

Higher Education

Enrollment Increases

The amount of \$60.6 million from the state general fund is provided to address increasing enrollment demand. Higher education enrollments are increased by a total of 8,277 full-time equivalent student enrollments: 2,971 enrollments in the baccalaureate institutions; 4,806 enrollments in the Community and Technical Colleges (CTCs); and 500 enrollments in a high demand pool that will be allocated by the Higher Education Coordinating Board (HECB). Included in these totals are 800 new enrollments to support the opening of Cascadia Community College in Fall 2000. New enrollments are fully funded at the HECB average cost of instruction, with the CTCs also receiving an additional \$500 for each new student. New undergraduate enrollments at the branch campuses are funded at the upper division cost-of-instruction level.

Support for New Enrollments

Supporting new enrollments, the sum of \$6.0 million from the state general fund is provided to start new branch campus degree programs, to open the new Cascadia Community College, and to operate and lease other new higher education facilities. The new funding also supports expanded programs at the Puyallup campus of Pierce College and a new higher education consortium in North Snohomish, Island, and Skagit counties.

Technology and High Demand Programs

Appropriations totaling \$20.7 million from the state general fund target programs to increase higher education capacity to provide training and degree programs in information technology and other high market demand areas, leveraging state resources with private funds. The state's K-20 telecommunications network receives operations funding. At the University of Washington, next generation Internet research and Internet connectivity are funded. Advanced technology research initiatives are funded at the two research universities.

Compensation

Annual 3 percent salary increases effective July 1, 1999, and July 1, 2000, are provided for all higher education employees. In addition to these increases, \$10 million from the state general fund is provided to help baccalaureate institutions recruit and retain quality instructional and research faculty and staff. Baccalaureate institutions may also grant additional salary increases from funds identified by their governing boards. Community and Technical Colleges (CTCs) receive \$10 million from the state general fund to address part-time faculty salary disparity, with a requirement for local matching funds at a level to be set by the State Board for Community and Technical Colleges. The CTCs also receive \$3.5 million for faculty salary increments and \$1.9 million to extend retirement benefits to part-time faculty teaching at least half-time.

Financial Aid

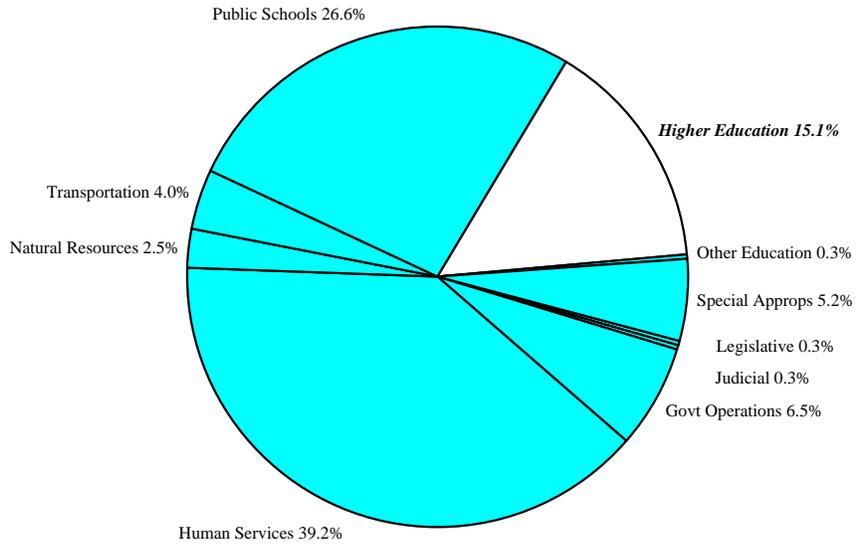
A total of \$32.6 million from the state general fund is appropriated to increase student financial aid in the State Need Grant, Educational Opportunity Grant, Washington Scholars, and Community Scholarships Matching Grant programs as well as to establish two new financial aid programs. The new College Promise Scholarship program will provide for scholarships to high-performing high school seniors who meet financial eligibility criteria, and a new program is established to provide up to one year's educational expense reimbursement for teachers obtaining master's degrees.

Tuition Policy

Tuition increase rates established in the budget bill for 1999-01 are based upon projected growth in the state's per capita personal income. Institutions' governing boards are granted the authority to set tuition rate increases up to a maximum increase of 4.6 percent in academic year 1999-00 and 3.6 percent in academic year 2000-01. Tuition rate increases may vary by student category, and tuition rates may also vary based on time of day or week, delivery method, or campus, to encourage full use of educational facilities and resources.

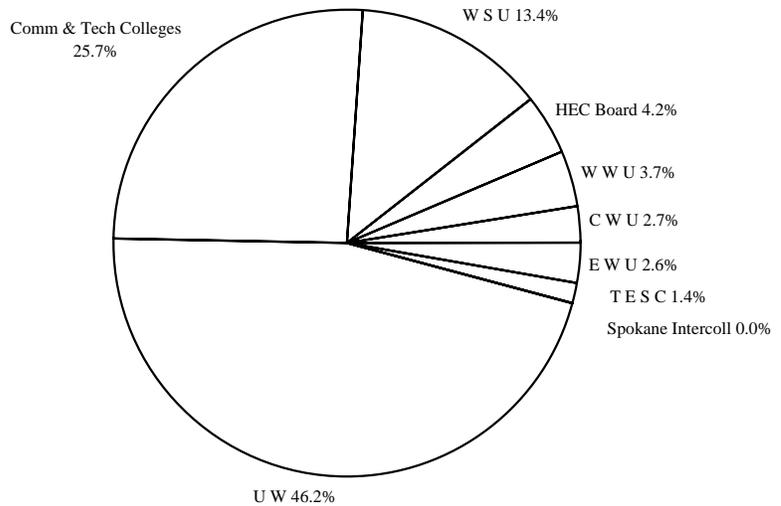
1999-01 Washington State Operating Budget
Total Budgeted Funds
(Dollars in Thousands)

Legislative	134,074
Judicial	117,098
Governmental Operations	2,537,982
Human Services	15,261,315
Natural Resources	980,598
Transportation	1,549,524
Public Schools	10,327,599
Higher Education	5,862,453
Other Education	99,870
Special Appropriations	2,025,008
Statewide Total	38,895,521



Washington State

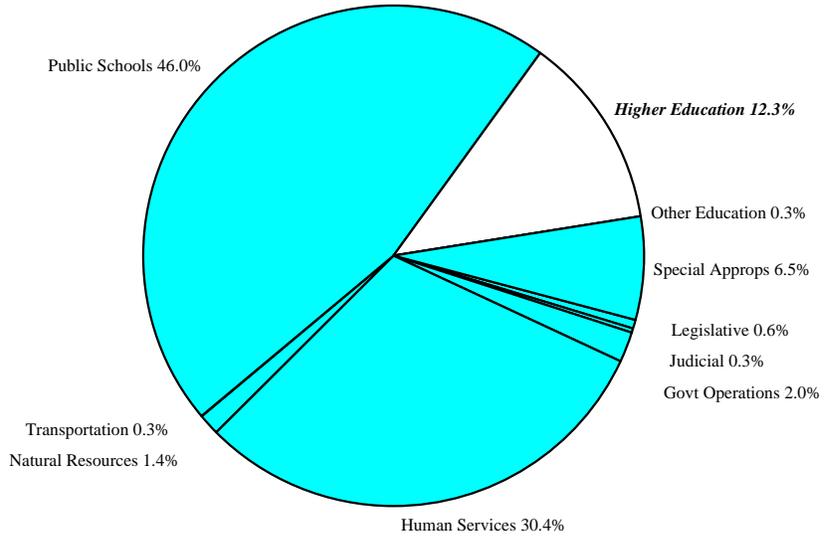
Univ of Washington	2,711,104
Community/Tech Colleges	1,505,015
Washington State Univ	787,015
Higher Ed Coord Bd	247,435
Western Washington Univ	219,430
Central Washington Univ	155,536
Eastern Washington Univ	152,636
The Evergreen State Coll	81,623
Spokane Inter Rsch/Tech	2,659
Higher Education	5,862,453



Higher Education

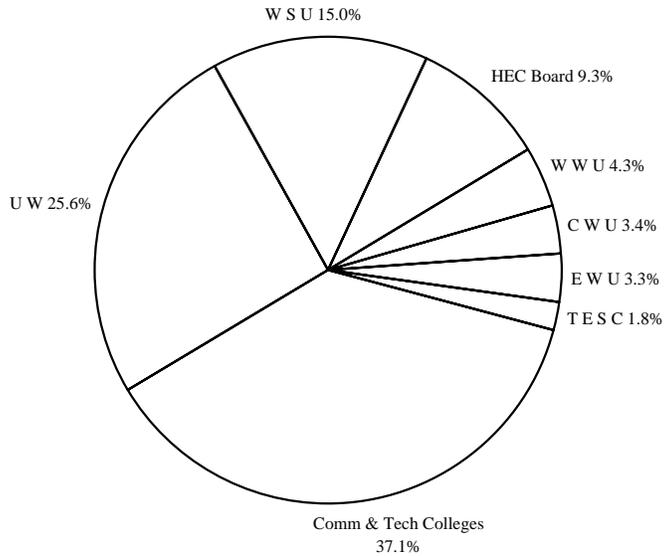
**1999-01 Washington State Operating Budget
General Fund-State**
(Dollars in Thousands)

Legislative	117,413
Judicial	62,060
Governmental Operations	403,375
Human Services	6,252,967
Natural Resources	282,072
Transportation	53,453
Public Schools	9,463,978
Higher Education	2,538,245
Other Education	52,930
Special Appropriations	1,346,329
Statewide Total	20,572,822



Washington State

Community/Tech Colleges	942,051
Univ of Washington	650,906
Washington State Univ	380,566
Higher Ed Coord Bd	237,237
Western Washington Univ	109,565
Central Washington Univ	86,363
Eastern Washington Univ	84,965
The Evergreen State Coll	46,592
Higher Education	2,538,245



Higher Education

Higher Education
FTE Student Enrollment History
 By Academic Year

	Actual Enrollment						Budgeted		
	1992-93	1993-94 ^{1,2}	1994-95 ¹	1995-96 ¹	1996-97 ¹	1997-98 ¹	1998-99 ¹	1999-00	2000-01
Community & Technical College	107,115	111,035	113,609	118,075	118,653	117,925	121,302	120,529	123,332
General Enrollment ⁽³⁾	107,115	111,035	113,609	109,907	111,129	110,808	114,885	113,329	116,132
Dislocated Workers ⁽³⁾	0	0	0	8,168	7,524	7,117	6,417	7,200	7,200
Four-Year Schools	74,481	76,411	77,305	77,977	79,435	80,458	81,814	83,277	84,923
University of Washington	31,210	31,341	31,493	31,811	32,858	33,398	33,592	34,063	34,718
Washington State University	16,685	17,467	18,007	18,425	18,594	18,584	19,148	19,519	20,125
Eastern Washington University	7,533	7,635	7,605	7,364	6,945	6,907	7,244	7,739	7,739
Central Washington University	6,588	7,339	7,337	7,339	7,448	7,474	7,471	7,670	7,867
The Evergreen State College	3,326	3,282	3,377	3,387	3,489	3,728	3,822	3,638	3,713
Western Washington University	9,139	9,347	9,486	9,651	10,101	10,367	10,537	10,648	10,761
HECB Timber Workers	21	63	104	118	139	148	177	50	50
HECB High Demand Pool									500
Total Higher Education	181,617	187,509	191,018	196,170	198,227	198,531	203,293	203,856	208,805

(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 Source:

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 1998-1999	Increase for 1999-2000	Total Budgeted 1999-2000	Increase for 2000-2001	Total Budgeted 2000-2001
	Community & Technical Colleges *	118,526	2,003	120,529	2,803
Community Colleges	97,100	1,768	98,868	2,568	101,436
Technical Colleges	13,726	235	13,961	235	14,196
Dislocated Workers**	7,200	0	7,200	0	7,200
Timber Workers	500	0	500	0	500
Four-Year Schools	82,002	1,325	83,327	1,646	84,973
University of Washington	33,414	649	34,063	655	34,718
Seattle	31,527	400	31,927	339	32,266
Bothell	895	98	993	143	1,136
Tacoma	992	151	1,143	173	1,316
Washington State University	19,439	80	19,519	606	20,125
Main	17,272	0	17,272	377	17,649
Spokane	442	30	472	129	601
Tri-Cities	754	0	754	0	754
Vancouver	971	50	1,021	100	1,121
Eastern Washington University	7,739	0	7,739	0	7,739
Central Washington University	7,446	224	7,670	197	7,867
The Evergreen State College	3,576	62	3,638	75	3,713
Western Washington University	10,338	310	10,648	113	10,761
HECB Timber Workers	50	0	50	0	50
HECB High Demand Pool***	0	0	0	500	500
Total Higher Education	200,528	3,328	203,856	4,949	208,805

* FTE enrollments for the Community & Technical Colleges represent legislatively authorized FTE students; these amounts differ from the actual distribution of FTE enrollments by the State Board for Community & Technical Colleges.

** The State Board for Community and Technical Colleges is authorized to enroll up to 7,200 FTEs in the Dislocated Workers Program.

*** The Higher Education Coordinating Board will allocate enrollments in high demand pool to two- and four-year institutions.

1999-2001 New Tuition and Services and Activities Fee Authority*

	Current Rate 1998-1999	New Rates	
		1999-2000	2000-2001
Research Universities			
Resident Undergraduate	3,381	3,538	3,668
Resident Graduate	5,319	5,566	5,768
Resident Law	5,634	5,892	6,106
Resident MD/DDS/DVM	8,709	9,112	9,440
Nonresident Undergraduate - UW	11,403	11,926	12,356
Nonresident Undergraduate - WSU	10,539	11,026	11,420
Nonresident Graduate	13,365	13,978	14,480
Nonresident Law	14,040	14,688	15,220
Nonresident MD/DDS/DVM	22,137	23,158	23,990
Comprehensive Institutions			
Resident Undergraduate	2,626	2,746	2,845
Resident Graduate	4,204	4,396	4,555
Nonresident Undergraduate	9,319	9,748	10,099
Nonresident Graduate	12,784	13,372	13,852
Community & Technical Colleges			
Resident Undergraduate	1,515	1,585	1,642
Nonresident Undergraduate	5,961	6,235	6,460

* These are average tuition and fees rates by sector; individual institutions may vary slightly from these averages.

Notes:

The budget grants institutions' governing boards the flexibility to increase tuition rates by up to 4.6 percent in 1999-00 and by up to 3.6 percent in 2000-01. The tuition and fee levels above illustrate the maximum amounts that could be set by institutions. Institutions may adopt tuition rates increases that vary by student category. Institutions may also adjust tuition rate based upon time of day, day of week, delivery method, or campus.

Services and activities (S&A) fees included in the figures above are estimated at the highest levels permissible under tuition statutes. S&A fees are set by institutions' governing boards, and they may be increased from one year to the next by a percentage not to exceed the annual percentage increase in student tuition fees for any tuition category. If the institution has dedicated a portion of the S&A fees to repay bonded debt, then that portion of the S&A fees may not be increased.

Community & Technical College System

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	802,092	536,271	1,338,363
1999 Supplemental *	-597	0	-597
Total 1997-99 Biennium	801,495	536,271	1,337,766
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1999-01 Maintenance Level	844,771	538,628	1,383,399
Policy Items			
1. General Inflation	-3,503	0	-3,503
2. Pension Rate Savings	-356	0	-356
3. Compensation	3,500	0	3,500
4. Facilities Operations & Maintenance	537	0	537
5. Child Care Matching Grants	100	0	100
6. Enrollment Increase	27,036	7,337	34,373
7. Unemployed Worker Program	-1,477	1,477	0
8. Cascadia Start-up Costs	332	0	332
9. Health Insurance Increase	13,438	0	13,438
10. Information Technology Instruction	1,500	0	1,500
11. Job Skills Transfer	1,135	0	1,135
12. K-20 Network Operations	1,668	0	1,668
13. Pierce College at Puyallup	2,000	0	2,000
14. State Board Office	188	0	188
15. High Demand Courses	1,150	0	1,150
16. Part-Time Faculty Salary Equity	10,000	0	10,000
17. Part-Time Faculty Retirement	1,900	0	1,900
18. Salary Increase	38,132	0	38,132
19. Tuition Rate Increase	0	15,522	15,522
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Total 1999-01 Biennium	942,051	562,964	1,505,015
Fiscal Year 2000 Total	455,664	278,754	734,418
Fiscal Year 2001 Total	486,387	284,210	770,597

Comments:

1. 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.
2. PENSION RATE SAVINGS - Maintenance level budgets for higher education institutions include funding for a 4.36 percent employer contribution to the Public Employees' Retirement System (PERS) effective September 1, 1999, as adopted by the Pension Funding Council. This is a reduction from the current PERS employer contribution rate of 7.32 percent. Funding for employer contributions to PERS are further reduced to reflect a July 1, 1999, implementation date for the new rates. This item reflects the net impact of the earlier implementation date and an increase of 0.05 percent in the contribution rate, as recommended by the Office of the State Actuary to adjust for the July implementation.
3. COMPENSATION - Funding is provided for faculty salary increments and associated benefits. Funding provided for increments may be used in combination with faculty turnover savings.
4. FACILITIES OPERATIONS & MAINTENANCE - Funding is provided for the operation and maintenance of new facilities constructed with state bond funding in the state capital budget, with the exception of child care centers and bookstores whose operations are expected to be paid from user fees.
5. CHILD CARE MATCHING GRANTS - Funding is provided for matching grants to community and technical colleges for on-site child care pursuant to the authorities granted in Chapter 375, Laws of 1999 (SSB 5277 - Higher Education Student Child Care Matching Grants). The funding may not be used to construct or remodel facilities.
6. ENROLLMENT INCREASE - Funding is provided for 2,003 new full-time equivalent (FTE) student enrollments in 1999-00 and 2,803 new student FTEs in 2000-01, including 800 new student FTEs in 2000-01 at Cascadia Community College. New enrollments are funded at an enhanced rate that is \$500 higher than the Higher Education Coordinating Board cost of instruction level. For the purpose of determining state general fund support for new enrollments, tuition levels were assumed to increase by 4.6 percent in 1999-00 and 3.6 percent in 2000-01. (General Fund-State, Non-Appropriated Institutional Operating Fees Account)
7. UNEMPLOYED WORKER PROGRAM - Funding from the remaining balance in the Employment and Training Trust Fund is substituted on a one-time basis for General Fund-State support for unemployed worker enrollments. (General Fund-State, Employment and Training Trust Fund)
8. CASCADIA START-UP COSTS - Funding is provided for new campus start-up costs for Cascadia Community College.

Community & Technical College System

9. HEALTH INSURANCE INCREASE - Funding is provided for the increased costs of providing employee health benefits. The monthly employer funding rate for each employee for benefits and benefit administration is increased from the FY 1999 level of \$335.98 to \$388.02 in FY 2000 and \$423.57 in FY 2001. An additional \$3.13 for FY 2000 and \$3.89 for FY 2001 are provided for the costs of rebuilding reserves used to fund the settlement of a 1998 lawsuit and to pay for the 1999-01 costs of settling a lawsuit regarding life insurance funding. The funding rates assume the following: no contingency reserve; an increase in the average employee premium from the current level of \$14 per month to \$15.79 for calendar year 2000 and to \$16.89 for calendar year 2001; an increase in the subscriber pharmacy co-pay for multi-source drugs from the current \$20 for a 100-day supply to \$30 for a 100-day supply; and an increase in the explicit subsidy for Medicare-eligible retirees from the current \$43.16 to \$62.48 beginning January 1, 1999, and to \$69.98 beginning January 1, 2000.
10. INFORMATION TECHNOLOGY INSTRUCTION - One-time funding is provided for a grant program to the State Board for Community and Technical Colleges (SBCTC) to fund the expansion of information technology and computer science programs. Priority will go to competitive proposals preparing students to meet industry standards, achieve industry skills certification, or continue to upper division computer science or computer engineering studies. Successful proposals will include 100 percent matching resources in the form of non-state cash or in-kind assets, and will include a plan to permanently maintain programs developed by the grant. Recipients may be a community or technical college, partnerships of community and technical colleges, or partnerships of community and technical colleges and K-12 school districts. The SBCTC will report to the Governor and legislative fiscal committees by June 30, 2001, on the impact of grants provided by these funds.
11. JOB SKILLS TRANSFER - Funding is transferred from the Workforce Training and Education Coordinating Board to the SBCTC for customized training projects through the Job Skills Program.
12. K-20 NETWORK OPERATIONS - Funding is provided for continuing operations, maintenance, and depreciation costs of the K-20 telecommunications network. The funding is in addition to co-payments by K-20 users from institutional base budgets. K-20 network transport costs are appropriated directly to the Department of Information Services.
13. PIERCE COLLEGE AT PUYALLUP - Funding is provided for the Puyallup branch of Pierce College to provide a higher ratio of full-time faculty, for additional library resources, more computer and science labs, greater numbers of placement, special needs, financial aid and career advising staff; and for physical plant support on site.
14. STATE BOARD OFFICE - Funding is provided for additional leased space for the office of the SBCTC.
15. HIGH DEMAND COURSES - Funding is provided as an ongoing resource for purchases of state-of-the-art equipment to enhance the delivery of vocational and other technology-dependent, high demand courses at community and technical colleges around the state.
16. PART-TIME FACULTY SALARY EQUITY - Funding is provided solely for salary increases for all part-time faculty, including related benefits, in partnership with the colleges. Allocations are based on the headcount of part-time faculty under contract for the 1998-99 academic year. To receive these funds, college districts must provide a local match, and the SBCTC shall establish the required match amounts. In establishing local match requirements, the SBCTC may obligate up to \$10 million tuition revenue systemwide. During the 1999-01 biennium, each college district is further expected to examine its ratio of part-time to full-time faculty by discipline and to develop a local plan to reduce wage disparity and reliance on part-time faculty as appropriate for the labor market and educational program offerings in that community. The SBCTC shall set long-term performance targets for each district with respect to use of part-time faculty, shall monitor district progress annually, and shall report back to the Governor and Legislature.
17. PART-TIME FACULTY RETIREMENT - Funding is provided for part-time faculty retirement benefits and allows part-time faculty who work 50 percent of full-time to qualify for retirement benefits.
18. SALARY INCREASE - A 3 percent salary increase on July 1, 1999, and a 3 percent increase on July 1, 2000, are provided to all higher education classified employees whose salaries are set by the Washington Personnel Resources Board. Funding is provided for average increases of 3 percent on the same dates for all faculty and exempt employees, and all classified employees whose salaries are set through collective bargaining.
- TUITION RATE INCREASE - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to support instructional quality improvements as determined by each college should the SBCTC on behalf of the system decide to raise tuition and fee charges for all student categories to the maximum allowable increase of 4.6 percent for academic year 1999-00 and 3.6 percent for academic year 2000-01. (Non-Appropriated Institutional Operating Fee Account)

* Please see the 1999 Supplemental Operating Budget Section for additional information.

University of Washington

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	577,911	1,882,285	2,460,196
1999 Supplemental *	2,000	180	2,180
Total 1997-99 Biennium	579,911	1,882,465	2,462,376
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1999-01 Maintenance Level	589,779	2,075,362	2,665,141
Policy Items			
1. General Inflation	-4,548	-38,241	-42,789
2. Pension Rate Savings	-309	0	-309
3. Dental Ed for Care of Disabled	100	0	100
4. Dept of Environmental Health	0	904	904
5. Enrollment Increase	15,885	7,958	23,843
6. Internet Connectivity	1,500	0	1,500
7. Next Generation Internet	3,950	0	3,950
8. State Toxicology Lab	0	-2,550	-2,550
9. Program Startup Costs	530	0	530
10. Burke Museum	200	0	200
11. Advanced Technology Initiative	2,500	0	2,500
12. Health Insurance Increase	9,401	119	9,520
13. Forensic Pathologist Fellowship	0	200	200
14. K-20 Network Operations	636	0	636
15. Recruitment and Retention	4,624	0	4,624
16. Salary Increase	26,658	660	27,318
17. Tuition Rate Increase	0	15,786	15,786
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Total 1999-01 Biennium	650,906	2,060,198	2,711,104
Fiscal Year 2000 Total	316,592	1,025,721	1,342,313
Fiscal Year 2001 Total	334,314	1,034,477	1,368,791

Comments:

1. 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.
2. PENSION RATE SAVINGS - Maintenance level budgets for higher education institutions include funding for a 4.36 percent employer contribution to the Public Employees' Retirement System (PERS) effective September 1, 1999, as adopted by the Pension Funding Council. This is a reduction from the current PERS employer contribution rate of 7.32 percent. Funding for employer contributions to PERS are further reduced to reflect a July 1, 1999, implementation date for the new rates. This item reflects the net impact of the earlier implementation date and an increase of 0.05 percent in the contribution rate, as recommended by the Office of the State Actuary to adjust for the July implementation.
3. DENTAL ED FOR CARE OF DISABLED - Funding is provided for dental education training programs related to care of disabled adults and children at the University of Washington School of Dentistry.
4. DEPT OF ENVIRONMENTAL HEALTH - Funding is provided from the Medical Aid and Accident Accounts for a biocontaminant laboratory and consultation service. The state is one of a group of partners including small company owners, academic experts, equipment vendors, and regulatory agencies organized to develop and evaluate exposure control strategies for high-hazard small businesses. (Medical Aid Account-State, Accident Account-State)
5. ENROLLMENT INCREASE - Funding is provided for 1,304 new full-time equivalent (FTE) student enrollments in the 1999-01 biennium. The increases include: 400 new student FTEs in 1999-00 and 339 new student FTEs in 2000-01 at the Seattle campus; 98 new student FTEs in 1999-00 and 143 new student FTEs in 2000-01 at the Bothell branch campus; and 151 new student FTEs in 1999-00 and 173 new student FTEs in 2000-01 at the Tacoma branch campus. New enrollments are funded at the Higher Education Coordinating Board cost of instruction level, except that undergraduate enrollments at the Bothell and Tacoma branch campuses are funded at the upper division rate. For the purpose of determining state general fund support for new enrollments, tuition levels were assumed to increase by 4.6 percent in 1999-00 and 3.6 percent in 2000-01. (General Fund-State, Non-Appropriated Institutional Operating Fees Account)
6. INTERNET CONNECTIVITY - Funding is provided at half of the requested level for commodity Internet connections that were formerly supported by federal grants. University departments and research affiliates will share the cost of maintaining these connections.
7. NEXT GENERATION INTERNET - Funding is provided for the University's Internet gigabit point-of-presence hub (gigapop) for core research faculty and engineering staff with expertise in next-generation telecommunications, digital multimedia, and immersive network environments.
8. STATE TOXICOLOGY LAB - Pursuant to the provisions of Chapter 40, Laws of 1999 (SHB 1560 - Forensic Laboratory Services), existing funding and staff for the State Toxicology Laboratory are transferred from the University of Washington to the Washington State Patrol (WSP). The State Toxicology Laboratory will be under the newly established Bureau of Forensic Laboratory Services in WSP. (Death Investigations Account)
9. PROGRAM STARTUP COSTS - One-time funding is provided for program startup costs at Bothell (\$135,000) and Tacoma (\$395,000) branch campuses, including curriculum development, library resources, and software acquisition.
10. BURKE MUSEUM - Funding is provided for the employment of two collections and education staff at the Burke Museum. The entire amount shall

University of Washington

be allocated directly to the Burke Museum.

* Please see the 1999 Supplemental Operating Budget Section for additional information.

11. **ADVANCED TECHNOLOGY INITIATIVE** - Funding is provided to establish advanced technology initiatives involving applied research efforts by University of Washington faculty to transform existing industries or create new industries for Washington. Research initiatives, which may be conducted in collaboration with Washington State University, may be targeted to the following research areas: computer graphics, animation, and digital media; infectious diseases; precision forestry and forest products manufacturing; and sustainable construction technology.
12. **HEALTH INSURANCE INCREASE** - Funding is provided for the increased costs of providing employee health benefits. The monthly employer funding rate for each employee for benefits and benefit administration is increased from the FY 1999 level of \$335.98 to \$388.02 in FY 2000 and \$423.57 in FY 2001. An additional \$3.13 for FY 2000 and \$3.89 for FY 2001 are provided for the costs of rebuilding reserves used to fund the settlement of a 1998 lawsuit and to pay for the 1999-01 costs of settling a lawsuit regarding life insurance funding. The funding rates assume the following: no contingency reserve; an increase in the average employee premium from the current level of \$14 per month to \$15.79 for calendar year 2000 and to \$16.89 for calendar year 2001; an increase in the subscriber pharmacy co-pay for multi-source drugs from the current \$20 for a 100-day supply to \$30 for a 100-day supply; and an increase in the explicit subsidy for Medicare-eligible retirees from the current \$43.16 to \$62.48 beginning January 1, 1999, and to \$69.98 beginning January 1, 2000. (General Fund-State, Death Investigations Account, Medical Aid Account)
13. **FORENSIC PATHOLOGIST FELLOWSHIP** - Appropriation authority is provided to permit the transfer of funds from the State Treasurer to the University of Washington to operate the forensic pathologist fellowship program at current levels. (Death Investigations Account-State)
14. **K-20 NETWORK OPERATIONS** - Funding is provided for continuing operations, maintenance, and depreciation costs of the K-20 telecommunications network. The funding is in addition to co-payments by K-20 users from institutional base budgets. K-20 network transport costs are appropriated directly to the Department of Information Services.
15. **RECRUITMENT AND RETENTION** - Funding is provided for competitive faculty and exempt professional staff recruitment and retention salary offers to attract and preserve quality instructional and research faculty and staff.
16. **SALARY INCREASE** - A 3 percent salary increase on July 1, 1999, and a 3 percent increase on July 1, 2000, are provided to all higher education classified employees whose salaries are set by the Washington Personnel Resources Board. Funding is provided for average increases of 3 percent on the same dates for all faculty and exempt employees, and all classified employees whose salaries are set through collective bargaining. (General Fund-State, Medical Aid Account-State, Accident Account-State, Death Investigations Account-State)
17. **TUITION RATE INCREASE** - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to support instructional quality improvements as determined by the University should its governing board choose to raise tuition and fee charges for all student categories to the maximum allowable increase of 4.6 percent for academic year 1999-00 and 3.6 percent for academic year 2000-01. (Non-Appropriated Institutional Operating Fee Account)

Washington State University

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	341,019	396,916	737,935
1999 Supplemental *	-945	0	-945
Total 1997-99 Biennium	340,074	396,916	736,990
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1999-01 Maintenance Level	343,855	395,494	739,349
Policy Items			
1. Safe Food Initiative	4,250	0	4,250
2. General Inflation	-2,369	0	-2,369
3. Pension Rate Savings	-170	0	-170
4. Grass Burning Alternatives	88	0	88
5. Instruction Quality and Technology	1,845	0	1,845
6. Enrollment Increase	5,243	2,610	7,853
7. Program Startup Costs	400	0	400
8. Advanced Technology Initiative	1,500	0	1,500
9. Air Pollution Control Account Adj	0	-8	-8
10. Health Insurance Increase	5,552	0	5,552
11. K-20 Network Operations	1,280	0	1,280
12. Recruitment and Retention	2,876	0	2,876
13. Salary Increase	15,856	0	15,856
14. Tuition Rate Increase	0	8,353	8,353
15. Attorney General Revolving Fund	360	0	360
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Total 1999-01 Biennium	380,566	406,449	787,015
Fiscal Year 2000 Total	183,551	200,392	383,943
Fiscal Year 2001 Total	197,015	206,057	403,072

Comments:

1. **SAFE FOOD INITIATIVE** - Funding is provided for a targeted initiative to develop new methods to detect and eliminate food-borne pathogens, to develop insect management techniques that minimize dependence on pesticides, and to address dairy waste management problems. The funding provided includes \$500,000 in each fiscal year to enable the Commission on Pesticide Registration to expand the scope of its work to include non-chemical based solutions.
6. **ENROLLMENT INCREASE** - Funding is provided for 686 new full-time equivalent (FTE) student enrollments in the 1999-01 biennium. The increases include: 377 new student FTEs in 2000-01 at the Pullman campus; 30 new student FTEs in 1999-00 and 129 new student FTEs in 2000-01 at the Spokane branch campus; and 50 new student FTEs in 1999-00 and 100 new student FTEs in 2000-01 at the Vancouver branch campus. New enrollments are funded at the Higher Education Coordinating Board cost of instruction level, except that undergraduate enrollments at the Spokane and Vancouver branch campuses are funded at the upper division rate. For the purpose of determining state general fund support for new enrollments, tuition levels were assumed to increase by 4.6 percent in 1999-00 and 3.6 percent in 2000-01. (General Fund-State, Non-Appropriated Institutional Operating Fees Account)
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.
7. **PROGRAM STARTUP COSTS** - One-time funding is provided for computer science and business program startup costs at the Spokane branch campus.
3. **PENSION RATE SAVINGS** - Maintenance level budgets for higher education institutions include funding for a 4.36 percent employer contribution to the Public Employees' Retirement System (PERS) effective September 1, 1999, as adopted by the Pension Funding Council. This is a reduction from the current PERS employer contribution rate of 7.32 percent. Funding for employer contributions to PERS are further reduced to reflect a July 1, 1999, implementation date for the new rates. This item reflects the net impact of the earlier implementation date and an increase of 0.05 percent in the contribution rate, as recommended by the Office of the State Actuary to adjust for the July implementation.
8. **ADVANCED TECHNOLOGY INITIATIVE** - Funding is provided to establish advanced technology initiatives involving applied research efforts by WSU faculty to transform existing industries or create new industries for Washington. Research initiatives, which may be conducted in collaboration with the University of Washington, may be targeted to the following research areas: semiconductor manufacturing, reproductive biology, and precision agriculture.
4. **GRASS BURNING ALTERNATIVES** - Funding is provided for research to develop alternatives to field burning of grass seed harvest residue for disease and pest management.
9. **AIR POLLUTION CONTROL ACCOUNT ADJ** - Funding is reduced to reflect a decrease in revenues to the Air Pollution Control Account.
5. **INSTRUCTION QUALITY AND TECHNOLOGY** - Funding is provided for the Center for Teaching and Learning to support faculty in the conversion of courses to technology-assisted delivery methods (\$940,000). Funding is also provided to establish K-20 distance learning centers in partnership with community colleges in Skagit, Walla Walla, and Grays Harbor counties (\$905,000), of which \$225,000 is one-time equipment funding in FY 2000.

Washington State University

10. HEALTH INSURANCE INCREASE - Funding is provided for the increased costs of providing employee health benefits. The monthly employer funding rate for each employee for benefits and benefit administration is increased from the FY 1999 level of \$335.98 to \$388.02 in FY 2000 and \$423.57 in FY 2001. An additional \$3.13 for FY 2000 and \$3.89 for FY 2001 are provided for the costs of rebuilding reserves used to fund the settlement of a 1998 lawsuit and to pay for the 1999-01 costs of settling a lawsuit regarding life insurance funding. The funding rates assume the following: no contingency reserve; an increase in the average employee premium from the current level of \$14 per month to \$15.79 for calendar year 2000 and to \$16.89 for calendar year 2001; an increase in the subscriber pharmacy co-pay for multi-source drugs from the current \$20 for a 100-day supply to \$30 for a 100-day supply; and an increase in the explicit subsidy for Medicare-eligible retirees from the current \$43.16 to \$62.48 beginning January 1, 1999, and to \$69.98 beginning January 1, 2000.
11. K-20 NETWORK OPERATIONS - Funding is provided for continuing operations, maintenance, and depreciation costs of the K-20 telecommunications network. The funding is in addition to co-payments by K-20 users from institutional base budgets. K-20 network transport costs are appropriated directly to the Department of Information Services.
12. RECRUITMENT AND RETENTION - Funding is provided for competitive faculty and exempt professional staff recruitment and retention salary offers to attract and preserve quality instructional and research faculty and staff.
13. SALARY INCREASE - A 3 percent salary increase on July 1, 1999, and a 3 percent increase on July 1, 2000, are provided to all higher education classified employees whose salaries are set by the Washington Personnel Resources Board. Funding is provided for average increases of 3 percent on the same dates for all faculty and exempt employees, and all classified employees whose salaries are set through collective bargaining.
14. TUITION RATE INCREASE - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to support instructional quality improvements as determined by the University should its governing board choose to raise tuition and fee charges for all student categories to the maximum allowable increase of 4.6 percent for academic year 1999-00 and 3.6 percent for academic year 2000-01. (Non-Appropriated Institutional Operating Fee Account)
15. ATTORNEY GENERAL REVOLVING FUND - Funding is provided for additional legal services and for augmented contract management resources related to facilities planning and construction contracts.

* Please see the 1999 Supplemental Operating Budget Section for additional information.

Eastern Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	78,774	64,493	143,267
1999 Supplemental *	-103	0	-103
Total 1997-99 Biennium	78,671	64,493	143,164
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1999-01 Maintenance Level	79,659	65,311	144,970
Policy Items			
1. General Inflation	-619	-57	-676
2. Pension Rate Savings	-43	0	-43
3. Health Insurance Increase	1,359	0	1,359
4. K-20 Network Operations	120	0	120
5. Recruitment and Retention	750	0	750
6. Salary Increase	3,739	0	3,739
7. Tuition Rate Increase	0	2,417	2,417
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Total 1999-01 Biennium	84,965	67,671	152,636
Fiscal Year 2000 Total	41,620	33,494	75,114
Fiscal Year 2001 Total	43,345	34,177	77,522

Comments:

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| <p>1. 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.</p> <p>2. PENSION RATE SAVINGS - Maintenance level budgets for higher education institutions include funding for a 4.36 percent employer contribution to the Public Employees' Retirement System (PERS) effective September 1, 1999, as adopted by the Pension Funding Council. This is a reduction from the current PERS employer contribution rate of 7.32 percent. Funding for employer contributions to PERS are further reduced to reflect a July 1, 1999, implementation date for the new rates. This item reflects the net impact of the earlier implementation date and an increase of 0.05 percent in the contribution rate, as recommended by the Office of the State Actuary to adjust for the July implementation.</p> <p>3. HEALTH INSURANCE INCREASE - Funding is provided for the increased costs of providing employee health benefits. The monthly employer funding rate for each employee for benefits and benefit administration is increased from the FY 1999 level of \$335.98 to \$388.02 in FY 2000 and \$423.57 in FY 2001. An additional \$3.13 for FY 2000 and \$3.89 for FY 2001 are provided for the costs of rebuilding reserves used to fund the settlement of a 1998 lawsuit and to pay for the 1999-01 costs of settling a lawsuit regarding life insurance funding. The funding rates assume the following: no contingency reserve; an increase in the average employee premium from the current level of \$14 per month to \$15.79 for calendar year 2000 and to \$16.89 for calendar year 2001; an increase in the subscriber pharmacy co-pay for multi-source drugs from the current \$20 for a 100-day supply to \$30 for a 100-day supply; and an increase in the explicit subsidy for Medicare-eligible retirees from the current \$43.16 to \$62.48 beginning January 1, 1999, and to \$69.98 beginning January 1, 2000.</p> <p>4. K-20 NETWORK OPERATIONS - Funding is provided for continuing operations, maintenance, and depreciation costs of the K-20 telecommunications network. The funding is in addition to co-payments by K-20 users from institutional base budgets. K-20 network transport costs are appropriated directly to the Department of Information Services.</p> <p>5. RECRUITMENT AND RETENTION - Funding is provided for competitive faculty and exempt professional staff recruitment and retention salary offers to attract and preserve quality instructional faculty and staff.</p> | <p>6. SALARY INCREASE - A 3 percent salary increase on July 1, 1999, and a 3 percent increase on July 1, 2000, are provided to all higher education classified employees whose salaries are set by the Washington Personnel Resources Board. Funding is provided for average increases of 3 percent on the same dates for all faculty and exempt employees, and all classified employees whose salaries are set through collective bargaining.</p> <p>7. TUITION RATE INCREASE - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to support instructional quality improvements as determined by the University should its governing board choose to raise tuition and fee charges for all student categories to the maximum allowable increase of 4.6 percent for academic year 1999-00 and 3.6 percent for academic year 2000-01. (Non-Appropriated Institutional Operating Fee Account)</p> |
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* Please see the 1999 Supplemental Operating Budget Section for additional information.

Central Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	75,993	64,429	140,422
1999 Supplemental *	18	0	18
Total 1997-99 Biennium	76,011	64,429	140,440
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1999-01 Maintenance Level	77,112	65,701	142,813
Policy Items			
1. General Inflation	-225	-400	-625
2. Pension Rate Savings	-41	0	-41
3. Facility Leases	316	0	316
4. Enrollment Increase	3,107	1,699	4,806
5. Health Insurance Increase	1,505	0	1,505
6. K-20 Network Operations	326	0	326
7. Recruitment and Retention	624	0	624
8. Salary Increase	3,639	0	3,639
9. Tuition Rate Increase	0	2,173	2,173
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Total 1999-01 Biennium	86,363	69,173	155,536
Fiscal Year 2000 Total	41,898	34,002	75,900
Fiscal Year 2001 Total	44,465	35,171	79,636

Comments:

1. 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.
2. PENSION RATE SAVINGS - Maintenance level budgets for higher education institutions include funding for a 4.36 percent employer contribution to the Public Employees' Retirement System (PERS) effective September 1, 1999, as adopted by the Pension Funding Council. This is a reduction from the current PERS employer contribution rate of 7.32 percent. Funding for employer contributions to PERS are further reduced to reflect a July 1, 1999, implementation date for the new rates. This item reflects the net impact of the earlier implementation date and an increase of 0.05 percent in the contribution rate, as recommended by the Office of the State Actuary to adjust for the July implementation.
3. FACILITY LEASES - Funding is provided for increased lease costs and additional space at the Lynnwood Center.
4. ENROLLMENT INCREASE - Funding is provided for 224 new full-time equivalent (FTE) student enrollments in 1999-00 and 197 new student FTEs in 2000-01. New enrollments are funded at the Higher Education Coordinating Board cost of instruction level. For the purpose of determining state general fund support for new enrollments, tuition levels were assumed to increase by 4.6 percent in 1999-00 and 3.6 percent in 2000-01. (General Fund-State, Non-Appropriated Institutional Operating Fees Account)
5. HEALTH INSURANCE INCREASE - Funding is provided for the increased costs of providing employee health benefits. The monthly employer funding rate for each employee for benefits and benefit administration is increased from the FY 1999 level of \$335.98 to \$388.02 in FY 2000 and \$423.57 in FY 2001. An additional \$3.13 for FY 2000 and \$3.89 for FY 2001 are provided for the costs of rebuilding reserves used to fund the settlement of a 1998 lawsuit and to pay for the 1999-01 costs of settling a lawsuit regarding life insurance funding. The funding rates assume the following: no contingency reserve; an increase in the average employee premium from the current level of \$14 per month to \$15.79 for calendar year 2000 and to \$16.89 for calendar year 2001; an increase in the subscriber pharmacy co-pay for multi-source drugs from the current \$20 for a 100-day supply to \$30 for a 100-day supply; and an increase in the explicit subsidy for Medicare-eligible retirees from the current \$43.16 to \$62.48 beginning January 1, 1999, and to \$69.98 beginning January 1, 2000.
6. K-20 NETWORK OPERATIONS - Funding is provided for continuing operations, maintenance, and depreciation costs of the K-20 telecommunications network. The funding is in addition to co-payments by K-20 users from institutional base budgets. K-20 network transport costs are appropriated directly to the Department of Information Services.
7. RECRUITMENT AND RETENTION - Funding is provided for competitive faculty and exempt professional staff recruitment and retention salary offers to attract and preserve quality instructional faculty and staff.
8. SALARY INCREASE - A 3 percent salary increase on July 1, 1999, and a 3 percent increase on July 1, 2000, are provided to all higher education classified employees whose salaries are set by the Washington Personnel Resources Board. Funding is provided for average increases of 3 percent on the same dates for all faculty and exempt employees, and all classified employees whose salaries are set through collective bargaining.
9. TUITION RATE INCREASE - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to support instructional quality improvements as determined by the University should its governing board choose to raise tuition and fee charges for all student categories to the maximum allowable increase of 4.6 percent for academic year 1999-00 and 3.6 percent for academic year 2000-01. (Non-Appropriated Institutional Operating Fee Account)

* Please see the 1999 Supplemental Operating Budget Section for additional information.

The Evergreen State College

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	41,009	31,630	72,639
1999 Supplemental *	-65	0	-65
Total 1997-99 Biennium	40,944	31,630	72,574
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1999-01 Maintenance Level	41,029	32,938	73,967
Policy Items			
1. General Inflation	-284	0	-284
2. Pension Rate Savings	-31	0	-31
3. Tacoma Lease	606	0	606
4. Enrollment Increase	987	427	1,414
5. WSIPP Child Witness/Victim Inter	40	0	40
6. Health Insurance Increase	806	0	806
7. K-20 Network Operations	77	0	77
8. Ctr for NW Native American Studies	667	0	667
9. Recruitment and Retention	376	0	376
10. Salary Increase	2,116	0	2,116
11. WSIPP Street Youth Placement	203	0	203
12. Tuition Rate Increase	0	1,666	1,666
<hr/>			
Total 1999-01 Biennium	46,592	35,031	81,623
Fiscal Year 2000 Total	22,359	17,190	39,549
Fiscal Year 2001 Total	24,233	17,841	42,074

Comments:

1. 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.
2. PENSION RATE SAVINGS - Maintenance level budgets for higher education institutions include funding for a 4.36 percent employer contribution to the Public Employees' Retirement System (PERS) effective September 1, 1999, as adopted by the Pension Funding Council. This is a reduction from the current PERS employer contribution rate of 7.32 percent. Funding for employer contributions to PERS are further reduced to reflect a July 1, 1999, implementation date for the new rates. This item reflects the net impact of the earlier implementation date and an increase of 0.05 percent in the contribution rate, as recommended by the Office of the State Actuary to adjust for the July implementation.
3. TACOMA LEASE - Funding is provided for a replacement leased facility in Tacoma beginning in FY 2001 in order to accommodate higher enrollments.
4. ENROLLMENT INCREASE - Funding is provided for 62 new full-time equivalent (FTE) student enrollments in 1999-00 and 75 new student FTEs in 2000-01. New enrollments are funded at the Higher Education Coordinating Board resident student cost of instruction level. For the purpose of determining state general fund support for new enrollments, tuition levels were assumed to increase by 4.6 percent in 1999-00 and 3.6 percent in 2000-01. (General Fund-State, Non-Appropriated Institutional Operating Fees Account)
5. WSIPP CHILD WITNESS/VICTIM INTER - Funding is provided for the Washington State Institute for Public Policy (WSIPP) to facilitate a working group that will establish child sex abuse interview protocols pursuant to Chapter 389, Laws of 1999, Partial Veto (SB 5127 - Child Abuse Investigations).
6. HEALTH INSURANCE INCREASE - Funding is provided for the increased costs of providing employee health benefits. The monthly employer funding rate for each employee for benefits and benefit administration is increased from the FY 1999 level of \$335.98 to \$388.02 in FY 2000 and \$423.57 in FY 2001. An additional \$3.13 for FY 2000 and \$3.89 for FY 2001 are provided for the costs of rebuilding reserves used to fund the settlement of a 1998 lawsuit and to pay for the 1999-01 costs of settling a lawsuit regarding life insurance funding. The funding rates assume the following: no contingency reserve; an increase in the average employee premium from the current level of \$14 per month to \$15.79 for calendar year 2000 and to \$16.89 for calendar year 2001; an increase in the subscriber pharmacy co-pay for multi-source drugs from the current \$20 for a 100-day supply to \$30 for a 100-day supply; and an increase in the explicit subsidy for Medicare-eligible retirees from the current \$43.16 to \$62.48 beginning January 1, 1999, and to \$69.98 beginning January 1, 2000.
7. K-20 NETWORK OPERATIONS - Funding is provided for continuing operations, maintenance, and depreciation costs of the K-20 telecommunications network. The funding is in addition to co-payments by K-20 users from institutional base budgets. K-20 network transport costs are appropriated directly to the Department of Information Services.
8. CTR FOR NW NATIVE AMERICAN STUDIES - Funding is provided to establish a policy center for Northwest Native American Studies at the College. Resources will also be used to enhance academic offerings in native language and tribal administration, and to sustain the College's native arts and economic development initiative begun three years ago with private funds.
9. RECRUITMENT AND RETENTION - Funding is provided for competitive faculty and exempt professional staff recruitment and retention salary offers to attract and preserve quality instructional faculty and staff.
10. SALARY INCREASE - A 3 percent salary increase on July 1, 1999, and a 3 percent increase on July 1, 2000, are provided to all higher education classified employees whose salaries are set by the Washington Personnel Resources Board. Funding is provided for average increases of 3 percent on the same dates for all faculty and exempt employees, and all classified employees whose salaries are set through collective bargaining.
11. WSIPP STREET YOUTH PLACEMENT - Funding is provided for the WSIPP to complete studies related to alternative placement of street youth and the effectiveness of links to the missing children's clearinghouse pursuant to Subsection 202 (1) Chapter 309, Laws of 1999, Partial Veto (ESSB 5180 - 1999 Omnibus Appropriations Act).

The Evergreen State College

12. TUITION RATE INCREASE - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to support instructional quality improvements as determined by the College should its governing board choose to raise tuition and fee charges for all student categories to the maximum allowable increase of 4.6 percent for academic year 1999-00 and 3.6 percent for academic year 2000-01. (Non-Appropriated Institutional Operating Fee Account)

* Please see the 1999 Supplemental Operating Budget Section for additional information.

Western Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	96,773	93,547	190,320
1999 Supplemental *	-248	0	-248
Total 1997-99 Biennium	96,525	93,547	190,072
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1999-01 Maintenance Level	97,827	104,929	202,756
Policy Items			
1. General Inflation	-594	0	-594
2. Pension Rate Savings	-56	0	-56
3. Enrollment Increase	3,600	1,863	5,463
4. Health Insurance Increase	1,817	0	1,817
5. K-20 Network Operations	119	0	119
6. NSIS Consortium	407	0	407
7. Recruitment and Retention	750	0	750
8. Salary Increase	4,845	0	4,845
9. Off-Campus Lease	850	0	850
10. Tuition Rate Increase	0	3,073	3,073
<hr/>			
Total 1999-01 Biennium	109,565	109,865	219,430
Fiscal Year 2000 Total	53,293	54,323	107,616
Fiscal Year 2001 Total	56,272	55,542	111,814

Comments:

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| <p>1. 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.</p> <p>2. PENSION RATE SAVINGS - Maintenance level budgets for higher education institutions include funding for a 4.36 percent employer contribution to the Public Employees' Retirement System (PERS) effective September 1, 1999, as adopted by the Pension Funding Council. This is a reduction from the current PERS employer contribution rate of 7.32 percent. Funding for employer contributions to PERS are further reduced to reflect a July 1, 1999, implementation date for the new rates. This item reflects the net impact of the earlier implementation date and an increase of 0.05 percent in the contribution rate, as recommended by the Office of the State Actuary to adjust for the July implementation.</p> <p>3. ENROLLMENT INCREASE - Funding is provided for 310 new full-time equivalent (FTE) student enrollments in 1999-00 and 113 new student FTEs in 2000-01. New enrollments are funded at the Higher Education Coordinating Board cost of instruction level. For the purpose of determining state general fund support for new enrollments, tuition levels were assumed to increase by 4.6 percent in 1999-00 and 3.6 percent in 2000-01. (General Fund-State, Non-Appropriated Institutional Operating Fees Account)</p> <p>4. HEALTH INSURANCE INCREASE - Funding is provided for the increased costs of providing employee health benefits. The monthly employer funding rate for each employee for benefits and benefit administration is increased from the FY 1999 level of \$335.98 to \$388.02 in FY 2000 and \$423.57 in FY 2001. An additional \$3.13 for FY 2000 and \$3.89 for FY 2001 are provided for the costs of rebuilding reserves used to fund the settlement of a 1998 lawsuit and to pay for the 1999-01 costs of settling a lawsuit regarding life insurance funding. The funding rates assume the following: no contingency reserve; an increase in the average employee premium from the current level of \$14 per month to \$15.79 for calendar year (CY) 2000 and to \$16.89 for CY 2001; an increase in the subscriber pharmacy co-pay for multi-source drugs from the current \$20 to \$30 for a 100-day supply; and an increase in the explicit subsidy for Medicare-eligible retirees from the current \$43.16 to \$62.48 beginning January 1, 1999, and to \$69.98 beginning January 1, 2000.</p> | <p>5. K-20 NETWORK OPERATIONS - Funding is provided for continuing operations, maintenance, and depreciation costs of the K-20 telecommunications network. The funding is in addition to co-payments by K-20 users from institutional base budgets. K-20 network transport costs are appropriated directly to the Department of Information Services.</p> <p>6. NSIS CONSORTIUM - Funding is provided in the first fiscal year for North Snohomish, Island, and Skagit counties (NSIS) consortium administrative expenses. The University has identified funds in its base budget for second-year administrative expenses. Funding in the second fiscal year is provided to lease instructional space in the Everett Transit Center. Funding is provided to Western Washington University as the fiscal agent for the seven-institution higher education consortium which will serve the counties of Island and Skagit and the northern area of Snohomish County.</p> <p>7. RECRUITMENT AND RETENTION - Funding is provided for competitive faculty and exempt professional staff recruitment and retention salary offers to attract and preserve quality instructional faculty and staff.</p> <p>8. SALARY INCREASE - A 3 percent salary increase on July 1, 1999, and a 3 percent increase on July 1, 2000, are provided to all higher education classified employees whose salaries are set by the Washington Personnel Resources Board. Funding is provided for average increases of 3 percent on the same dates for all faculty and exempt employees, and all classified employees whose salaries are set through collective bargaining.</p> <p>9. OFF-CAMPUS LEASE - Funding is provided to lease off-campus space to accommodate increased enrollments.</p> <p>10. TUITION RATE INCREASE - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to support instructional quality improvements as determined by the University should its governing board choose to raise tuition and fee charges for all student categories to the maximum allowable increase of 4.6 percent for academic year 1999-00 and 3.6 percent for academic year 2000-01. (Non-Appropriated Institutional Operating Fee Account)</p> |
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Western Washington University

* Please see the 1999 Supplemental Operating Budget Section for additional information.

Higher Education Coordinating Board

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	193,251	13,887	207,138
1999 Supplemental *	-1	472	471
Total 1997-99 Biennium	193,250	14,359	207,609
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1999-01 Maintenance Level	196,594	9,269	205,863
Policy Items			
1. General Inflation	-48	-10	-58
2. Master Teachers Financial Aid	2,000	0	2,000
3. Washington's Promise Scholarships	9,000	0	9,000
4. Child Care Matching Grants	150	0	150
5. Washington Scholars	232	0	232
6. Pre-Paid Tuition Program	0	939	939
7. Education Opportunity Grant	1,000	0	1,000
8. Funds for Innovation	600	0	600
9. Teacher Training Pilot	300	0	300
10. Jefferson County Pilot Project	500	0	500
11. Community Scholarships Matching Gr	400	0	400
12. High Demand Enrollment Contracts	4,750	0	4,750
13. Health Professions Project	-241	0	-241
14. Information Technology Instruction	2,000	0	2,000
15. State Need Grant	20,000	0	20,000
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Total 1999-01 Biennium	237,237	10,198	247,435
Fiscal Year 2000 Total	111,403	4,943	116,346
Fiscal Year 2001 Total	125,834	5,255	131,089

Comments:

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| <p>1. 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.</p> <p>2. MASTER TEACHERS FINANCIAL AID - Funding is provided to create a program for elementary and secondary public school teachers who do not now hold a Masters of Education degree. Within and until available funds are exhausted, the Higher Education Coordinating Board may repay all or a portion of the expenses incurred by a teacher or a teacher-candidate for one year of masters-level study at an accredited Washington college or university. Payment is conditioned upon the applicant's successful graduation and resumption (or assumption) of classroom teaching duties in a Washington public K-12 school. Those teachers who obtain a math or science credential at the masters level would be given priority for this financial aid.</p> <p>3. WASHINGTON'S PROMISE SCHOLARSHIPS - Funding is provided to award two-year scholarships to high school seniors in the top 10 percent of their school class in 1999 and the top 15 percent of their school class in 2000 and whose families earn no more than 135 percent of the state's median family income. Within available funds, the Higher Education Coordinating Board will determine the award amounts in order to serve the greatest number of eligible students. Annual cash grants are not to exceed state community college tuition. Promise scholars may apply this award towards expenses to attend any public or private college or university located in Washington State.</p> <p>4. CHILD CARE MATCHING GRANTS - Funding is provided for matching grants to public colleges and universities for on-site child care pursuant to the authorities granted in Chapter 375, Laws of 1999 (SSB 5277 - Higher Education Student Child Care Matching Grants). The funding may not be used to construct or remodel facilities.</p> <p>5. WASHINGTON SCHOLARS - Funding is provided for the additional cost of selecting one Washington Scholars alternate from each legislative district as provided in Chapter 159, Laws of 1999 (2SHB 1661- Washington Scholars program).</p> | <p>6. PRE-PAID TUITION PROGRAM - Expenditure authority is provided to meet the costs of actuarial, marketing, and record keeping contracts for the Guaranteed Education Tuition (GET) Program. (Advanced College Tuition Payment Program-State)</p> <p>7. EDUCATION OPPORTUNITY GRANT - Funding is provided to extend the Education Opportunity Grant program to approximately 200 additional recipients per year in the 1999-01 biennium.</p> <p>8. FUNDS FOR INNOVATION - Funding is provided to the public four-year institutions for grants that support teaching and learning innovations and collaborations that respond to revised state priorities outlined in Chapter 169, Laws of 1999 (SHB 1013 - Higher Education Innovation and Quality).</p> <p>9. TEACHER TRAINING PILOT - Funding is provided for two-year grants awarded on a competitive basis to individual public colleges and universities, or consortia, to aid in the development and implementation of K-12 teacher training programs pursuant to Chapter 177, Laws of 1999 (2SHB 1729 - Teacher Training Pilot Program).</p> <p>10. JEFFERSON COUNTY PILOT PROJECT - Funding is provided for a pilot adult learning partnership in Jefferson County between Washington State University and Peninsula Community College. The Higher Education Coordinating Board shall administer the pilot project and report on the results of the pilot project to the appropriate committees of the Legislature by December 2000. Of the total funding provided, \$365,000 of the FY 2000 appropriation is one-time funding for interactive classrooms and other technology to support distance learning.</p> <p>11. COMMUNITY SCHOLARSHIPS MATCHING GR - Funding is provided for the Community Scholarship Organization Matching Grant program. Matching grants of \$2,000 are offered to tax exempt community scholarship organizations that raise \$2,000 for student scholarships. This funding will provide 100 additional state matches annually, and preference shall be given to</p> |
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Higher Education Coordinating Board

groups affiliated with the national citizens' scholarship foundation.

12. **HIGH DEMAND ENROLLMENT CONTRACTS** - Funding is provided to contract for 500 full-time equivalent (FTE) undergraduate students in high demand fields with limited current access to educational programs. In consultation with the Governor and the Legislature, the Higher Education Coordinating Board will design and implement the bidding process by which Washington's public institutions can compete for these FY 2001 enrollment contracts.
13. **HEALTH PROFESSIONS PROJECT** - Funding is eliminated for health data collection activities due to lack of matching funds from the Department of Health.
14. **INFORMATION TECHNOLOGY INSTRUCTION** - One-time funding is provided for competitive grants to public four-year institutions to expand information technology and computer science programs. Successful proposals will include 100 percent matching resources in the form of non-state cash or in-kind assets and will include a plan to permanently maintain programs developed by the grant. The Higher Education Coordinating Board will report to the Governor and legislative fiscal committees by June 30, 2001, on the impact of these grants.
15. **STATE NEED GRANT** - Funding is provided for new enrollments in order to continue serving eligible students from families with incomes up to 55 percent of the state's median family income and to raise grants dollar-for-dollar where needed to match tuition and fee increases adopted by institution governing boards under limits set by the Legislature for the 1999-01 biennium. Increased need grant funding will serve approximately 7,000 more students than in the 1997-99 biennium.

* Please see the 1999 Supplemental Operating Budget Section for additional information.

Spokane Intercollegiate Research & Technical Institute

(Dollars in Thousands)

	GF-S	Other	Total
1997-99 Expenditure Authority	0	3,771	3,771
1999-01 Maintenance Level	0	2,659	2,659
Total 1999-01 Biennium	0	2,659	2,659
Fiscal Year 2000 Total	0	2,634	2,634
Fiscal Year 2001 Total	0	25	25

Comments:

General Fund-State support is provided to the Spokane Intercollegiate Research & Technical Institute (SIRTI) through the Department of Community, Trade, and Economic Development. Refer to page 78, item 19 for a description of General Fund-State changes to SIRTI's budget.