

Higher Education

Enrollment Increases

The amount of \$39.8 million from the state general fund is provided to address increasing enrollment demand. Access to public higher education is expanded to accommodate an additional 6,390 students: 2,190 in the baccalaureate institutions and 4,200 students in the Community and Technical College System (CTCS). Full funding for new enrollments is provided as determined by the Higher Education Coordinating Board. New students at the branch campuses were funded at the rate appropriate for upper division students.

Support for Dislocated Workers

Workforce training enrollment opportunities and financial aid assistance is maintained for up to 7,200 dislocated workers at the community and technical colleges. This support is provided through \$31.3 million of the state general fund and \$26.3 million from the Employment and Training Trust Fund. The general fund resources are provided as a phased replacement of funding from the Employment and Training Trust Fund revenue source which expires on January 1, 1998.

Student Financial Aid

The sum of \$33.2 million from the state general fund is provided to increase student financial aid in the State Need Grant, State Work Study, Educational Opportunity Grant, National Guard Scholarships, Washington Scholars, Award for Vocational Excellence, Work-based Training, and other programs. Additionally, \$2.2 million of the state general fund is provided to replace funding from the Health Services Account in support of Health Professions Scholarships.

Accountability Measures

Two percent of the baccalaureate institutions non-instructional funding (\$10.7 million state general fund) will be held in reserve and may be released by the Higher Education Coordinating Board upon certification that institutions have prepared plans and have met performance goals for student progression and retention, time to degree, faculty productivity, and one additional measure to be developed for each institution. In a similar fashion, \$6.8 million of the Community and Technical Colleges general fund is to be held by the State Board for Community and Technical Colleges until the two-year institutions meet selected performance goals.

Tuition Increases

Under Chapter 403, Laws of 1997 (E2SSB 5927), tuition rates are increased by 4.0 percent in the 1997-98 academic year and an additional 4.0 percent in the 1998-99 academic year. The resulting additional local tuition funds may be used for general educational enhancements or for specially provided optional salary increases described below. Exceptions to the general increase provided at the University of Washington are: 8.3 percent increase in each year for non-resident undergraduates; 7.3 percent in each year for resident law students; and 6.7 percent in each year for non-resident law students. Of the tuition revenue generated by these special increases in excess of a 4 percent tuition rate increase, 10 percent of those additional revenues shall be used to assist needy low- and middle-income resident students.

Cost-of-Living Increase

Higher education classified employees will receive a cost-of-living increase of 3 percent effective July 1, 1997. Higher education faculty, exempt staff, and other special salary classifications will receive an average 3 percent cost-of-living increase effective July 1, 1997. The flexibility provided for these classifications is to provide for locally determined, merit-based salary increases.

Faculty Retention Pool

The state's four-year institutions will receive \$4.0 million state general fund to recruit and retain faculty. In addition, the four-year institutions are given the optional authority to provide an average 1 percent pay increase in 1997 and an additional 2 percent pay increase in 1998 to faculty and exempt staff. Funding for these optional increases is available either through the authorized tuition rate increases or through locally identified efficiencies. These pay increases are in addition to the general cost-of-living increase.

Community College Part-Time Faculty Pay Disparity

The Community and Technical Colleges are instructed to address the part-time faculty pay disparity by applying up to \$7.7 million of the authorized tuition rate increases as salary enhancements. The amount each college applies to pay disparity issues will be based on local situations, but a minimum of \$2.9 million must be expended for part-time salaries or hiring additional full-time faculty. In addition, the State Board is authorized to use non-restricted funds from the base allocation to equalize pay disparities for full-time faculty among the various community and technical colleges.

Replacement of Health Services Account

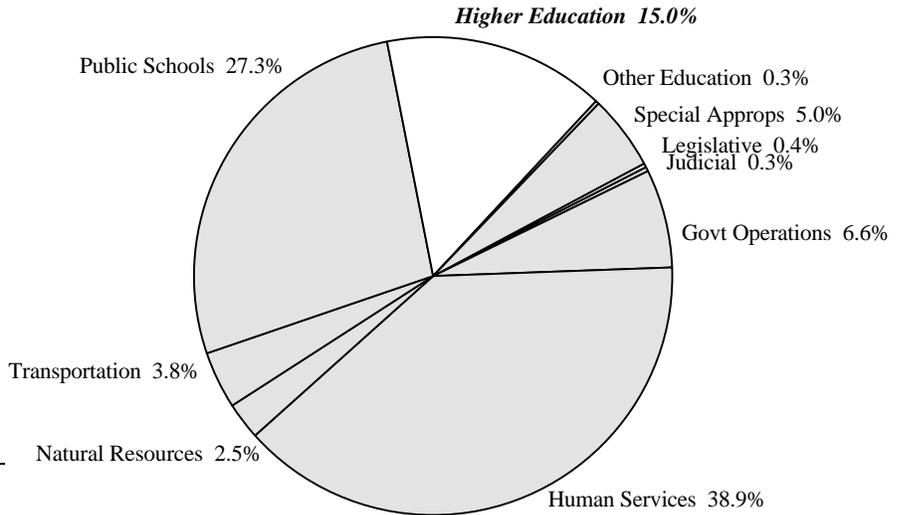
In addition to the general fund support of the Health Professions Scholarship described above, \$3.3 million of the state general fund was provided for training of primary care providers and \$4.9 million of the state general fund was provided for health benefits for graduate teaching and research assistants. This funding is provided to maintain these programs and benefits in the face of a shortfall in the Health Services Account.

1997-99 Washington State Operating Budget

Total Budgeted Funds

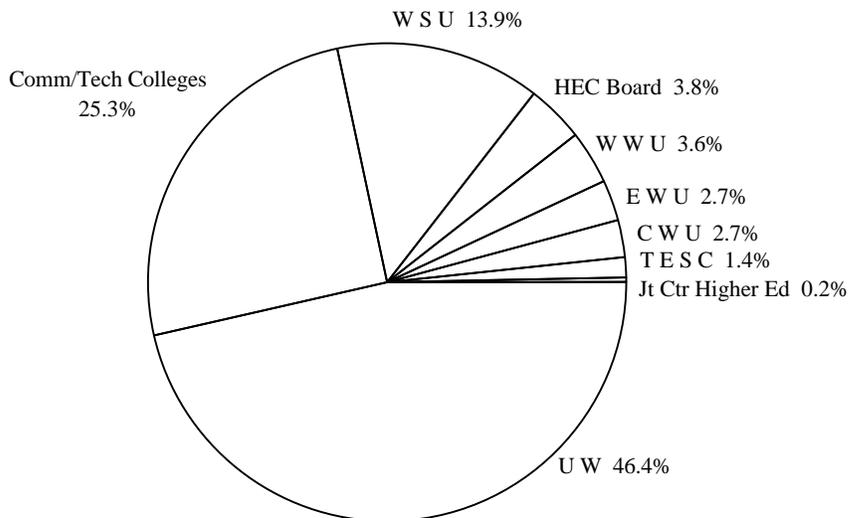
(Dollars in Thousands)

Legislative	124,369
Judicial	119,614
Governmental Operations	2,327,610
Human Services	13,746,819
Natural Resources	900,905
Transportation	1,360,844
Public Schools	9,653,127
Higher Education	5,292,358
Other Education	91,292
Special Appropriations	1,761,885
Statewide Total	35,378,823



Washington State

Univ of Washington	2,455,663
Community/Tech Colleges	1,337,355
Washington State Univ	737,578
Higher Ed Coord Board	203,581
Western Washington Univ	190,224
Eastern Washington Univ	143,193
Central Washington Univ	140,259
The Evergreen State Coll	72,299
Joint Ctr for Higher Ed	12,206
Higher Education	5,292,358



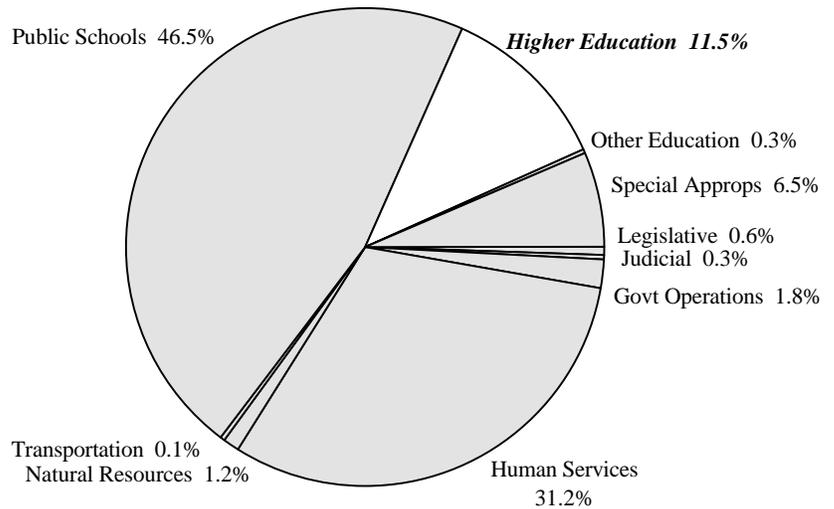
Higher Education

1997-99 Washington State Operating Budget

General Fund - State

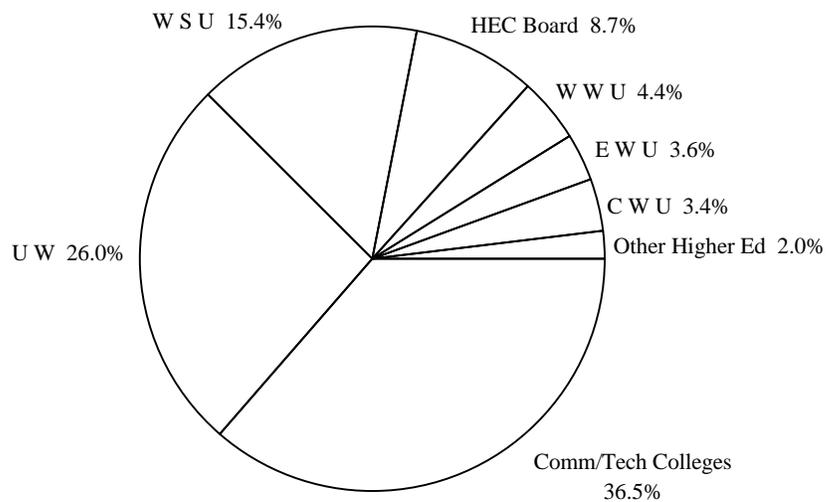
(Dollars in Thousands)

Legislative	112,884
Judicial	59,988
Governmental Operations	337,914
Human Services	5,946,307
Natural Resources	231,214
Transportation	24,507
Public Schools	8,868,051
Higher Education	2,202,787
Other Education	49,235
Special Appropriations	1,243,996
Statewide Total	19,076,883



Washington State

Community/Tech Colleges	803,852
Univ of Washington	573,730
Washington State Univ	339,463
Higher Ed Coord Board	190,927
Western Washington Univ	96,677
Eastern Washington Univ	78,700
Central Washington Univ	75,830
Other Higher Education	43,608
Higher Education	2,202,787



Higher Education

Higher Education
FTE Student Enrollment History
 By Academic Year

	Actual Enrollment							Budgeted	
	<u>1990-91</u>	<u>1991-92</u>	<u>1992-93</u>	<u>1993-94^{1,2}</u>	<u>1994-95¹</u>	<u>1995-96¹</u>	<u>1996-97¹</u>	<u>1997-98</u>	<u>1998-99</u>
Community & Technical Colleges	100,523	104,295	107,115	111,035	113,609	118,075	118,653	116,426	118,526
General Enrollment ⁽³⁾	100,523	104,295	107,115	111,035	113,609	109,907	111,129	109,226	111,326
Dislocated Workers ⁽³⁾	0	0	0	0	0	8,168	7,524	7,200	7,200
Four-Year Schools	72,566	73,071	74,481	76,411	77,305	77,977	79,435	81,048	82,463
University of Washington	30,123	30,723	31,210	31,341	31,493	31,811	32,858	32,919	33,414
Washington State University	16,777	16,452	16,685	17,467	18,007	18,425	18,594	19,360	19,950
Eastern Washington University	7,417	7,360	7,533	7,635	7,605	7,364	6,945	7,739	7,739
Central Washington University	6,429	6,312	6,588	7,339	7,337	7,339	7,448	7,346	7,446
The Evergreen State College	3,089	3,203	3,326	3,282	3,377	3,387	3,489	3,496	3,576
Western Washington University	8,731	9,021	9,139	9,347	9,486	9,651	10,101	10,188	10,338
HECB Timber Workers	0	7	21	63	104	118	139	50	50
Total Higher Education	173,089	177,373	181,617	187,509	191,018	196,170	198,227	197,524	201,039

(1) Actual enrollments were greater than budgeted levels in these years. Institutions are permitted to enroll over budgeted levels and to support the additional student FTEs with tuition and fees.

(2) Enrollment caps were eliminated in 1993-94.

(3) General Enrollment includes technical college and Distressed Economic Community program enrollments. For 1993-94 and 1994-95, actual enrollment includes dislocated worker FTEs funded through the Employment and Training Trust Fund. For 1997-98 and 1998-99, the Community and Technical College System is authorized to enroll up to 7,200 FTEs in the Dislocated Workers Program.

Data Sources:

Community and Technical College data from the State Board for Community and Technical Colleges.

Four Year Schools data from the Higher Education Enrollment Report (HEER) from the OFM Forecasting Division.

HECB Timber Worker data from the Higher Education Coordinating Board (HECB).

Higher Education
Budgeted Enrollment Increases
 By Academic Year

	FTE Student Enrollment				
	Budgeted Level <u>1996-97</u>	Increase for <u>1997-98</u>	Total Budgeted <u>1997-98</u>	Increase for <u>1998-99</u>	Total Budgeted <u>1998-99</u>
Community and Technical Colleges	114,326	2,100	116,426	2,100	118,526
Community Colleges *	93,406	1,847	95,253	1,847	97,100
Technical Colleges	13,220	253	13,473	253	13,726
Dislocated Workers **	7,200	0	7,200	0	7,200
Timber Workers	500	0	500	0	500
Four-Year Schools	80,273	775	81,048	1,415	82,463
University of Washington	32,504	415	32,919	495	33,414
Main	30,455	225	30,680	230	30,910
Evening	617	0	617	0	617
Bothell	685	90	775	120	895
Tacoma	747	100	847	145	992
Washington State University	19,330	30	19,360	590	19,950
Main	17,403	0	17,403	320	17,723
Spokane	352	0	352	90	442
Tri-Cities	724	30	754	60	814
Vancouver	851	0	851	120	971
Eastern Washington University	7,739	0	7,739	0	7,739
Central Washington University	7,256	90	7,346	100	7,446
The Evergreen State College	3,406	90	3,496	80	3,576
Western Washington University	10,038	150	10,188	150	10,338
HECB Timber Workers	50	0	50	0	50
Total Higher Education	194,649	2,875	197,524	3,515	201,039

* Includes Distressed Economic Community enrollments.

** The Community and Technical College System is authorized to enroll up to 7,200 FTEs in the Dislocated Workers Program.

1997-99 New Tuition and Services and Activities Fee Rates

	Current Rate	New Rates	
	<u>1996-97</u>	<u>1997-98</u>	<u>1998-99</u>
Research Universities			
Resident Undergraduate	3,136	3,256	3,381
Resident Graduate	4,930	5,122	5,319
Resident Law	4,924	5,268	5,634
Resident MD/DD/DVM	8,058	8,380	8,709
Nonresident Undergraduate - UW	9,746	10,536	11,388
Nonresident Undergraduate - WSU	9,758	10,148	10,554
Nonresident Graduate	12,366	12,856	13,365
Nonresident Law	12,366	13,173	14,040
Nonresident MD/DD/DVM	20,464	21,282	22,122
Comprehensive Institutions			
Resident Undergraduate	2,433	2,529	2,629
Resident Graduate	3,888	4,044	4,207
Nonresident Undergraduate	8,618	8,964	9,322
Nonresident Graduate	11,820	12,294	12,787
Community & Technical Colleges			
Resident Undergraduate	1,401	1,458	1,515
Nonresident Undergraduate	5,511	5,733	5,961

Notes:

Services and Activities Fees are dependent on bonded debt; therefore, actual "tuition and fees" for an individual institution will vary slightly from the averages shown for research and comprehensive institutions.

Resident / Nonresident Law are new tuition categories established by the 1997 Legislature.

Nonresident undergraduate tuition for 1996-97 at the University of Washington and Washington State University was increased by the 1996 Legislature.

Higher Education Coordinating Board

(Dollars in Thousands)

	GF-S	Other	Total
1995-97 Expenditure Authority	151,907	6,922	158,829
1997 Supplemental *	5	0	5
Total 1995-97 Expenditure Authority	151,912	6,922	158,834
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1997-99 Maintenance Level	156,206	9,048	165,254
Policy Items			
1. Health Benefits Increase	14	0	14
2. General Inflation	-32	0	-32
3. State Need Grant	24,154	0	24,154
4. Educational Opportunity Grant	2,750	0	2,750
5. Washington Scholars	967	0	967
6. Award for Vocational Excellence	232	0	232
7. Prepaid Tuition	350	0	350
8. Capital Planning Oversight	1,000	0	1,000
9. Computer Upgrade	170	0	170
10. Undergraduate Fellowships	375	0	375
11. Western Interstate Commission	5	0	5
12. Work Study	2,500	5,842	8,342
13. Balance Health Services Account	2,236	-2,236	0
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Total 1997-99 Biennium	190,927	12,654	203,581
Fiscal Year 1998 Totals	92,103	6,778	98,881
Fiscal Year 1999 Totals	98,824	5,876	104,700

Comments:

1. HEALTH BENEFITS INCREASE - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
3. STATE NEED GRANT - Funding is provided for the State Need Grant program in an amount that is equal to 43 percent of new tuition revenues. The program will serve students with family incomes at 45 percent of the state's median family income. After April 1 of each year, up to 1.0 percent of the annual appropriation may be transferred to the state work study program. The budget bill, as passed by the Legislature, required that, unless a tuition-based distribution method is enacted for the 1998-99 academic year, the Higher Education Coordinating Board (HECB) shall establish family income equivalencies for independent students. This last provision was vetoed by the Governor.
4. EDUCATIONAL OPPORTUNITY GRANT - Funding is provided for the Educational Opportunity Grant (EOG) program. The increased funding level will serve approximately 1,100 additional student FTEs in the 1997-99 biennium.
5. WASHINGTON SCHOLARS - Funding is provided for tuition and fee grants for recipients of the Washington Scholars Award.
6. AWARD FOR VOCATIONAL EXCELLENCE - Funding is provided for tuition and fee grants to recipients of the Washington Award for Vocational Excellence.
7. PREPAID TUITION - One-time funding is provided for 1997-99 biennium start-up costs of a new Prepaid College Tuition Payment program pursuant to Chapter 289, Laws of 1997 (E2SHB 1372 -- Advanced College Tuition Payment). This program is designed to enhance the ability of Washington citizens to obtain financial access to institutions of higher education through the encouragement of savings.
8. CAPITAL PLANNING OVERSIGHT - One-time funding is provided for operational oversight of higher education capital projects. The sum of \$50,000 is earmarked for a study of the educational needs in Omak/Okanogan County.
9. COMPUTER UPGRADE - One-time funds are provided for computer upgrades (\$150,000) and the ongoing costs associated with maintenance and communications (\$20,000).
10. UNDERGRADUATE FELLOWSHIPS - One-time funding is provided for a demonstration project to establish approximately 15 undergraduate fellowships based upon the graduate fellowship program.
11. WESTERN INTERSTATE COMMISSION - Funding is provided for increased membership dues to the Western Interstate Commission for Higher Education (WICHE).
12. WORK STUDY - Funding is provided for the state and federal work study programs. New state general funds will serve approximately 735 additional student FTEs per year. Funding is also provided through the federal work study program and will serve approximately 2,230 additional students each year. After April 1 of each year, up to 1 percent of the annual appropriation may be transferred to the state need grant program.
13. BALANCE HEALTH SERVICES ACCOUNT - Funds are provided from the state general fund to replace the Health Services Account funding for the Health Professional Loan Repayment and Scholarship Program.

* Please see the 1997 Supplemental Operating Budget section for additional information.

University of Washington

(Dollars in Thousands)

	GF-S	Other	Total
1995-97 Expenditure Authority	526,995	1,697,906	2,224,901
1997 Supplemental *	710	0	710
Total 1995-97 Expenditure Authority	527,705	1,697,906	2,225,611
1997-99 Maintenance Level	541,888	1,863,624	2,405,512
Policy Items			
1. Hospital Inflation	0	6,113	6,113
2. Health Benefits Increase	1,593	37	1,630
3. General Inflation	-4,999	0	-4,999
4. Enrollment	9,408	4,548	13,956
5. Burke Museum	94	0	94
6. Faculty Retention	2,400	8,588	10,988
7. Environmental Health Programs	0	980	980
8. State Toxicology Lab	0	12	12
9. Graduate Assistant Health Benefits	2,909	-2,909	0
10. Senior Dental Health Program	300	0	300
11. Olympic Natural Resource Center	150	0	150
12. Primary Care Training	3,343	-3,343	0
13. Salary Increase	16,644	196	16,840
14. Tuition Rate Increase	0	4,087	4,087
Total 1997-99 Biennium	573,730	1,881,933	2,455,663
Fiscal Year 1998 Totals	283,923	935,341	1,219,264
Fiscal Year 1999 Totals	289,807	946,592	1,236,399

Comments:

- HOSPITAL INFLATION - Funding is provided for anticipated hospital cost inflation at the University of Washington Medical Center and Harborview Hospital. (University Hospital Account-Non-appropriated)
- HEALTH BENEFITS INCREASE - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
- GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
- ENROLLMENT - Additional funds provide 225 new full-time equivalent student enrollments (FTEs) in academic year 1997-98 and 230 additional FTEs in academic year 1998-99 at the Seattle main campus; 90 FTEs for the Bothell campus in 1997-98 and 120 FTEs in 1998-99; 100 FTEs for the Tacoma campus in 1997-98 and 145 in 1998-99. Enrollments are funded at the Higher Education Coordinating Board (HECB) cost of instruction. Undergraduate students at the branch campuses are funded at the upper division rate. (General Fund-State, Institutional Operating Fees Account-Non-Appropriated)
- BURKE MUSEUM - Funding is provided for the employment of a fossil preparator/educator at the Burke Museum. This entire amount shall be allocated directly to the Burke Museum.
- FACULTY RETENTION - General fund support is provided for competitive faculty salary offers to help preserve instructional and research quality. In addition, the University may use funds from the authorized tuition rate increase to provide an average of 1.0 percent salary increase in FY 98 and an additional 2.0 percent increase in FY 99 for faculty and exempt staff. These increases are in addition to the 3.0 percent across-the-board general salary increase. The University shall provide a report in their 1999-2001 biennial operating budget request on the effective expenditure of the general funds provided for competitive faculty salary offers.
- ENVIRONMENTAL HEALTH PROGRAMS - Funds are provided to the University's Department of Environmental Health for the following: agricultural safety, policy analysis and program evaluation, placement of interns with the Department of Labor and Industries, collaborative outreach with the state to elementary and secondary schools regarding workplace safety as part of the federal school to work grant, and research support in occupational epidemiology and biostatistics. (Accident Account-State, Medical Aid Account-State)
- STATE TOXICOLOGY LAB - Funding is provided for forensic toxicology services to meet the increasing demand for driver drug testing. (Death Investigations Account-State)
- GRADUATE ASSISTANT HEALTH BENEFITS - Funding is provided from the state general fund for the cost of health benefits for graduate teaching assistants and research assistants.
- SENIOR DENTAL HEALTH PROGRAM - Funding is provided for the School of Dentistry's senior dental extern program, dental hygiene degree completion program, and graduate pediatric dental program to serve rural and underserved children.
- OLYMPIC NATURAL RESOURCE CENTER - Funding is provided to increase the research capabilities of the Center.
- PRIMARY CARE TRAINING - Funding is provided from the state general fund for training of primary care physicians and other primary care providers.
- SALARY INCREASE - All classified staff will receive salary adjustments of 3.0 percent effective July 1, 1997. Funding is provided for institutions to provide faculty and exempt personnel with an average increase of 3.0 percent effective July 1, 1997. (General Fund-State, Death Investigations Account-State, Accident Account-State, Medical Aid Account-State)

14. TUITION RATE INCREASE - Funds from tuition rate increases of 4.0 percent in each academic year are provided for instructional quality improvements as determined by the University and for optional faculty salary increases. (See Item 6)

* Please see the 1997 Supplemental Operating Budget section for additional information.

Washington State University

(Dollars in Thousands)

	GF-S	Other	Total
1995-97 Expenditure Authority	309,682	359,200	668,882
1997 Supplemental *	476	0	476
Total 1995-97 Expenditure Authority	310,158	359,200	669,358
1997-99 Maintenance Level	323,233	390,314	713,547
Policy Items			
1. Health Benefits Increase	913	0	913
2. General Inflation	-1,790	-3	-1,793
3. Enrollment	4,614	2,148	6,762
4. Air Pollution Control Adjustment	0	-4	-4
5. Faculty Retention	1,200	4,755	5,955
6. Graduate Assistant Health Benefits	1,400	-1,400	0
7. Salary Increase	9,893	0	9,893
8. Tuition Rate Increase	0	2,305	2,305
Total 1997-99 Biennium	339,463	398,115	737,578
Fiscal Year 1998 Totals	166,644	197,059	363,703
Fiscal Year 1999 Totals	172,819	201,056	373,875

Comments:

1. HEALTH BENEFITS INCREASE - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
3. ENROLLMENT - Funding is provided for 620 new full-time equivalent student enrollments (FTEs) in the 1997-99 biennium. The increases include: 320 FTEs in academic year 1998-99 for the Pullman campus; 90 FTEs in academic year 1998-99 for the Spokane campus; 30 FTEs in academic year 1997-98 and 60 additional FTEs in academic year 1998-99 for the Tri-Cities campus; and 120 FTEs in academic year 1998-99 for the Vancouver campus. Enrollments are funded at the Higher Education Coordinating Board (HECB) cost of instruction. Undergraduate students at the branch campuses are funded at the upper division rate. (General Fund-State, Institutional Operating Fees Account-Non-Appropriated)
4. AIR POLLUTION CONTROL ADJUSTMENT - Funding is reduced to balance expenditures with available revenues. (Air Pollution Control Account-State)
5. FACULTY RETENTION - General fund support is provided for competitive faculty salary offers to help preserve instructional and research quality. In addition, the University may use funds from the authorized tuition rate increase to provide an average of 1.0 percent salary increase in FY 98 and an additional 2.0 percent increase in FY 99 for faculty and exempt staff. These increases are in addition to the 3.0 percent across-the-board general salary increase. The University shall provide a report in their 1999-2001 biennial operating budget request on the effective expenditure of the general funds provided for competitive faculty salary offers.
6. GRADUATE ASSISTANT HEALTH BENEFITS - Funding is provided from the state general fund for the cost of health benefits for graduate teaching assistants and research assistants.
7. SALARY INCREASE - All classified staff will receive salary adjustments of 3.0 percent effective July 1, 1997. Funding is also provided for institutions to provide faculty and exempt personnel with an average increase of 3.0 percent effective July 1, 1997.
8. TUITION RATE INCREASE - Funds from tuition rate increases of 4.0 percent in each academic year are provided for instructional quality improvements as determined by the University and for optional faculty salary increases. (See Item 5)

* Please see the 1997 Supplemental Operating Budget section for additional information.

Eastern Washington University

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1995-97 Expenditure Authority	75,744	67,375	143,119
1997 Supplemental *	-226	-975	-1,201
Total 1995-97 Expenditure Authority	75,518	66,400	141,918
1997-99 Maintenance Level	76,402	63,046	139,448
Policy Items			
1. Health Benefits Increase	250	0	250
2. General Inflation	-677	-73	-750
3. Faculty Retention	107	1,233	1,340
4. Graduate Assistant Health Benefits	200	-200	0
5. Salary Increase	2,418	0	2,418
6. Tuition Rate Increase	0	487	487
Total 1997-99 Biennium	78,700	64,493	143,193
Fiscal Year 1998 Totals	39,211	31,896	71,107
Fiscal Year 1999 Totals	39,489	32,597	72,086

Comments:

1. HEALTH BENEFITS INCREASE - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
3. FACULTY RETENTION - General fund support is provided for competitive faculty salary offers to help preserve instructional and research quality. In addition, the University may use funds from the authorized tuition rate increase to provide an average of 1.0 percent salary increase in FY 98 and an additional 2.0 percent increase in FY 99 for faculty and exempt staff. These increases are in addition to the 3.0 percent across-the-board general salary increase. The University shall provide a report in their 1999-2001 biennial operating budget request on the effective expenditure of the general funds provided for competitive faculty salary offers.
4. GRADUATE ASSISTANT HEALTH BENEFITS - Funding is provided from the state general fund for the cost of health benefits for graduate teaching assistants and research assistants.
5. SALARY INCREASE - All classified staff will receive salary adjustments of 3.0 percent effective July 1, 1997. Funding is also provided for institutions to provide faculty and exempt personnel with an average increase of 3.0 percent effective July 1, 1997.
6. TUITION RATE INCREASE - Funds from tuition rate increases of 4.0 percent in each academic year are provided for instructional quality improvements as determined by the University and for optional faculty salary increases. (See Item 3)

* Please see the 1997 Supplemental Operating Budget section for additional information.

Central Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1995-97 Expenditure Authority	69,886	53,905	123,791
1997 Supplemental *	96	0	96
Total 1995-97 Expenditure Authority	69,982	53,905	123,887
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1997-99 Maintenance Level	72,112	62,076	134,188
Policy Items			
1. Health Benefits Increase	247	0	247
2. General Inflation	-334	0	-334
3. Enrollment	1,279	628	1,907
4. Faculty Retention	102	1,072	1,174
5. Graduate Assistant Health Benefits	140	-140	0
6. Salary Increase	2,284	0	2,284
7. Tuition Rate Increase	0	793	793
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Total 1997-99 Biennium	75,830	64,429	140,259
Fiscal Year 1998 Totals	37,214	31,787	69,001
Fiscal Year 1999 Totals	38,616	32,642	71,258

Comments:

1. HEALTH BENEFITS INCREASE - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
3. ENROLLMENT - Funding is provided for 90 student FTEs in academic year 1997-98 and an additional 100 student FTEs in academic year 1998-99. (General Fund-State, Institutional Operating Fees Account-Non-Appropriated)
4. FACULTY RETENTION - General fund support is provided for competitive faculty salary offers to help preserve instructional and research quality. In addition, the University may use funds from the authorized tuition rate increase to provide an average of 1.0 percent salary increase in FY 98 and an additional 2.0 percent increase in FY 99 for faculty and exempt staff. These increases are in addition to the 3.0 percent across-the-board general salary increase. The University shall provide a report in their 1999-2001 biennial operating budget request on the effective expenditure of the general funds provided for competitive faculty salary offers.
5. GRADUATE ASSISTANT HEALTH BENEFITS - Funding is provided from the state general fund for the cost of health benefits for graduate teaching assistants and research assistants.
6. SALARY INCREASE - All classified staff will receive salary adjustments of 3.0 percent effective July 1, 1997. Funding is also provided for institutions to provide faculty and exempt personnel with an average increase of 3.0 percent effective July 1, 1997.
7. TUITION RATE INCREASE - Funds from tuition rate increases of 4.0 percent in each academic year are provided for instructional quality improvements as determined by the University and for optional faculty salary increases. (See Item 4)

* Please see the 1997 Supplemental Operating Budget section for additional information.

The Evergreen State College

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1995-97 Expenditure Authority	37,761	28,106	65,867
1997 Supplemental *	60	0	60
Total 1995-97 Expenditure Authority	37,821	28,106	65,927
1997-99 Maintenance Level	38,731	29,379	68,110
Policy Items			
1. Health Benefits Increase	143	0	143
2. General Inflation	-464	0	-464
3. Enrollment	887	902	1,789
4. Faculty Retention	58	582	640
5. Salary Increase	1,314	0	1,314
6. Tuition Rate Increase	0	767	767
Total 1997-99 Biennium	40,669	31,630	72,299
Fiscal Year 1998 Totals	20,151	15,438	35,589
Fiscal Year 1999 Totals	20,518	16,192	36,710

Comments:

1. HEALTH BENEFITS INCREASE - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
3. ENROLLMENT - Funding is provided for 90 student FTEs in academic year 1997-98 and an additional 80 student FTEs in academic year 1998-99. (General Fund-State, Institutional Operating Fees Account-Non-Appropriated)
4. FACULTY RETENTION - General fund support is provided for competitive faculty salary offers to help preserve instructional and research quality. In addition, the college may use funds from the authorized tuition rate increase to provide an average of 1.0 percent salary increase in FY 98 and an additional 2.0 percent increase in FY 99 for faculty and exempt staff. These increases are in addition to the 3.0 percent across-the-board general salary increase. The college shall provide a report in their 1999-2001 biennial operating budget request on the effective expenditure of the general funds provided for competitive faculty salary offers.
5. SALARY INCREASE - All classified staff will receive salary adjustments of 3.0 percent effective July 1, 1997. Funding is also provided for institutions to provide faculty and exempt personnel with an average increase of 3.0 percent effective July 1, 1997.
6. TUITION RATE INCREASE - Funds from tuition rate increases of 4.0 percent in each academic year are provided for instructional quality improvements as determined by the college and for optional faculty salary increases. (See Item 4)

* Please see the 1997 Supplemental Operating Budget section for additional information.

Joint Center for Higher Education

(Dollars in Thousands)

	GF-S	Other	Total
1995-97 Expenditure Authority	2,438	7,125	9,563
1997-99 Maintenance Level	2,717	7,150	9,867
Policy Items			
1. Campus Development	0	622	622
2. Health Benefits Increase	1	0	1
3. Local Fund/Grant Activity Increase	0	1,520	1,520
4. General Inflation	-79	-25	-104
5. Building Maintenance	300	0	300
Total 1997-99 Biennium	2,939	9,267	12,206
Fiscal Year 1998 Totals	1,469	4,632	6,101
Fiscal Year 1999 Totals	1,470	4,635	6,105

Comments:

1. **CAMPUS DEVELOPMENT** - Funding is adjusted to reflect gross expenditures pursuant to State Auditor findings. The Joint Center for Higher Education (JCHE) must identify the gross, rather than the net, amount of revenue from its leased properties and the management expenses to maintain those properties. In addition, an increase in expenditures for Riverpoint Campus improvements (street, parking, and utility improvements, environmental studies, etc.) is supported by an increase in revenue from grants and fund reserves. (Dedicated Local Account-Non-Appropriated)
2. **HEALTH BENEFITS INCREASE** - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
3. **LOCAL FUND/GRANT ACTIVITY INCREASE** - Funding is provided for grants, personal service contracts, and additional FTE staff authority for student interns and temporary staff during the 1997-99 biennium. This funding represents the last two years of a \$15 million federal grant. The total FTE staff supported by grant activity will be reviewed in the next biennial budget to ensure continued grant and local fund support for the allotted FTE staff. (Grant and Contract Account-Non-Appropriated, Dedicated Local Account-Non-Appropriated)
4. **GENERAL INFLATION** - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
5. **BUILDING MAINTENANCE** - Funds are provided for increased costs of building and grounds maintenance due to termination of contractual services.

Western Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1995-97 Expenditure Authority	88,242	75,539	163,781
1997 Supplemental *	118	0	118
Total 1995-97 Expenditure Authority	88,360	75,539	163,899
1997-99 Maintenance Level	91,776	90,159	181,935
Policy Items			
1. Health Benefits Increase	324	0	324
2. General Inflation	-839	0	-839
3. Enrollment	2,090	1,007	3,097
4. Faculty Retention	133	1,433	1,566
5. Graduate Assistant Health Benefits	200	-200	0
6. Salary Increase	2,993	0	2,993
7. Tuition Rate Increase	0	1,148	1,148
Total 1997-99 Biennium	96,677	93,547	190,224
Fiscal Year 1998 Totals	47,822	46,157	93,979
Fiscal Year 1999 Totals	48,855	47,390	96,245

Comments:

1. HEALTH BENEFITS INCREASE - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
2. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
3. ENROLLMENT - Funding is provided for 150 student FTEs in academic year 1997-98 and an additional 150 student FTEs in academic year 1998-99. (General Fund-State, Institutional Operating Fees Account-Non-Appropriated)
4. FACULTY RETENTION - General fund support is provided for competitive faculty salary offers to help preserve instructional and research quality. In addition, the University may use funds from the authorized tuition rate increase to provide an average of 1.0 percent salary increase in FY 98 and an additional 2.0 percent increase in FY 99 for faculty and exempt staff. These increases are in addition to the 3.0 percent across-the-board general salary increase. The University shall provide a report in their 1999-2001 biennial operating budget request on the effective expenditure of the general funds provided for competitive faculty salary offers.
5. GRADUATE ASSISTANT HEALTH BENEFITS - Funding is provided from the state general fund for the cost of health benefits for graduate teaching assistants and research assistants.
6. SALARY INCREASE - All classified staff will receive salary adjustments of 3.0 percent effective July 1, 1997. Funding is also provided for institutions to provide faculty and exempt personnel with an average increase of 3.0 percent effective July 1, 1997.
7. TUITION RATE INCREASE - Funds from tuition rate increases of 4.0 percent in each academic year are provided for instructional quality improvements as determined by the University and for optional faculty salary increases. (See Item 4)

* Please see the 1997 Supplemental Operating Budget section for additional information.

Community & Technical College System

(Dollars in Thousands)

	GF-S	Other	Total
1995-97 Expenditure Authority	704,003	493,808	1,197,811
1997 Supplemental *	2,110	0	2,110
Total 1995-97 Expenditure Authority	706,113	493,808	1,199,921
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1997-99 Maintenance Level	728,097	511,086	1,239,183
Policy Items			
1. Health Benefits Increase	2,683	0	2,683
2. Worker Training Funding	31,314	5,589	36,903
3. General Inflation	-4,860	0	-4,860
4. Enrollment	21,500	5,750	27,250
5. Work-Based Tuition Waivers	2,000	0	2,000
6. New Campus Support	1,650	0	1,650
7. Faculty Salary Disparity	0	7,715	7,715
8. Faculty Salary Increments	3,137	0	3,137
9. Fund for Innovation and Quality	-4,000	0	-4,000
10. Salary Increase	22,331	0	22,331
11. Tuition Rate Increase	0	3,363	3,363
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Total 1997-99 Biennium	803,852	533,503	1,337,355
Fiscal Year 1998 Totals	382,891	276,791	659,682
Fiscal Year 1999 Totals	420,961	256,712	677,673

Comments:

1. HEALTH BENEFITS INCREASE - Funding is provided for the increased cost of health benefits due to medical inflation. The rates assumed are \$317.34 for FY 98 and \$335.75 for FY 99.
2. WORKER TRAINING FUNDING - Special funds as defined under RCW 28B.50.851 are provided from the state general fund and from the Employment and Training Trust Fund for unemployed workers' training. Funding supports up to 7,200 student FTEs each year of the 1997-99 biennium. The General Fund-State funding level assumes that the total remaining balance of funds in the Employment and Training Trust Fund are utilized. Funding is also included for support services which may include child care assistance, transportation, and financial aid. The State Board for Community and Technical Colleges shall submit a plan for the allocation of full-time equivalent students to the Workforce Training and Education Coordinating Board for review and approval.
3. GENERAL INFLATION - Agencies are required to find sufficient efficiencies in their operations to cover the cost of inflation in the goods, services, and supplies needed for performance of their mission.
4. ENROLLMENT - Funding is provided for 2,100 student FTEs in academic year 1997-98 and an additional 2,100 student FTEs in academic year 1998-99. (General Fund-State, Institutional Operating Fees Account-Non-Appropriated)
5. WORK-BASED TUITION WAIVERS - Funding is provided for tuition waivers for students enrolled in work-based learning programs.
6. NEW CAMPUS SUPPORT - Funding is provided for administration and senior faculty to develop curricula, organize operations, and plan the purchase of library resources. Cascadia Community College plans to open for classes in the fall of 1999 in new space co-located with the University of Washington Bothell branch campus. The college shall use a portion of these funds to develop a set of measurable standards and outcomes as the basis for budget development in the 1999-2001 biennium.
7. FACULTY SALARY DISPARITY - The State Board is required to allocate at least \$2.934 million and is authorized to allocate up to \$7.715 million of the funds generated by the tuition rate increase for the purpose of addressing part-time faculty salaries. The State Board may direct that part-time salary increases are provided or that full-time positions are made available.
8. FACULTY SALARY INCREMENTS - General fund support is provided in addition to faculty turnover savings for faculty salary increments.
9. FUND FOR INNOVATION AND QUALITY - The grant program, which was initiated in the 1996 Supplemental Budget, is eliminated.
10. SALARY INCREASE - All classified staff will receive salary adjustments of 3.0 percent effective July 1, 1997. Funding is also provided for institutions to provide faculty and exempt personnel with an average increase of 3.0 percent effective July 1, 1997. (General Fund-State, Employment and Training Trust Fund)
11. TUITION RATE INCREASE - Funds from tuition rate increases of 4.0 percent in each academic year are provided for instructional quality improvements as determined by the colleges and for optional faculty salary increases. (See Item 7)

* Please see the 1997 Supplemental Operating Budget section for additional information.