percent in 2020, and up to 1 percent by 2024.

**COMMUNITY OPTIONS FOR DEVELOPMENTAL DISABILITY CLIENTS IN HOSPITALS - \$6.3 MILLION 2019-21 (\$10.3 MILLION 2021-23)**

Funding is provided for 25 State Operated Living Alternatives placements for the transition of clients to an alternative community setting that meets their needs and preferences, when a provider is unable to manage the client's care after crisis stabilization services have been offered, pursuant to Engrossed Second Substitute Senate Bill 5483 (developmental disability services).

**COMMUNITY RESPITE - \$5.3 MILLION 2019-21 (\$5.5 MILLION 2021-23)**

Funding is provided to expand beds for Overnight Planned Respite Services (OPRS) for adults and Enhanced Respite Services (ERS) for children by six beds each (\$4.4 million); and to increase the daily rate for existing beds for OPRS and ERS (\$900,000).

**SAVINGS/COST AVOIDANCE**

**SUPPORTED LIVING SAFETY NET ASSESSMENT - \$20.3 MILLION SAVINGS 2019-21 (\$20.3 MILLION SAVINGS 2021-23)**

Savings are assumed pursuant to Senate Bill 5990 (safety net assessment), which adds community residential businesses, including supported living providers, to the public utility tax. Revenue collected from the tax, in combination with federal matching funds, are to be used for payments to community residential businesses. Savings are achieved by using funds from the tax in lieu of the state general fund for a portion of the enhanced community residential rate adjustment.

**NURSING HOME DISCHARGE - \$15.8 MILLION SAVINGS 2019-21 (\$34.7 MILLION SAVINGS 2021-23)**

Savings are assumed from the addition of staff who will facilitate the discharge of clients from nursing homes into community settings.

**INDIRECT STAFF FUNDING - \$14.3 MILLION SAVINGS 2019-21 (\$24.3 MILLION SAVINGS 2021-23)**

Savings are captured from the removal of funding for additional indirect staff at maintenance level for workload growth associated with anticipated caseload growth in long-term care and developmental disabilities settings.

**UPDATED "FACILITY" DEFINITION IN ADULT PROTECTIVE SERVICES - \$10.7 MILLION COST AVOIDANCE 2019-21 (\$11 MILLION COST AVOIDANCE 2021-23)**

Cost avoidance is captured as a result of removing Department of Health licensed or certified facilities from the definition of "facility," pursuant to Engrossed Second Substitute Senate Bill 5432 (Behavioral Health/Integrate). This step is a reversal of a maintenance level step that adds funding for the expanded definition of "facility," pursuant to Chapter 201, Laws of 2018.

**SUPPORTED LIVING INVESTIGATORS - \$2.3 MILLION SAVINGS 2019-21 (\$2.5 MILLION SAVINGS 2021-23)**

Net savings are captured pursuant to Senate Bill 5359 (Supported Living/Investigate), which provides fee authority for supported living providers to cover oversight and investigation costs for clients residing in supported living settings. Provider rates are increased to cover the cost of the fee, which is eligible for federal matching funds, resulting in a net General Fund-State savings when combining the Developmental Disabilities Administration and Aging and Long-Term Support Administration.

## **Economic Services**

### **INCREASES**

**DIVERSION CASH ASSISTANCE - \$3.4 MILLION 2019-21 (\$7.1 MILLION 2021-23)**

Funding made available as a result of underspending in WorkFirst partner contracts is reallocated to the Diversion Cash Assistance program to provide temporary cash assistance to approximately 131 additional families per month to prevent them from having to participate in the Temporary Assistance for Needy Families (TANF) program.

**NATURALIZATION PROGRAM - \$1.8 MILLION 2019-21 (\$3.6 MILLION 2021-23)**

Funding is provided for the Naturalization Services Program to assist an additional 1,600 individuals per year to become United States citizens.

**PREGNANT WOMEN ASSISTANCE - \$300 THOUSAND 2019-21 (\$627 THOUSAND 2021-23)**

Funding is provided to increase the Pregnant Women Assistance monthly grant amount from a maximum of \$197 to a maximum of \$363 per month.

### **SAVINGS**

**WORKFIRST ACTIVITIES - \$4.1 MILLION SAVINGS 2019-21**

A one-time savings to the general fund is achieved by utilizing available fund balance in the Administrative Contingency Account for WorkFirst activities.

## **Department of Children, Youth, and Families**

### **Children and Families Services**

#### **INCREASES**

**BEHAVIORAL REHABILITATION SERVICES - \$26.7 MILLION 2019-21 (\$32.3 MILLION 2021-23)**

Funding is provided to increase behavioral rehabilitation services (BRS) rates and to modify the rate structure from one based on acuity level to placement setting. The department shall implement this new rate structure in accordance with the methodology outlined in the December 2018 rate study.

**CHILD WELFARE LEGAL SERVICES - \$10.2 MILLION (GENERAL FUND-FEDERAL)**

Federal funding is provided in response to recent federal guidance that allows the use of Title IV-E funding for legal representation services of eligible parents and children involved in the child welfare system. A corresponding reduction to the general fund is assumed in the Office of Public Defense (OPD) and the Office of Civil Legal Aid (OCLA). The department must implement an interagency agreement with OPD and OCLA for the use of these federal funds.

**FAMILIES FIRST PREVENTION SERVICES - \$7.6 MILLION 2019-21 (GENERAL FUND-FEDERAL)**

Federal funding made available via passage of the federal Families First Prevention Services Act is provided to expand evidence-based programs aimed toward foster care placement prevention.

**TREEHOUSE - \$3.5 MILLION 2019-21 (\$7.5 MILLION 2021-23)**

Funding is provided to expand the Treehouse Graduation Success Program to help increase foster youth graduation rates.

**CHILD WELFARE HOUSING ASSISTANCE - \$1.5 MILLION 2019-21 (\$766 THOUSAND 2021-23)**

Pursuant to Second Substitute Senate Bill 5718 (child welfare housing assistance), funding is provided to implement a Child Welfare Housing Assistance Pilot Program to provide housing vouchers, rental assistance, navigation, and other support services to eligible families. The pilot program expires on June 30, 2022.

**Early Learning**

**INCREASES**

**CHILD CARE RATE INCREASES - \$83.4 MILLION 2019-21 (\$73.9 MILLION 2021-23)**

Funding is provided for the following:

- \$52.8 million (\$62.3 million 2021-23) for costs associated with the collective bargaining agreement, including but not limited to:
  - base rates increase for licensed family home providers in fiscal year 2020 to a level that achieves access for subsidy consumers to 55 percent of the licensed family home child care market at Level 3, plus a 6 percent base rate increase in fiscal year 2021;
  - tiered reimbursement increases for Level 3 and Level 4 of 2 percentage points;
  - hourly wage rate increases for Family, Friend, and Neighbor providers (\$0.05 per hour in fiscal year 2020 and 4 percent in fiscal year 2021);
  - removing the cap on the non-standard hours bonus;
  - a \$500 per provider increase to the quality improvement awards for Levels 3 through 5, and
  - additional health care premium coverage.
- \$30.5 million (\$40.7 million 2021-23) to increase all child care subsidy rates in order to achieve, at Level 3, access for subsidy consumers to 55 percent of the child care market in fiscal year 2020 and to achieve access to 60 percent of the child care market in fiscal year 2021. These rate increases are additive to the increases provided to licensed family home providers in the collective bargaining agreement.

**EARLY CHILDHOOD EDUCATION AND ASSISTANCE PROGRAM - \$25.4 MILLION 2019-21 (\$53 MILLION 2021-23)**

Funding is provided for additional investments in the Early Childhood Education and Assistance Program (ECEAP), including:

- \$12.7 million (\$17.0 million 2021-23) to add 380 full day slots in fiscal year 2020 and an additional 380 full day slots in fiscal year 2021, for a total of 760 full day slots.
- \$13.0 million (\$13.3 million 2021-23) for a 3 percent increase to the partial day ECEAP rate and for full and extended day costs associated with child care rate increases implemented in February 2019 in response to receipt of additional federal Child Care Development Funds.
- \$23.1 million in fiscal year 2023 for 2,877 partial day slots to meet the entitlement in the 2022-23 school year.

**HOME VISITING - \$10 MILLION 2019-21 (\$10 MILLION 2021-23)**

State funding is provided, along with federal match made available via the federal Families First Prevention Services Act, to expand the home visiting program to serve an additional 830 families beginning in fiscal year 2020. This program provides visits in the home to educate expectant and new parents about prenatal care, infant care, child development, and parenting skills.

**ECLIPSE PROGRAM - \$4.3 MILLION 2019-21**

One-time funding is provided in the 2019-21 biennium to continue delivering the Early Childhood Intervention Prevent Services (ECLIPSE) program, which provides early intervention and treatment services for children exposed to environmental, familial, and biological risk factors that impact development, behavior, and mental health.

**EARLY ACHIEVERS - \$5.8 MILLION GENERAL FUND-FEDERAL**

Available federal funding is utilized to increase coaching support and needs-based grants in the Early Achievers program.

**CHILDREN'S MENTAL HEALTH - \$2.1 MILLION 2019-21 (\$6 MILLION 2021-23)**

Funding is provided pursuant to Second Substitute Senate Bill 5903 (children's mental health) for the department to develop an infant and early childhood mental health consultation model for children ages birth to five. The model must include a workforce development plan that addresses initial training and ongoing professional development for infant and early childhood mental health consultants. The department is required to provide the model to the Governor and the Legislature by November 1, 2019 and to implement the model in at least two regions by July 1, 2020 with statewide implementation by December 31, 2023.

**SUPPORTIVE VISITATION - \$1 MILLION 2019-21 (\$1 MILLION 2021-23)**

Funding is provided to implement the supportive visitation model jointly developed by the University of Washington and the department for children in foster care. This model uses a manualized curriculum and incorporates trained visit navigators to provide a structured and positive visitation experience for children and their parents.

**FACILITATED PLAY GROUPS - \$1.0 MILLION 2019-21 (\$1.0 MILLION 2021-23)**

Funding is provided to increase the number of facilitated play groups offered statewide to Family, Friend, and Neighbor child care providers to support early brain development and kindergarten readiness. These groups meet weekly, are led by trained facilitators, and are offered in multiple languages.

**SAVINGS**

**FEDERAL FUND BALANCE - \$42.9 MILLION SAVINGS 2019-21**

A one-time reduction in state funding is offset by using available federal Child Care Development Funds.

## **Juvenile Rehabilitation**

### **INCREASES**

#### **INCREASED STAFFING - \$10.6 MILLION 2019-21 (\$10.7 MILLION 2021-23)**

Funding is provided for additional staffing at juvenile rehabilitation facilities, including:

- \$9.4 million (\$9.5 million 2021-23) to add staff to bring all three detention facilities into compliance with the staffing ratio standards required in the federal Prison Rape Elimination Act (PREA).
- \$1.2 million (\$1.2 million 2021-23) to hire 5.6 counselor assistants and two security officers to operate the new acute mental health pod, which was remodeled with funding provided in the 2015-17 capital budget, and to provide mental health treatment programs to the youth housed within.

## **Corrections & Other Criminal Justice**

### **INCREASES**

#### **CAPACITY AND PROGRAMMING - \$20.6 MILLION 2019-21 (\$23.6 MILLION 2021-23)**

Funding is provided to increase capacity by increasing the number of work release beds at the existing Ahtanum View facility and creating new capacity for women at the Maple Lane facility. Funding is also provided to staff a new space for education, treatment and programming to support the medium security complex at the Washington State Penitentiary.

#### **CUSTODY STAFF - \$ 11.4 MILLION 2019-21 (\$11.0 MILLION 2021-23)**

Funding is provided to increase custody staff in order to provide off-site medical transportation, community hospital watches, increased suicide watches, and changes to the mental health unit at the Washington State Penitentiary.

#### **WORK RELEASE EXPANSION - \$6.2 MILLION 2019-21 (\$10.3 MILLION 2021-23)**

Funding is provided to open 150 work release beds across the state to provide more opportunities for transitions back to the community prior to release and to relieve pressure on prison capacity issues.

#### **VIOLATOR BED RATE - \$7.9 MILLION 2019-21 (\$10.6 MILLION 2021-23)**

Funding is provided to increase rates for jail beds used to house individuals who violate the terms of their community supervision under swift and certain policies.

#### **HEALTH CARE - \$6.4 MILLION 2019-21 (\$5.1 MILLION 2021-23)**

Funding is provided to cover the department's increases in full coverage of nursing shifts, non-discretionary health care, and specialty care services within the prison system.

#### **SEXUAL ASSAULT EXAMINATION KITS - \$10.3 MILLION 2019-21 (\$5.7 MILLION 2021-23)**

Funding is provided for additional crime laboratory staff, equipment, supplies, and outsourcing to address a backlog of sexual assault kits waiting for testing. Funding is also provided in the Chair's Capital Budget at \$277,000, leveraging a federal grant, for renovation costs of the Vancouver Crime Lab for a high-throughput DNA testing lab.

#### **TOXICOLOGY LAB - \$2.3 MILLION 2019-21 (\$2.3 MILLION 2021-23)**

Funding is provided for additional staff to address a backlog of drug and alcohol tests for coroners, medical examiners, law enforcement agencies, prosecuting attorneys, and the State Liquor Cannabis Board in all 39 counties.

**MISSING/EXPLOITED CHILD TASK FORCE - \$1.5 MILLION 2019-2021**

Funding is provided to increase resources for the Missing/Exploited Children's Task Force that targets child predators through the internet and makes arrests using undercover operations.

**BASIC LAW ENFORCEMENT ACADEMY - \$4.5 MILLION 2019-21**

Funding is provided for nine additional Basic Law Enforcement Academy (BLEA) classes each fiscal year in the biennium increasing the number of classes from 10 to 19. All local law enforcement recruits must attend BLEA classes for training.

**INITIATIVE 1639 IMPLEMENTATION - \$5.9 MILLION 2019-21 (\$800 THOUSAND 2021-23)**

Funding is provided for the Washington State Patrol and the Department of Licensing to meet the requirements of the voter approved Initiative Measure No. 1639, related to firearm safety. Funding is also provided for the Department of Licensing to replace the current firearms database system.

**SAVINGS OR DECREASES**

**CONCURRENT SUPERVISION \$9.2 MILLION SAVINGS 2019-21 (\$14.6 MILLION SAVINGS 2021-23)**

A reduction in individuals on community supervision is achieved by making multiple sentences of community supervision assumed to run concurrent instead of consecutive unless expressly stated by the court.

**Other Human Services**

**INCREASES**

**HOMELESSNESS - \$23.4 MILLION 2019-21 TOTAL (\$16.9 MILLION 2021-23 TOTAL)**

Funding is provided for a variety of housing assistance and services to individuals, youth, and families experiencing homelessness. Items include, but are not limited to: \$9.2 million for permanent supportive housing for over 200 families each fiscal year who are chronically homeless and where at least one member of the family has a disability; \$4.5 million for crisis residential centers; \$4.1 million to implement Second Substitute Senate Bill 5820 (Vulnerable children/care), which designates homeless children as a vulnerable population for the Working Connections Child Care program making them eligible for 12 months of subsidized child care; \$2 million from the Veterans Stewardship Account for grants to assist homeless veterans; and \$1.5 million to expand the transitional housing program at the Washington Soldiers Home in Orting. The Chair's Capital Budget also includes \$175 million in bonds for additional investments in the Housing Trust Fund, which supports the development of affordable housing.

**HOUSING & ESSENTIAL NEEDS - \$15 MILLION 2019-21 (\$15 MILLION 2021-23)**

Funding is provided to expand the Housing and Essential Needs (HEN) Program that provides grants to local governments and community organizations to pay limited rental and utility assistance and essential needs.

**BUILDABLE LANDS PROGRAM - \$4.3 MILLION 2019-21 TOTAL**

Additional funding is provided for the implementation of Chapter 16, Laws of 2017, 3rd sp. s. (Engrossed Second Substitute Senate Bill 5254), which created a new requirement, subject to funding, that counties, cities, and towns, participating in the Buildable Lands program, incorporate tools and policies to address affordable housing issues into their buildable lands analyses. Funding was provided in the enacted 2018 supplemental operating budget to begin

this work. The additional funding will assist Whatcom, Pierce, King, Snohomish, Kitsap, Thurston and Clark counties in implementing the changes to their buildable lands programs.

**AIDS/COMMUNITY SERVICES - \$18 MILLION 2019-21 (\$12 MILLION 2021-23)**

Funding is provided for increased program costs for community services for individuals living with Human Immunodeficiency Virus (HIV), including core medical services, case management, and support services.

**FOUNDATIONAL PUBLIC HEALTH SERVICES - \$13 MILLION TOTAL FUNDS 2019-21 (\$19.3 MILLION TOTAL FUNDS 2021-23)**

Funding is provided to continue the one-time funding provided in the 2017-19 enacted operating budget for foundational public health services. Additional non-General Fund-State funding is also provided for foundational public health services. Funding includes the following:

- \$9 million General Fund-State (\$10 million in 2021-23) to support local health jurisdictions improve their ability to address communicable disease monitoring and prevention and chronic disease injury and prevention.
- \$2 million General Fund-State (\$2 million in 2021-23) for the Department of Health to implement strategies to control the spread of communicable diseases and other health threats.
- \$1 million, one time funding from the Youth Tobacco and Vapor Products Prevention Account, to support local health jurisdictions provide youth tobacco and vapor prevention programs, including the necessary outreach and education for T-21 (Engrossed House Bill 1074).
- \$3 million from the Foundational Public Health Services Account (\$7.3 million in 2021-23), pursuant to Senate Bill 5896 (Vapor/Heated Tobacco Tax).

**NEWBORN SCREENING - \$2 MILLION 2019-21 (\$2 MILLION 2021-23)**

Funding is provided for the mandatory newborn screening panel, including:

- \$1.6 million for staff, equipment, testing supplies, and materials necessary to add Pompe disease and MPS-I to the mandatory newborn screening panel. The department is authorized to increase the newborn screening fee by \$10.50 for this addition.
- \$332 thousand in additional funding for testing supplies necessary to perform x-linked adrenoleukodystrophy newborn screening panel testing. The department is authorized to increase the newborn screening fee by \$1.90 for this addition.

**VETERAN HOME REVENUE SHORTFALL - \$2 MILLION 2019-21 (\$3.2 MILLION 2021-23)**

Funding is provided for a General Fund-State backfill of a revenue shortfall at the Washington Soldiers Home in Orting (\$1.1 million) and the Walla Walla Veterans Home (\$800,000). Revenue collections have been less than anticipated due to a drop in census at the Washington Soldiers Home and delayed phase-in of clients at the Walla Walla Veterans Home. It is assumed the census for both veterans homes will improve in fiscal year 2020.

**WORKERS' COMPENSATION SYSTEM REPLACEMENT - \$82 MILLION 2019-21 (\$92.9 MILLION 2021-23) (ACCIDENT ACCOUNT; MEDICAL AID ACCOUNT)**

Funding and staff are provided to begin the Workers' Compensation System replacement project, including foundational work and the implementation of systems that support employer accounts.

**CRIME VICTIM COMPENSATION - \$6.8 MILLION 2019-21 (\$4.2 MILLION 2021-23)**

Funding is provided to increase rates for crime victim compensation payments to providers of

medical and health care services. Funding is provided to reimburse medical and health care providers equal to 100 percent of workers' compensation provider payment rates, beginning in fiscal year 2020.

## **Natural Resources**

### **INCREASES**

#### **ORCA WHALE PROTECTION - \$22 MILLION 2019-21 (\$22 MILLION 2021-23)**

Funding is provided for actions to address the limiting factors of orca whale recovery including increasing the production of salmon at hatcheries, increasing enforcement of vessel regulations, and the protecting habitat in Puget Sound.

#### **WILDFIRES AND FOREST HEALTH - \$38.4 MILLION 2019-21**

Funding is provided to the Department of Natural Resources and other agencies for suppressing wildfires and preventing future fires through the forest health program. Base state appropriation for the department is increased from \$49 million to \$91.4 million, which includes maintenance and policy level adjustments.

#### **CLEANUP TOXICS AND PLASTICS - \$22.6 MILLION 2019-21 (\$200 THOUSAND 2021-23)**

Funding is provided for the Department of Ecology and other agencies to increase prevention and cleanup of toxic chemicals. Increased funding is also provided for improved recycling and diminished plastic bags and packaging.

#### **STATE PARKS SERVICES AND MAINTENANCE - \$17.8 MILLION 2019-21 (\$23.6 MILLION 2021-23)**

Funding is provided for State Parks to address costs for operations and maintenance of existing park facilities. The use of litter tax revenue for these purposes is ended, General Fund and dedicated accounts are used ongoing.

#### **MAINTAIN FISH AND WILDLIFE OPERATIONS - \$14.8 MILLION 2019-21 (\$29.7 MILLION 2021-23)**

Funding is provided for the Department of Fish and Wildlife to maintain services for fishing, hatcheries, hunting, and conservation.

## **General Government**

### **INCREASES**

#### **STATE EMPLOYEE SALARIES AND BENEFITS - \$470 MILLION 2017-19 (\$575 MILLION 2021-23)**

Funding is provided for salary increases and health care benefits for all state employees, including funding for collective bargaining agreements.

#### **2020 CENSUS - \$15.1 MILLION 2019-21**

Funding is provided to support expanded activities to promote a complete and accurate census count in 2020.

#### **PRESIDENTIAL PRIMARY REIMBURSEMENT TO COUNTIES - \$13.6 MILLION 2019-21**

Funding is provided to conduct a presidential primary election and to reimburse counties for the state's share of presidential primary costs and to produce a presidential primary voter's pamphlet.

**PREPAID POSTAGE - \$4.8 MILLION 2019-21 (\$4.3 MILLION 2021-23)**

Funding is provided to implement the provisions of Substitute Senate Bill 5063 (ballots, prepaid postage). Funding provided is for prepaid postage on return envelopes for elections, with county costs being reimbursed by the state.

**SELF INSURANCE PREMIUMS - \$58.5 MILLION 2019-21 (\$58.5 MILLION 2021-23) (TOTAL FUNDS)**

Funding is provided to adjust agency budgets to reflect updated self-insurance premium costs.

**SALARIES FOR ELECTED OFFICIALS - \$10 MILLION 2019-21 (\$12 MILLION 2021-23)**

Funding is provided for salary increases for elected officials that were adopted by the Citizens' Commission on Salaries for Elected Officials.

## **Judicial**

### **INCREASES**

**TRIAL COURT FUNDING LANGUAGE ACCESS - \$2.2 MILLION 2019-2021 (\$2.2 MILLION 2021-23)**

Funding is provided to expand the state interpreter reimbursement program and provide additional testing and training for qualified interpreters.

**PUBLIC DEFENSE ATTORNEY SALARIES - \$8 MILLION 2019-2021 (\$8 MILLION 2021-23)**

Funding is provided through the Office of Public Defense for salary increases for 183 state-contracted public defense attorneys representing indigent persons on appeal and indigent parents involved in dependency and termination cases.

**CIVIL LEGAL AID ATTORNEY SALARIES - \$3 MILLION 2019-2021 (\$5.6 MILLION 2021-23)**

Funding is provided for a vendor rate increase resulting from a collective bargaining agreement between the Northwest Justice Project and its staff union. Funding will maintain existing levels of client service capacity including the 20 FTEs funded by the Legislature in the 2017-19 biennium that began implementation of the Civil Justice Reinvestment Plan. Ongoing funding of \$600,000 is also provided for subcontracted volunteer (pro bono) civil legal aid programs throughout Washington. Funding will help to recruit and retain staff for consistent volunteer attorney involvement in the delivery of civil legal aid services.

**CIVIL JUSTICE REINVESTMENT PLAN - \$4 MILLION 2019-2021 (\$4 MILLION 2021-23)**

Funding is provided for 13 FTE legal aid attorneys in furtherance of the Civil Justice Reinvestment Plan to increase access to civil legal aid to low-income populations.

**KINSHIP CARE COORDINATOR - \$214 THOUSAND 2019-2021 (\$214 THOUSAND 2021-23)**

Funding is provided to implement SB 5651 (kinship care legal aid) whereby a kinship care coordinator position is created at the Office of Civil Legal Aid. The coordinator will develop training materials designed to help free and low cost attorneys provide legal advice and assistance to kinship caregivers and to work with state entities to develop legal aid initiatives and implement recommendations of the Kinship Care Oversight Committee.

## Other Changes

### INCREASES

#### **GENERAL OPERATIONS AT HISTORICAL SOCIETIES - \$2 MILLION 2019-2021 (\$2 MILLION 2021-23)**

Funding is provided for general support, operations, and maintenance at the Washington State Historical Society and the Eastern Washington State Historical Society.

#### **CARE OF STATE-OWNED ART - \$600 THOUSAND 2019-21 (\$600 THOUSAND 2021-23)**

Funding is provided to the Washington State Arts Commission for additional staff to maintain and repair the \$36 million state-owned art collection across Washington.

#### **ANDY HILL CANCER RESEARCH ENDOWMENT - \$9.0 MILLION 2019-2021**

State matching funds are provided for the Andy Hill cancer research endowment authority. \$6.4 million general funds are deposited into the Andy Hill cancer research endowment fund match transfer account. Another \$2.6 million will be deposited into the account from the passage of Senate Bill 5986 that establishes a tax on vapor and heated tobacco products. Fifty percent of the tax on heated tobacco products is deposited into the account. The Authority was created in 2015 to distribute state funding for the promotion of cancer research. Senate Hill served in the Senate until his death in October 2016, from lung cancer.

#### **INFORMATION TECHNOLOGY COST POOL - \$103.8 MILLION 2019-21 (TOTAL FUNDS)**

Funding is provided for information technology projects that are subject to Office of the Chief Information Officer (OCIO) oversight.

#### **LEASE COST POOL - \$20.5 MILLION 2019-21 (TOTAL FUNDS)**

Funding is provided for one-time lease moves/relocations in the 2019-21 biennium.

### SAVINGS OR DECREASES

#### **LOCAL PUBLIC SAFETY TRANSFER - \$50 MILLION SAVINGS 2019-21 (\$50 MILLION SAVINGS 2021-23)**

Pursuant to Senate Bill 5983, costs are reduced as a result of the local public safety transfer under RCW 41.26.802 from the General Fund being eliminated.

#### **EFFICIENCIES IN STATE SPENDING - \$52 MILLION SAVINGS 2019-21 (\$70 MILLION SAVINGS 2021-23)**

Funding is adjusted for agency and institution appropriations to reflect savings from actions taken to lower overtime costs, professional service contracts, travel, goods and services, and capital outlays by one and one-half percent in fiscal year 2020 and three percent in fiscal year 2021. If agency or client service delivery needs require a deviation from the cost centers identified in this section, agencies and institutions may modify spending in an alternate manner to achieve the required savings.

# Appendix A

# Revenue Related Bills

## Fund Transfers, Revenue Legislation, and Budget Driven Revenues

### PSSB 5153 Senate Chair

#### General Fund-State, Education Legacy Trust, and Opportunity Pathways Accounts

(Dollars in Millions)

	2017-19	2019-21	2021-23	Total
<b>Fund Transfers In Budget Bill</b>				
Statewide Tourism Marketing (GF-S)	0.0	-3.0	0.0	-3.0
Energy Freedom Account (GF-S)	0.0	1.0	0.0	1.0
Park Land Trust Revolving Account (GF-S)	0.0	1.0	0.0	1.0
State Treasurer's Service Account (GF-S)	0.0	4.0	0.0	4.0
Financial Services Regulation Account (GF-S)	0.0	7.0	0.0	7.0
State Treasurer's Service Account (GF-S)	0.0	12.0	12.0	24.0
Local Toxics Control Account (GF-S)	35.0	0.0	0.0	35.0
Disaster Response Account (GF-S)	0.0	24.7	11.2	35.9
State Toxics Control Account (GF-S)	38.0	0.0	0.0	38.0
School Employees' Insurance Admin Acct (GF-S)	0.0	0.0	40.1	40.1
Disaster Response Account (GF-S)	0.0	27.9	18.4	46.3
<b>SubTotal</b>	<b>73.0</b>	<b>74.6</b>	<b>81.7</b>	<b>229.3</b>
<b>Budget Driven Revenue</b>				
Liquor Control Board (Marijuana)	-3.0	-3.3	-5.9	-12.3
Liquor Control Board (Liquor)	0.0	-8.8	2.5	-6.3
PILT - DFW Program	0.0	-3.9	0.0	-3.9
Lottery	0.0	-1.4	-1.6	-3.0
Marijuana Distribution Changes	0.0	0.0	0.0	0.0
<b>SubTotal</b>	<b>-3.0</b>	<b>-17.5</b>	<b>-5.1</b>	<b>-25.6</b>
<b>Other Legislation</b>				
HB 1074 Tobacco Products Age Limit	0.0	-8.9	-12.1	-21.0
SB 5407 Scan Down Allowances	0.0	-4.5	-5.1	-9.6
SB 5596 Health Science & Service Authority	0.0	0.0	-1.1	-1.1
SB 5025 Excise Exemptions for Self Help Housing	0.0	-0.2	-0.2	-0.5
SB 5116 Renewable Energy M&E Extension	0.0	0.0	0.0	-0.1
SB 5160 Property Tax Relief	0.0	0.0	0.0	0.0
SB 5337 Sales Tax Political Subdivisions	0.0	0.0	0.0	0.0
SB 5363 Multifamily Property Tax Exemption	0.0	0.0	0.0	0.0
SB 5366 Multifamily Property Tax Exemption	0.0	0.0	0.0	0.0
SB 5467 Mass Timber Products	0.0	0.0	0.0	0.0
SB 5668 Tow Truck Operators	0.0	0.0	0.0	0.0
SB 5739 Affordable Housing in Rural Counties	0.0	0.0	0.0	0.0
SB 5894 Firefighters' Pension Levy	0.0	0.0	0.0	0.0
SB 5993 Hazardous Substance Tax	0.0	0.0	0.0	0.0
SB 5996 Wildfire Prevention and Suppression	0.0	0.0	0.0	0.0
SB 5986 Tax on Vapor/Heated Tobacco Products	0.0	0.9	3.6	4.5
SB 5323 Plastic Bags	0.0	7.9	8.6	16.5
SB 5988 Prescription Drug Warehousing	0.0	38.5	40.2	78.7
SB 5997 Eliminating or Narrowing Tax Preferences	0.0	63.6	70.1	133.7
SB 5991 Graduated Real Estate Excise Tax	0.0	421.1	457.3	878.4
<b>SubTotal</b>	<b>0.0</b>	<b>518.3</b>	<b>561.2</b>	<b>1,079.6</b>
<b>Grand Total</b>	<b>70.0</b>	<b>575.5</b>	<b>637.9</b>	<b>1,283.4</b>

**TOBACCO PRODUCTS AGE LIMIT - \$8.9 MILLION DECREASE 2019-21 (\$12.1 MILLION DECREASE 2021-23)**

Engrossed House Bill 1074 prohibits the sale of cigarettes, tobacco products, and vapor products to persons under the age of twenty-one.

**SCAN-DOWN ALLOWANCES ON FOOD AND BEVERAGES - \$4.5 MILLION DECREASE 2019-21 (\$5.1 MILLION DECREASE 2021-23)**

Senate Bill 5407 provides a business and occupation (B&O) tax deduction for scan-down allowances.

**HEALTH SCIENCES AUTHORITIES - NO STATE REVENUE IMPACT 2019-2021 (\$1.1 MILLION DECREASE 2021-23)**

Senate Bill 5596 extends the expiration date by 15 years for a local sales and use tax imposed by a city or county that has created a Health Sciences and Services Authority.

**SELF-HELP HOUSING DEVELOPMENT AND TAXES - \$240 THOUSAND DECREASE 2019-2021 (\$240 THOUSAND DECREASE 2021-23)**

Substitute Senate Bill 5025 exempts the building and sale of self-help housing by an affordable homeownership facilitator from real estate excise tax.

**CLEAN ENERGY - \$29 THOUSAND DECREASE 2019-2021 \$24 THOUSAND DECREASE 2021-23)**

Engrossed Second Substitute Senate Bill 5116 requires electric utilities to eliminate from their allocation of electricity coal-fired resources, make all retail sales of electricity greenhouse gas neutral, and meet 100 percent of its retail electric load using non-emitting and renewable; and also requires electrical and gas companies to use the social cost of carbon for planning, evaluating, and acquiring all resources.

**SENIOR CITIZENS, INDIVIDUALS WITH DISABILITIES, AND VETERANS PROPERTY TAX EXEMPTION (NO STATE REVENUE IMPACT)**

Engrossed Substitute Senate Bill 5160 modifies the qualifying income thresholds for the property tax exemption and deferral programs for low-income senior citizens, individuals with disabilities, and veterans beginning with taxes levied for collection in 2022.

**SALES AND USE TAX EXEMPTIONS (INDETERMINATE REVENUE IMPACT)**

Senate Bill 5337 exempts from sales and use taxes the transfer of property from one political subdivision to another political subdivision as a part of either a merger or a contractual consolidation.

**URBAN CENTER DWELLINGS AND TAXES (INDETERMINATE REVENUE IMPACT)**

Substitute Senate Bill 5363 provides an additional 12-year property tax exemption for certain eligible multi-unit residential housing projects in urban centers and expands eligible residential targeted areas under the multi-family tax exemption program to certain unincorporated areas of a county.

**URBAN CENTERS AND MULTIPLE UNITS (NO STATE REVENUE IMPACT)**

Substitute Senate Bill 5366 allows all counties, cities, and towns to provide property tax exemptions for eligible multi-unit residential housing projects in urban centers from July 1, 2022, to July 1, 2025.

**TIMBER TAXES - NO STATE REVENUE IMPACT**

Senate Bill 5467 adds mass timber products to the list of timber products that qualify for the preferential B&O tax rate of 0.2904 percent for manufacturing and wholesaling.

**TOW TRUCK OPERATOR AUCTIONS - NO STATE REVENUE IMPACT**

Substitute Senate Bill 5668 exempts from sales tax the sale of abandoned vehicles by a registered tow truck operator, until January 1, 2030.

**HOUSING AND URBAN GROWTH AREAS - NO STATE REVENUE IMPACT**

Substitute Senate Bill 5739 provides that applications for a residential targeted area in a rural county may not be approved January 1, 2020 through December 31, 2021, but are permitted beginning January 1, 2022, through January 1, 2027.

**FIREFIGHTERS' PENSION LEVY - NO STATE REVENUE IMPACT**

Substitute Senate Bill 5894 allows the firefighter's pension levy to continue to be levied specifically for funding medical benefits under the law enforcement officers' and firefighters' retirement system.

**MODEL TOXICS CONTROL PROGRAM - NO STATE GENERAL FUND IMPACT - \$471 MILLION INCREASE 2019-21 (\$599 MILLION INCREASE 2021-23) NEW DEDICATED ACCOUNT**

Senate Bill 5993 changes the hazardous substance tax (HST) on petroleum products to a volumetric base of \$2.52 per 42-gallon barrel. Replaces the existing Model Toxics Control Act (MTCA) accounts with operating, capital and stormwater accounts; HST revenue will be allocated 43 percent for operating, 43 percent for capital and 14 percent for stormwater. The volumetric rate will be adjusted each year by the fiscal growth factor. Qualifying operating budget programs and capital budget projects are specified for each account.

**WILDFIRE PREVENTION AND SUPPRESSION - NO STATE GENERAL FUND IMPACT - \$90.6 MILLION INCREASE 2019-21 (\$125 MILLION INCREASE 2021-23) NEW DEDICATED ACCOUNT**

Senate Bill 5996 increases property and casualty insurance premiums from 2.0 to 2.52 percent. Raises a targeted annual revenue of \$62.5 million per year with deposits going into a new account, the Wildfire Prevention and Suppression Account. Prioritizes expenditures from the account in the following order: emergency wildfire-fighting; wildfire-fighting preparedness; fire suppression activities of agencies other than the Department of Natural Resources; fire prevention; and forest health. Forest health may be conducted with fund balance in excess of \$80 million. The bill tasks the Joint Legislative Audit and Review Committee to study the effectiveness of the provisions of the bill by July 1, 2025.

**VAPOR AND HEATED TOBACCO PRODUCTS - \$900 THOUSAND INCREASE 2019-21 (\$3.6 MILLION INCREASE 2021-23)**

Senate Bill 5986 establishes a tax on vapor products in an amount equal to \$0.05 per milliliter of solution, establishes a tax on heated tobacco products at a rate of \$0.40 per ounce of tobacco, and creates the Foundation Public Health Account.

**PLASTIC BAGS - \$7.9 MILLION INCREASE 2019-2021 (\$8.6 MILLION INCREASE 2021-23)**

Engrossed Substitute Senate Bill 5323 prohibits a retailer from providing single use plastic bags, as well as paper or reusable plastic bags that do not meet certain specified recycled content requirements; requires a retailer to collect a pass-through charge of \$0.08 for each recycled content large paper or plastic carryout bag provided; and preempts local carryout bag ordinances, except for ordinances establishing a \$0.10 pass-through charge in effect as of January 1, 2019.

**PRESCRIPTION DRUG WAREHOUSING - \$38.5 MILLION INCREASE IN 2019-21 (\$40.2 MILLION INCREASE IN 2021-23)**

SB 5988 eliminates the preferential B&O tax rate for prescription drug resellers and dedicates the increased revenues to opioid abuse treatment services in rural and high need areas.

**ELIMINATING OR NARROWING TAX PREFERENCES - \$63.6 MILLION INCREASE IN 2019-21 (\$70.1 MILLION INCREASE IN 2021-23)**

Senate Bill 5997 (1) converts the nonresident sales tax exemption to a remittance program. Nonresidents may request one refund per calendar year for sales tax paid in the prior calendar year; and (2) eliminates the preferential business and occupation tax rate of 0.275 percent for travel agents and tour operators and makes travel agents and tour operators subject to the service business and occupation tax rate of 1.5 percent.

**GRADUATED REAL ESTATE EXCISE TAX - \$421.1 MILLION INCREASE 2019-21 (\$457.3 MILLION INCREASE 2021-23)**

Senate Bill 5991 establishes a graduated real estate excise tax and provides additional funding to the Education Legacy Trust Account.

**WAYFAIR - \$115 MILLION INCREASE 2019-2021 (\$190 MILLION INCREASE 2021-23). Amounts included in the March 2019 Economic Revenue Forecast Council adopted forecast.**

Chapter 8, Laws of 2019 (Substitute Senate Bill 5581) modifies the nexus threshold for marketplace facilitators and remote sellers to align state law with the United States Supreme Court decision in *Wayfair*; eliminates the option for marketplace facilitators and remote sellers to elect to not collect tax and instead comply with notice and reporting requirements; limits the import tax exemption; and clarifies certain provisions related to the Streamlined Sales and Use Tax Agreement.

# Appendix B

**2019-21 Omnibus Operating Budget**  
**PSSB 5153 Senate Chair**  
(Dollars In Thousands)

	2019-21		4-Yr Total
	NGF-O	Total	NGF-O
<b>State Employee Compensation (Excl. Higher Ed.)</b>			
Rep: Salaries & Wages	265,525	439,130	584,319
Non-Rep: Salaries & Wages	79,010	165,271	179,720
Rep: Employee Benefits	952	1,895	2,212
Non-Rep: Employee Benefits	747	1,920	1,737
Other Comp Changes	30	44	60
<b>State Employee Compensation (Excl. Higher Ed.) Total</b>	<b>346,264</b>	<b>608,260</b>	<b>768,048</b>
<b>K-12 Education</b>			
K-12: SEBB	328,682	348,906	837,294
Special Education	155,906	155,906	294,190
Paraeducator Training	21,104	23,104	22,691
Other Increases	14,959	14,891	32,366
Forest Revenue Rule Change	13,350	13,350	13,350
Enhanced Institution Funding	4,773	4,773	10,757
Highly Capable Student Prgs.	3,800	3,800	7,600
Student Safety and Well-being	2,928	2,928	5,856
Next Gen Science Standards	2,000	2,000	0
Other IT & Related Items	332	332	420
Other Savings	-7,206	-7,206	-19,644
<b>K-12 Education Total</b>	<b>540,628</b>	<b>562,784</b>	<b>1,204,880</b>
<b>Higher Education Institutions (Incl Employee Comp)</b>			
Non-Rep: Salaries & Wages	127,624	480,374	286,640
Higher Ed: Foundational Support	42,800	48,800	78,714
Rep: Salaries & Wages	26,041	117,449	57,383
Medical School - Completion Funding	10,800	17,358	25,222
Other Increases	9,348	9,548	14,543
Remove Compensation Double Counts	-34,034	-51,885	-78,656
<b>Higher Education Institutions (Incl Employee Comp) Total</b>	<b>182,579</b>	<b>621,644</b>	<b>383,845</b>
<b>Higher Education Financial Aid</b>			
State Need Grant	97,500	103,500	316,063
Opportunity Scholarship	9,346	9,346	11,059
Other Increases	1,995	2,995	2,920
Washington College Promise	277	277	40,456
<b>Higher Education Financial Aid Total</b>	<b>109,118</b>	<b>116,118</b>	<b>370,498</b>
<b>Health Care</b>			
Fund Shift	16,000	0	32,700
Savings Restoration	11,262	29,353	22,027
Other Increases	9,021	20,742	10,836
All Payers Claims Database	5,154	5,154	10,223
Sole Community Hospital	2,800	9,800	2,800
Reproductive Health	1,788	1,913	7,318
Non-Employee CBA: Language Access Providers	635	1,590	1,263

Individual Health Insurance Market	100	1,684	100
PEBB Administrative Fees	0	6,035	0
HCA: Hospital Safety Net	0	0	-292,000
Tort Recovery FTEs	-1,376	-4,760	-2,812
Managed Care Dental	-2,068	-5,202	-4,452
Marijuana Related Revenue	-10,323	0	-46,991
Managed Care Performance Withhold	-48,981	-166,342	-118,930
Disproportionate Share Hospital	-74,755	118,972	-221,538
Program Integrity	-101,796	-351,572	-247,435
<b>Health Care Total</b>	<b>-192,539</b>	<b>-332,633</b>	<b>-846,891</b>

### **Behavioral Health**

Trueblood	69,443	81,597	184,265
Long-Term Civil Beds	57,978	86,337	127,593
State Hospital Operations	55,000	55,000	96,983
Community Services	25,998	78,366	64,304
Long-Term Discharge Beds	22,751	45,258	83,900
State Hospital Safety Response	21,866	21,866	44,077
Other Increases	12,814	57,961	26,230
Workforce Development	7,034	7,034	13,776
CSTC - New Cottage Operating Costs	4,262	6,406	12,335
Community Beds	3,564	7,573	12,656
Children's Mental Health	3,260	3,260	10,082
BH - Integration Transfer	0	-4,064	0
IMD Federal Waiver	-16,238	0	-50,324
BHO Reserve Savings	-35,000	-61,000	-35,000
MH: Trueblood Fines	-96,000	-96,000	-192,000
<b>Behavioral Health Total</b>	<b>136,732</b>	<b>289,594</b>	<b>398,878</b>

### **Long Term Care & DD**

Non-Employee CBA: Individual Providers	72,391	164,678	184,626
Non-Employee CBA: Adult Family Homes	37,577	84,411	81,357
Non-Employee CBA: Agency Parity to IP	22,765	51,736	59,118
VRI: Community Residential	17,724	75,237	46,285
RHC ICF Medicaid Compliance	13,862	25,719	23,858
Other Increases	9,962	22,361	25,841
VRI: Assisted Living	9,952	22,622	20,398
SOLA Expansion	6,388	12,634	9,428
Electronic Visit Verification	6,383	14,572	13,212
Community Respite Beds	4,393	5,191	8,952
DAC: Dementia Care Direct Services	3,000	3,000	6,149
VRI: Community Based Respite	903	1,081	1,850
Supp Living Safety Net Assessment	0	40,600	0
Supported Living Investigators	-2,330	9,058	-4,776
Update Facility Definition - APS	-10,714	-15,641	-21,676
Projected Indirect Staffing	-14,270	-22,655	-38,601
Nursing Home Discharge	-15,830	-29,479	-50,592
<b>Long Term Care &amp; DD Total</b>	<b>162,156</b>	<b>465,125</b>	<b>365,429</b>

### **Corrections and Other Criminal Justice**

Increased Capacity and Programming	20,592	20,592	44,255
Custody Staff Increases	11,394	11,394	22,327
Sexual Assault Examination Kits	9,013	10,290	12,159
VRI: Violator Bed Rate	7,869	7,869	18,461

DOC: Health Care	6,447	6,447	11,576
Work Release Expansion	6,213	6,213	16,562
I-1639 Implementation	5,947	5,947	6,754
Basic Law Enforcement Academy	4,517	6,442	4,517
Other Increases	3,314	10,928	5,908
Crime Lab & Tox Lab	3,068	3,666	6,155
Yakima Jail Women's TC	2,066	2,066	4,173
Other Savings	-3,689	-3,689	-7,957
Concurrent Supervision	-9,158	-9,158	-23,787
<b>Corrections and Other Criminal Justice Total</b>	<b>67,593</b>	<b>79,007</b>	<b>121,103</b>

### **Children, Youth, & Families**

Non-Employee CBA: Family Child Care Providers	52,849	52,849	115,145
VRI: Child Care Center Compensation	28,035	28,035	65,605
Increase BRS Rates	16,049	26,667	32,305
ECEAP Rate Increase	12,967	12,967	26,271
ECEAP Expansion	12,726	12,726	23,602
Increase Staff at JR Facilities	9,418	9,418	18,895
Other Increases	3,984	7,873	6,773
Treehouse	3,500	3,500	7,525
ECLIPSE Program	3,228	4,304	3,228
Home Visiting	0	9,956	0
Family First Prevention Services	0	7,586	0
Early Achievers	0	5,795	0
Domestic Violence Unit Transfer	0	0	0
Fund Shift	-42,771	0	-42,574
<b>Children, Youth, &amp; Families Total</b>	<b>99,985</b>	<b>181,676</b>	<b>256,775</b>

### **Other Human Services**

Housing and Essential Needs	15,000	15,000	30,095
Homelessness	11,487	23,445	28,502
Foundational Public Health	11,000	15,058	23,076
Other Increases	9,759	10,690	19,480
Crime Victims Provider Rates	6,768	6,768	10,978
Buildable Lands Program	2,805	4,305	2,805
DOH: Other Increases	2,156	5,749	3,823
Veterans Home Operations	1,916	1,916	3,202
Newborn Screening	360	2,918	765
AIDS/Community Services	0	18,000	0
L&I: Other Increases	0	14,304	0
Quality Commissions	0	6,143	0
Child Support Annual Fee Increase	-251	-738	-633
Fund Shift	-4,000	0	-4,000
<b>Other Human Services Total</b>	<b>57,000</b>	<b>123,558</b>	<b>118,092</b>

### **Natural Resources**

Orca Whale Efforts	22,235	24,717	44,292
DFW: Maintain Operations	14,788	14,788	29,671
Other Increases	13,712	21,149	23,844
State Parks Services and Maintenance	9,331	17,449	23,619
Capital Project Operating Costs	875	1,604	1,708
Clean Up Toxics and Plastics	238	23,015	238
Wildfires & Related Items	220	29,020	4,467
Fund Shift	-1,000	0	-1,000

Other Savings	-1,068	-22,588	-2,143
PILT Payment Transfer	-3,232	-3,232	-3,232
Wildfire Prevention and Suppression Account	-31,790	0	-81,864
<b>Natural Resources Total</b>	<b>24,309</b>	<b>105,922</b>	<b>39,600</b>

**All Other Policy Changes**

Other Increases	47,375	115,295	70,002
Debt Service	45,724	45,724	345,541
Self-Insurance Liability Premium	39,194	58,518	78,617
IT Pool	19,900	103,790	19,900
Lease & Facility Costs	17,031	30,866	21,759
Central Services	16,795	33,854	33,397
Judicial: Other Comp Changes	14,206	14,206	31,049
Judicial: All Other Increases	13,060	13,060	26,424
Other IT & Related Items	9,656	115,459	15,473
Clean Energy	8,430	14,813	11,007
Cancer Research Endowment	6,393	6,393	6,393
Associate Development Organizations	5,602	0	5,602
ShakeAlert Monitoring Stations	5,000	5,000	5,000
Pre Paid Postage	4,821	4,821	9,132
Career Connected Learning	2,200	2,200	4,400
Executive Protection Funding	2,003	2,003	2,003
Revenue Legislation	1,665	1,665	2,436
Immigrants in the Workplace	609	1,573	870
Communication Services Reform	528	4,476	1,059
Other Comp Changes	145	3,062	289
Disaster Response Account	0	118,215	0
Judicial: IT & Related	0	24,647	0
AG Services	0	4,420	0
H2A Program	0	4,116	0
Other Savings	0	-1,270	0
Federal IV-E Match	-10,882	0	-23,052
Fund Shift	-14,189	0	-14,489
Local Public Safety Account	-50,000	-50,000	-100,421
Efficiencies in State Spending	-52,441	-237,453	-122,808
<b>All Other Policy Changes Total</b>	<b>132,825</b>	<b>439,453</b>	<b>429,582</b>

<b>Grand Total</b>	<b>1,666,650</b>	<b>3,260,508</b>	<b>3,609,840</b>
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*NGF-O = GF-S + ELT + OpPath*

# Appendix C

**2017-19 Omnibus Operating Budget -- 2019 Supplemental**  
**PSSB 5153 Senate Chair**  
(Dollars In Thousands)

	NGF-O	Total
<b>Health Care</b>		
Savings Restoration	42,660	108,748
Other Increases	76	263
Fund Shift	-2,993	0
<b>Health Care Total</b>	<b>39,743</b>	<b>109,011</b>
<b>Children, Youth, &amp; Families</b>		
Increase Staff at JR Facilities	3,108	3,108
Increase BRS Rates	3,025	4,932
Other Increases	1,953	3,255
Domestic Violence Unit Transfer	0	0
Fund Shift	-3,409	0
<b>Children, Youth, &amp; Families Total</b>	<b>4,677</b>	<b>11,295</b>
<b>Higher Education Institutions</b>		
Renewable Energy Program	596	596
<b>Higher Education Institutions Total</b>	<b>596</b>	<b>596</b>
<b>Corrections and Other Criminal Justice</b>		
Custody Staff Increases	4,750	4,750
DOC: Health Care Cost	2,909	2,909
Tolling Project	1,170	1,170
Increased Capacity and Programming	1,042	1,042
Other Increases	952	1,462
I-1639 Implementation	782	782
Yakima Jail Women's TC	697	697
<b>Corrections and Other Criminal Justice Total</b>	<b>12,302</b>	<b>12,812</b>
<b>Behavioral Health</b>		
State Hospital Operations	43,102	43,102
Other Increases	2,530	2,530
Trueblood	1,282	1,282
WSH Safety Response	556	556
Behavioral Health Grants	0	15,247
BH - Integration Transfer	0	-2,032
Trueblood Fines	-28,028	-28,028
BHO Reserves Savings	-40,000	-70,000
<b>Behavioral Health Total</b>	<b>-20,558</b>	<b>-37,343</b>
<b>K-12 Education</b>		
Forest Revenue Rule Change	10,680	10,680
Other Increases	3,023	3,023
Other Savings	-1,248	-1,248
<b>K-12 Education Total</b>	<b>12,455</b>	<b>12,455</b>
<b>Long Term Care &amp; DD</b>		
RHC ICF Medicaid Compliance	9,031	17,945

Rainier PAT A	802	1,603
Other Increases	358	738
Electronic Visit Verification	-2,198	0
<b>Long Term Care &amp; DD Total</b>	<b>7,993</b>	<b>20,286</b>
<b>Other Human Services</b>		
Veterans Home Operations	10,550	10,550
Other Increases	409	3,431
<b>Other Human Services Total</b>	<b>10,959</b>	<b>13,981</b>
<b>Natural Resources</b>		
Wildfire & Related Items	14,658	45,603
Other Increases	1,214	1,871
Lighthouse Litigation	0	1,487
<b>Natural Resources Total</b>	<b>15,872</b>	<b>48,961</b>
<b>All Other Policy Changes</b>		
Other Increases	3,244	4,629
Executive Protection Funding	1,471	1,471
Municipal Criminal Justice Account	1,063	1,063
Judicial: All Other Items	832	832
Other Comp Changes	82	100
Other Savings	0	-3,147
Fund Shift	0	-60,080
<b>All Other Policy Changes Total</b>	<b>6,692</b>	<b>-55,132</b>
<b>Grand Total</b>	<b>90,731</b>	<b>136,922</b>

*NGF-O = GF-S + ELT + OpPath*

# Appendix D

<b>Summary of 2019-21 Collective Bargaining Agreements and Compensation Increases Employees Not Covered Under a Collective Bargaining Agreement</b>	<b>4-Year NGFO (Dollars in Millions)</b>
WFSE General Government	362.5
Teamsters 117 DOC	153.7
WPEA General Government	26.2
Coalition of Unions	25.5
SEIU 1199 General Government	23.0
WFSE Community College Coalition	21.2
WPEA Community College Coalition	11.2
Four-year Higher Ed WFSE	7.8
State Rep Employee Benefits Rate	7.4
Assoc of Fish & Wild Prof Agreement	5.5
UW SEIU 925	4.6
Four-year Higher Ed PSE	4.0
Highline CC WPEA	1.9
Yakima Valley CC WPEA	1.3
State Rep Employee Benefits Rate - Higher Ed	1.1
WSP Troopers	1.0
WSP Lieutenants/Captains	0.4
UW Police - Teamsters 117	0.3
WSU Police Guild	0.2
UW WFSE Police Management	0.1
PTE Local 17 General Government	0.0
UW SEIU 1199	0.0
All other Non-Represented Employees	465.8
<b>Total Employee Compensation</b>	<b>1,124.8</b>

<b>Collective Bargaining Agreements for Non-Employee Groups</b>	<b>4-Year NGFO (Dollars in Millions)</b>
Family Child Care CBA	120
Adult Family Homes Award/Agreement	81
In-Home Care Providers Agreement	185
Agency Provider Parity	56
Language Access Providers CBA	1
<b>Total Non-Employee CBAs</b>	<b>442</b>

Total may not add due to rounding.

Includes funding for I-732 COLA increases at community and technical colleges.





