

Higher Education

Enrollment Increases

The amount of \$31.4 million from the state general fund is provided to address increasing enrollment demand. Access to public higher education is expanded to accommodate an additional 3,575 full-time equivalent (FTE) student enrollments: 435 enrollments in the baccalaureate institutions and 3,140 enrollments in the community and technical colleges. Included in these totals are 239 new enrollments to expand the supply of college graduates and trainees in computer science, network engineering, software systems, and information technology, 140 of which are earmarked to accelerate the preparation of students with the math and science credits necessary to transfer to a new state technology institution operating at the University of Washington-Tacoma.

Other Support for New Enrollments

Supporting new enrollments, the sum of \$2 million from the state general fund is provided to develop new training programs in rural counties and other communities adversely impacted by job reductions and industry dislocation – particularly due to rapid changes in the price of energy. Another \$1.1 million from the state general fund supports the operation of the North Snohomish, Island, and Skagit (NSIS) higher education consortium. The Jefferson County demonstration project to improve access to post-secondary education for adults living in remote areas is renewed with \$350,000 from the state general fund. Students from migrant and seasonal farm-working families will receive assistance in the transition from high school to college through a new state grant program at the Higher Education Coordinating Board.

Applied Research

The Spokane Intercollegiate Research and Technology Institute receives a direct appropriation of \$3 million from the general fund to support its operations. The University of Washington and Washington State University each receive an additional \$300,000 from the state general fund for faculty research projects to advance the development of new technologies.

Compensation

A cost-of-living adjustment (COLA) of 3.7 percent, effective July 2, 2001, is funded for state-funded higher education employees. Funding is also provided for a second COLA in fiscal year 2003 in an amount to be determined by the 2002 Legislature, consistent with the provisions of Initiative 732 for academic employees and technical college employees. Additionally, the community and technical colleges receive \$7.5 million from the state general fund to address part-time faculty salary disparity and \$3.5 million from the state general fund for increments.

Financial Aid

A total of \$33 million from the state general fund is appropriated to increase student financial aid through State Need Grant, Promise Scholarship, and State Work Study programs. The sum of \$1 million from the state general fund remains in the budget to renew conditional loans to classified K-12 employees seeking to become classroom teachers through a demonstration project at the Higher Education Coordinating Board.

Tuition Policy

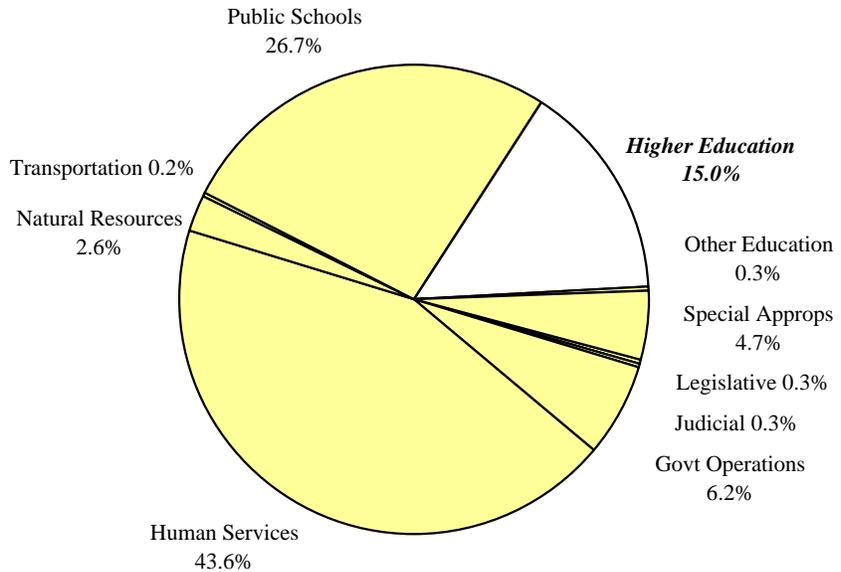
Governing boards of each institution and the State Board for Community and Technical Colleges are granted authority to increase tuition rates with caps set by the Legislature in the budget act. For undergraduate and most graduate students, the maximum increase for academic year 2001-02 is 6.7 percent and for academic year 2002-03 is 6.1 percent. Tuition fees for law and graduate business programs may not increase more than 12 percent a year except at the University of Washington where the maximum increase for graduate business programs is 15 percent for academic year 2001-02 and 20 percent for academic year 2002-03. For adult basic education classes, the Legislature intends that a minimum of \$5.00 a credit hour be charged except for students of limited income. The

Governor vetoed this fee directive. Continuing the policy of the prior biennium, tuition rates may vary based on “off hour” educational services – courses offered in the evening or on weekend, for distance education, or on different campuses – to encourage full use of state educational facilities and resources.

2001-03 Washington State Operating Budget Total Budgeted Funds

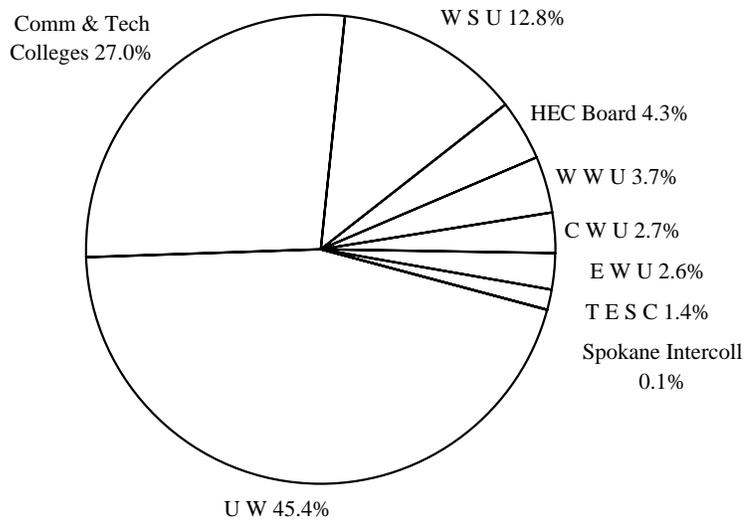
(Dollars in Thousands)

Legislative	139,285
Judicial	141,697
Governmental Operations	2,707,559
Human Services	18,911,595
Natural Resources	1,123,648
Transportation	104,494
Public Schools	11,571,857
Higher Education	6,502,726
Other Education	116,415
Special Appropriations	2,036,571
Statewide Total	43,355,847



Washington State

Univ of Washington	2,952,973
Community/Tech Colleges	1,755,794
Washington State Univ	833,510
Higher Ed Coord Bd	279,692
Western Washington Univ	240,406
Central Washington Univ	178,717
Eastern Washington Univ	166,402
The Evergreen State Coll	90,905
Spokane Intercoll	4,327
Higher Education	6,502,726

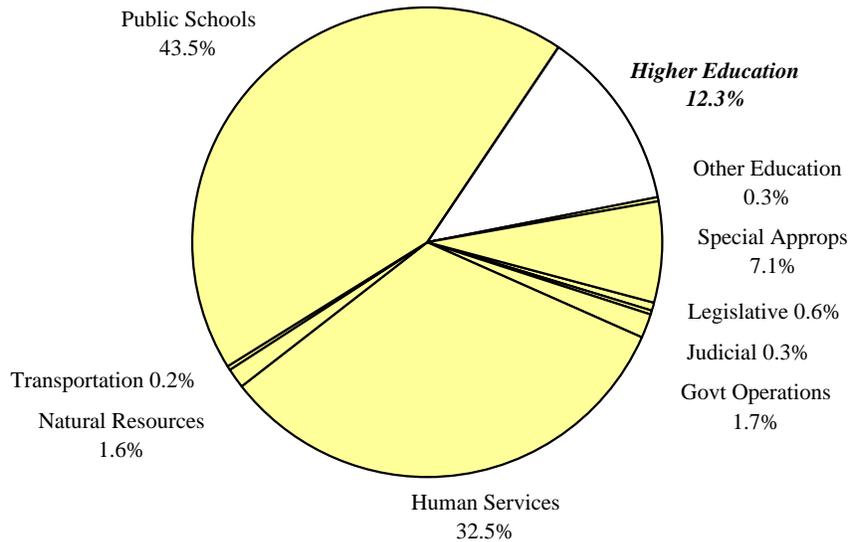


Higher Education

2001-03 Washington State Operating Budget General Fund-State

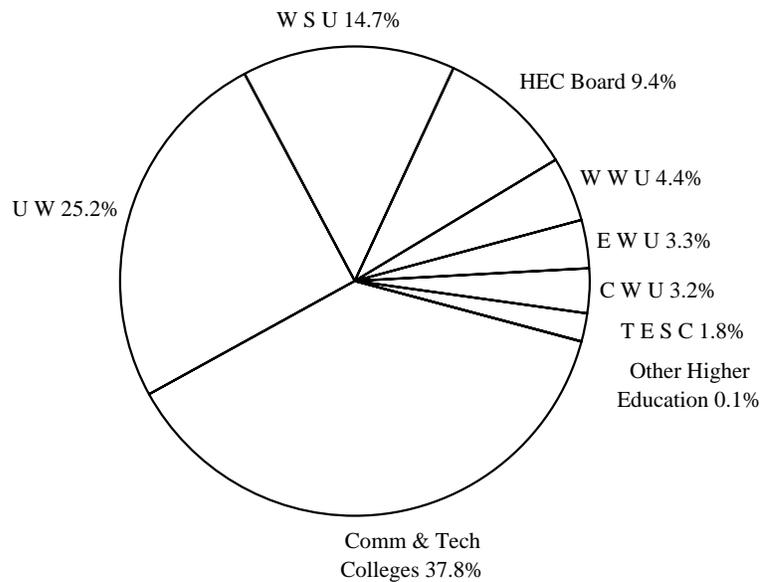
(Dollars in Thousands)

Legislative	133,124
Judicial	71,679
Governmental Operations	392,304
Human Services	7,415,303
Natural Resources	355,477
Transportation	40,722
Public Schools	9,903,086
Higher Education	2,800,460
Other Education	59,988
Special Appropriations	1,611,095
Statewide Total	22,783,238



Washington State

Community/Tech Colleges	1,058,130
Univ of Washington	707,088
Washington State Univ	411,355
Higher Ed Coord Bd	264,603
Western Washington Univ	122,636
Eastern Washington Univ	92,914
Central Washington Univ	89,140
The Evergreen State Coll	51,594
Other Higher Education	3,000
Higher Education	2,800,460



Higher Education

Higher Education
FTE Student Enrollment History
 By Academic Year

	Actual Enrollment							Budgeted	
	1994-95 ¹	1995-96 ¹	1996-97 ¹	1997-98 ¹	1998-99 ¹	1999-00 ¹	2000-01 ¹	2001-02	2002-03
Community & Technical Colleges	113,609	118,075	118,653	117,925	121,302	125,131	128,093	125,082	126,902
General Enrollment ⁽²⁾	113,609	109,907	111,129	110,808	114,885	117,623	120,830	117,852	119,672
Dislocated Workers ⁽²⁾	0	8,168	7,524	7,117	6,417	7,508	7,263	7,200	7,200
Two-plus-Two ⁽³⁾	0	0	0	0	0	0	0	30	30
Four-Year Schools	77,305	77,977	79,435	80,458	81,814	82,734	84,784	84,523	85,290
University of Washington	31,493	31,811	32,858	33,398	33,592	34,058	34,966	34,820	35,146
Washington State University	18,007	18,425	18,594	18,584	19,148	18,983	19,473	19,570	19,694
Eastern Washington University	7,605	7,364	6,945	6,907	7,244	7,712	8,081	7,933	8,017
Central Washington University	7,337	7,339	7,448	7,474	7,471	7,463	7,287	7,470	7,470
The Evergreen State College	3,377	3,387	3,489	3,728	3,822	3,697	3,786	3,754	3,837
Western Washington University	9,486	9,651	10,101	10,367	10,537	10,821	11,191	10,976	11,126
HECB Timber Workers ⁽⁴⁾	104	118	139	148	177	45	48	0	0
Total Higher Education	191,018	196,170	198,227	198,531	203,293	207,910	212,925	209,605	212,192

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

(3) Specific funding has been provided since 2000-01 for Olympic Community College to facilitate the delivery of upper division courses by accredited, four-year guest institutions for 30 FTE students. Because the supporting funds do not generate lower division enrollment, there are no actual FTEs to report for the two-year college system.

(4) Actual Timber Worker enrollments reported for 1994-95, 1995-96, 1996-97, 1997-98 and 1998-99 include Pullman extended degree students.

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 2000-2001	Increase for 2001-2002	Total Budgeted 2001-2002	Increase for 2002-03	Total Budgeted 2002-2003
Community & Technical Colleges	123,762	1,320	125,082	1,820	126,902
General Enrollments	116,032	1,820	117,852	1,820	119,672
Dislocated Workers ⁽¹⁾	7,200	0	7,200	0	7,200
Timber Workers	500	-500	0	0	0
Two-plus-Two	30	0	30	0	30
Four-Year Schools	84,855	-332	84,523	767	85,290
University of Washington	34,688	132	34,820	326	35,146
Seattle ⁽²⁾	32,266	55	32,321	106	32,427
Bothell ⁽²⁾	1,136	33	1,169	66	1,235
Tacoma ⁽²⁾	1,286	44	1,330	154	1,484
Washington State University	19,847	-277	19,570	124	19,694
Main	17,609	-277	17,332	0	17,332
Spokane ⁽²⁾	551	0	551	42	593
Tri-Cities	616	0	616	0	616
Vancouver ⁽²⁾	1,071	0	1,071	82	1,153
Eastern Washington University	7,864	69	7,933	84	8,017
Central Washington University	7,867	-397	7,470	0	7,470
The Evergreen State College	3,713	41	3,754	83	3,837
Western Washington University	10,826	150	10,976	150	11,126
HECB Timber Workers	50	-50	0	0	0
Total Higher Education	208,617	988	209,605	2,587	212,192

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

(2) Subject to reporting requirements, the research universities may reallocate up to 10 percent of newly budgeted FTEs to a campus other than that designated by lawmakers to focus on high demand areas.

2001-2003 New Tuition and Services and Activities Fee Authority*

	Current Rate 2000-2001	Maximum New Rate	
		2001-2002	2002-2003
Research Universities			
Resident Undergraduate	3,650	3,898	4,132
Resident Graduate - Business (UW)	5,642	6,490	7,786
Resident Graduate - Business (WSU)	5,642	6,319	7,078
Resident Graduate - All Other	5,642	6,022	6,388
Resident Law	6,099	6,834	7,657
Resident MD/DDS/DVM	9,338	9,963	10,570
Nonresident Undergraduate	11,456	12,225	12,970
Nonresident Graduate - Business (UW)	14,018	16,119	19,342
Nonresident Graduate - Business (WSU)	14,018	15,703	17,590
Nonresident Graduate - All Other	14,018	14,955	15,868
Nonresident Law	15,207	17,034	19,081
Nonresident MD/DDS/DVM	23,462	25,035	26,560
Regional Universities			
Resident Undergraduate	2,831	3,019	3,204
Resident Graduate - Business	4,532	5,075	5,683
Resident Graduate - All Other	4,532	4,834	5,130
Nonresident Undergraduate	9,966	10,634	11,284
Nonresident Graduate - Business	13,674	15,315	17,153
Nonresident Graduate - All Other	13,674	14,591	15,841
Community & Technical Colleges			
Resident Undergraduate	1,641	1,751	1,861
Nonresident Undergraduate	6,459	6,893	7,315

* 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 up to certain limits set out in section 601 of the act. The tuition and fee levels above illustrate the maximum amounts that could be set by institutions. For most students, tuition fees may increase by a maximum of 6.7 percent in academic year 2001-02 and 6.1 percent in academic year 2002-03. Higher increases are possible for law and graduate business programs. Institutions may adopt tuition rate increases that vary by student category. Institutions may also adjust tuition rates 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
1999-01 Expenditure Authority	945,968	563,378	1,509,346
2001 Supplemental *	700	0	700
Total 1999-01 Biennium	946,668	563,378	1,510,046
<hr/>			
2001-03 Maintenance Level	1,015,103	659,709	1,674,812
Policy Changes			
1. Health Benefit Changes	11,098	0	11,098
2. On-Line Campus	0	4,500	4,500
3. General Inflation	-4,474	0	-4,474
4. Community Development Program	2,000	0	2,000
5. Staff and Administrator Salaries	17,114	0	17,114
6. Enrollment Increase	23,957	6,365	30,322
7. Pipeline for Technology Institute	966	249	1,215
8. Pension Savings/Economic Assumption	-5,894	0	-5,894
9. FICA Savings	-869	0	-869
10. Fees to Support Adult Basic Ed	-3,000	6,000	3,000
11. Tuition Rate Increase	0	26,841	26,841
12. Reprogram Timber Worker Enrollment	-2,882	0	-2,882
13. Part-Time Faculty Salary Increase	7,500	0	7,500
14. Faculty Increments	3,500	0	3,500
15. Operating Cost Reductions	-5,989	0	-5,989
16. Governor Veto	0	-6,000	-6,000
<hr/>			
Total 2001-03 Biennium	1,058,130	697,664	1,755,794
Fiscal Year 2002 Total	514,399	343,461	857,860
Fiscal Year 2003 Total	543,731	354,203	897,934

Comments:

- | | |
|--|---|
| <p>1. Health Benefit Changes - The monthly employer contribution rate is increased from \$436.16 in FY 2001 to \$457.29 in FY 2002 and \$497.69 in FY 2003. Additional details are provided in Agency 713 - State Employee Compensation Adjustments.</p> | <p>fund a 2.6 percent increase effective July 1, 2002, but the adoption of a specific salary increase is left to the 2002 Legislature. General fund-state funding is also provided for one-half of the cost of increases for positions assumed to be funded from tuition revenues.</p> |
| <p>2. On-Line Campus - One-time funding is provided to enhance the distance learning project. An on-line student service center will expand access to courses and programs among all college campuses. Help desk service will be available to students 24 hours a day, seven days a week. (Education Savings Account-State)</p> | <p>6. Enrollment Increase - Funding is provided for 3,500 new full-time equivalent (FTE) students during the 2001-03 biennium. New enrollment is supported by the state at an average rate of \$4,565. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)</p> |
| <p>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.</p> | <p>7. Pipeline for Technology Institute - Funding is provided to recruit, enroll, and prepare 140 FTE associate degree students for transfer to the State Technology Institute in Tacoma from college districts located in Grays Harbor, King, Kitsap, Pierce, and Thurston counties. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)</p> |
| <p>4. Community Development Program - Funding is provided for community and technical college training programs in rural counties and other communities impacted by business closures and job reductions, particularly those brought about due to the energy crisis.</p> | <p>8. Pension Savings/Economic Assumption - The Public Employees' Retirement System employer contribution rate is reduced to 1.54 percent effective July 1, 2001, and the Teachers' Retirement System employer contribution rate is reduced to 2.75 percent, effective September 1, 2001. For more details, see Agency 713 - State Employee Compensation Adjustments.</p> |
| <p>5. Staff and Administrator Salaries - A cost-of-living adjustment (COLA) of 3.7 percent, effective July 1, 2001, is funded for state-funded, non-academic administrators and classified employees. Funds are also available sufficient to</p> | |

Community & Technical College System

9. **FICA Savings** - The budget reduces the level of higher education institutions' allocations for health insurance rate increases to recognize the school FICA (social security) savings from payment of employee premiums on a pre-tax basis. The funding rate is reduced by \$3.00 per month for FY 2002, and by \$4.00 for FY 2003, to reflect the school savings resulting from the increase in average employee premiums from \$28 per month in 2001, to \$52 in 2002, and to \$58 in 2003.
10. **Fees to Support Adult Basic Ed** - Adult basic education courses help Washington residents achieve 8th grade level competency in basic reading, writing, math, and social studies. Courses are offered in English as a Second Language, preparation for citizenship, and preparation for taking the General Education Development exam. The Governor vetoed section 603(12) that called for a minimum fee of \$5 per credit hour and asked the Board to review, deliberate, and make a policy recommendation. This veto action does not change the underlying general fund budget for reasons further explained in the Operating Cost Reductions item.
11. **Tuition Rate Increase** - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to maintain or improve instructional programs as determined by each college should the State Board, on behalf of the system, decide to raise tuition fee charges to the maximum allowable increase of 6.7 percent for academic year 2001-02 and 6.1 percent for academic year 2002-03. (Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
12. **Reprogram Timber Worker Enrollment** - Program funds previously held for timber workers are redirected for college training programs offered in rural counties and those communities where rapidly rising energy costs have resulted in permanent job dislocation. Reflecting this budget policy shift, two-year enrollments for timber and other natural resource industry labor are reduced by 500 FTE students. Such workers will continue to be served by the state's \$57 million education and training program for unemployed workers and stand to benefit from U.S. Department of Labor grants that help Washington retrain those losing their jobs due to declining federal timber harvests.
13. **Part-Time Faculty Salary Increase** - Funding is provided to increase the statewide, average compensation of part-time instructors at state community colleges. The Board may decide how best to allocate this sum among all 34 districts to achieve the Legislature's objective. Annually, the Board will report on the outcome of collective bargaining that materially impacts progress to close the gap between full-time and part-time equivalent salaries on both a system and district basis. Such information is to be provided to the fiscal and higher education committees of the Legislature by December 1st of each fiscal year.
14. **Faculty Increments** - Funding is provided for incremental salary adjustments for faculty and staff. General fund appropriations may be used in combination with turnover savings for this purpose.
15. **Operating Cost Reductions** - The budget assumes a reduction of 2 percent of non-instruction program costs. For the system of community and technical colleges, a smaller general fund reduction was taken to account for legislative assumptions as to the financing of adult basic education during the 2001-03 biennium. The Governor's veto of section 603(12) has the effect of bringing the requirements for operating cost reductions by colleges back up to the 2 percent level.
16. **Governor Veto** - The Governor vetoed Section 603(12) of Chapter 7, Laws of 2001, 2nd sp.s., Partial Veto (ESSB 6153), which called for a minimum \$5 per credit hour charge to enroll in adult basic education classes. The Legislature assumed it would share with colleges the benefit of \$6 million in additional, local revenue that herein lapses. (Institutions of Higher Education-Operating Fees Account-Non-Appropriated)

* Please see the 2001 Supplemental Operating Budget Section for additional information.

University of Washington

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Expenditure Authority	651,947	2,060,095	2,712,042
2001-03 Maintenance Level	674,309	2,214,996	2,889,305
Policy Changes			
1. Health Benefit Changes	6,700	78	6,778
2. General Inflation	-4,579	-93	-4,672
3. Faculty and Staff Salary Increase	28,833	298	29,131
4. Enrollment Increase	5,910	2,722	8,632
5. Technology Institute	4,000	0	4,000
6. Pension Savings/Economic Assumption	-2,138	-36	-2,174
7. FICA Savings	-524	-6	-530
8. Survey Cause of Multiple Sclerosis	50	0	50
9. Tuition Rate Increase	0	26,823	26,823
10. Urban Horticulture Center	0	1,103	1,103
11. Advanced Technology Initiative	300	0	300
12. Operating Cost Reductions	-5,773	0	-5,773
Total 2001-03 Biennium	707,088	2,245,885	2,952,973
Fiscal Year 2002 Total	345,974	1,099,769	1,445,743
Fiscal Year 2003 Total	361,114	1,146,116	1,507,230

Comments:

1. **Health Benefit Changes** - The monthly employer contribution rate is increased from \$436.16 in FY 2001 to \$457.29 in FY 2002 and \$497.69 in FY 2003. Additional details are provided in Agency 713 - State Employee Compensation Adjustments. (General Fund-State, Accident Account, Medical Aid Account, Death Investigations 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.
3. **Faculty and Staff Salary Increase** - A cost-of-living adjustment (COLA) of 3.7 percent, effective July 1, 2001, is funded for state-funded faculty and classified employees. Funds are also available sufficient to fund a 2.6 percent increase effective July 1, 2002, but the adoption of a specific salary increase is left to the 2002 Legislature. General fund state funding is also provided for one-half of the cost of increases for positions assumed to be funded from tuition revenues. (General Fund-State, Accident Account, Medical Aid Account, Death Investigations Account)
4. **Enrollment Increase** - Funds are provided to expand the main and branch campuses by a total of 458 full-time equivalent (FTE) students in 2001-03. New access budgeted for Seattle is 161 FTE students, for Bothell 99 FTE students and for Tacoma 198 FTE students, of which not less than 99 shall be allocated for degree programs offered by the new State Technology Institute. Flexibility is granted to redirect up to 10 percent of the new (not base) enrollments from one campus to another in order to respond to high-demand areas. The Office of Financial Management and the Legislature must be notified of this action as a supplement to quarterly institution enrollment reports. The budget assumes the mix of new students will be 209 FTE graduates, and 249 FTE undergraduates, of which 224 will seek upper-division level coursework. The result for the University of Washington (UW) is enrollment support from the state that averages \$10,017 per student. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
5. **Technology Institute** - Operating support is provided for a State Technology Institute operating from the university's Tacoma branch campus. The budget includes state enrollment money for 99 new undergraduate or graduate technology students during the 2001-03 biennium. Additional resources have been appropriated to the State Board (see Agency 699) so regional community and technical colleges can recruit and prepare 140 FTE associate degree students for transfer to the Institute starting in the 2002-03 academic year. The state's total investment is \$8.3 million which reflects tuition and general funds for academic instruction and supporting services, as well as \$2 million in capital funds to leverage private gifts received by the UW and to construct and equip computer language labs for public two-year college partners.
6. **Pension Savings/Economic Assumption** - The Public Employees' Retirement System employer contribution rate is reduced to 1.54 percent effective July 1, 2001, and the Teachers' Retirement System employer contribution rate is reduced to 2.75 percent, effective September 1, 2001. For more details, see Agency 713 - State Employee Compensation Adjustments. (General Fund-State, Accident

University of Washington

Account, Medical Aid Account, Death Investigations Account)

7. **FICA Savings** - The budget reduces the level of higher education institutions' allocations for health insurance rate increases to recognize the school FICA (social security) savings from payment of employee premiums on a pre-tax basis. The funding rate is reduced by \$3.00 per month for FY 2002, and by \$4.00 for FY 2003, to reflect the school savings resulting from the increase in average employee premiums from \$28 per month in 2001, to \$52 in 2002, and to \$58 in 2003. (General Fund-State, Accident Account, Medical Aid Account)
8. **Survey Cause of Multiple Sclerosis** - Funding is provided for the School of Medicine to conduct a survey that examines characteristics, factors, and probable causes for the high incidence of multiple sclerosis cases in Washington State.
9. **Tuition Rate Increase** - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to maintain or improve instructional programs as determined by the University should its governing board choose to raise tuition fee charges for resident undergraduate and most graduate students by the maximum allowable increase of 6.7 percent for academic year 2001-02 and 6.1 percent for academic year 2002-03. While authority has been granted to raise tuition for law programs by a maximum of 12.0 percent a year and for graduate business programs by a maximum of 15.0 percent and 20.0 percent respectively for the first and second academic years of 2001-03, such additional, local revenue capacity is neither assumed nor displayed here. (Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
10. **Urban Horticulture Center** - Funding is provided for expenses related to reconstruction and repair of the Urban Horticulture Center at Merrill Hall. Additional cash to support this appropriation results from action taken in the budget (see section 731) to redirect enrollment support provisoed, and not expected to be earned, by UW branch campuses for the current academic year that otherwise would lapse to the Education Savings Account come June 30, 2001. (University of Washington Building Account-State)
11. **Advanced Technology Initiative** - Funding is provided to support further applied technology projects at the UW. The University plans to apply this money to support faculty research in photonics, distributed diagnostics for home health care, structural and computational neuroscience, as well as construction science and education.
12. **Operating Cost Reductions** - The budget assumes a reduction of 2 percent of non-instruction program costs.

Washington State University

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Expenditure Authority	379,970	409,217	789,187
2001-03 Maintenance Level	398,872	409,428	808,300
Policy Changes			
1. Health Benefit Changes	3,775	0	3,775
2. General Inflation	-2,108	0	-2,108
3. Faculty and Staff Salary Increase	17,553	0	17,553
4. Enrollment Increase	1,230	504	1,734
5. Rebase for Pullman	-1,567	-1,928	-3,495
6. Pension Savings/Economic Assumption	-1,710	0	-1,710
7. FICA Savings	-295	0	-295
8. Tuition Rate Increase	0	14,151	14,151
9. Advanced Technology Initiative	300	0	300
10. Operating Cost Reductions	-4,695	0	-4,695
Total 2001-03 Biennium	411,355	422,155	833,510
Fiscal Year 2002 Total	201,416	207,976	409,392
Fiscal Year 2003 Total	209,939	214,179	424,118

Comments:

1. **Health Benefit Changes** - The monthly employer contribution rate is increased from \$436.16 in FY 2001 to \$457.29 in FY 2002 and \$497.69 in FY 2003. Additional details are provided in Agency 713 - State Employee Compensation Adjustments.
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 and Staff Salary Increase** - A cost-of-living adjustment (COLA) of 3.7 percent, effective July 1, 2001, is funded for state-funded faculty and classified employees. Funds are also available sufficient to fund a 2.6 percent increase effective July 1, 2002, but the adoption of a specific salary increase is left to the 2002 Legislature. General fund-state funding is also provided for one-half of the cost of increases for positions assumed to be funded from tuition revenues.
4. **Enrollment Increase** - Funds are provided to expand branch campus enrollment by a total of 124 full-time equivalent (FTE) students during the 2001-03 biennium. New access beginning in FY 2003 is designated for Vancouver at 82 FTE students and Spokane at 42 FTE students. Flexibility is granted to redirect up to 10 percent of the new (not base) enrollments from one campus to another in order to respond to high-demand areas as those become apparent. The Office of Financial Management and the Legislature must be notified of this action as a supplement to quarterly institution enrollment reports. The budget assumes the mix of new students will be 46 FTE graduate and 78 FTE undergraduates all of whom will seek upper-division level coursework. The result for Washington State University (WSU) is enrollment support from the state that averages \$9,919 per student. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
5. **Rebase for Pullman** - The University's base funding is partially reduced to reflect 277 less FTE students at the Pullman campus this academic year. This adjustment brings budgeted enrollments for the main campus down from 17,609 to 17,332 FTE students as WSU does not expect student growth as assumed in the 1999 biennial budget. The University retains a portion of the general fund savings (\$951,000 of \$2.5 million) which may be applied at local discretion to meet current instruction and student-related expenses or to help finance the start-up of new degree offerings next biennium. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
6. **Pension Savings/Economic Assumption** - The Public Employees' Retirement System employer contribution rate is reduced to 1.54 percent effective July 1, 2001, and the Teachers' Retirement System employer contribution rate is reduced to 2.75 percent, effective September 1, 2001. For more details, see Agency 713 - State Employee Compensation Adjustments.
7. **FICA Savings** - The budget reduces the level of higher education institutions' allocations for health insurance rate increases to recognize the school FICA (social security) savings from payment of employee premiums on a pre-tax basis. The funding rate is reduced by \$3.00 per month for FY 2002, and by \$4.00 for FY 2003, to reflect the school savings resulting from the increase in average employee premiums from \$28 per month in 2001, to \$52 in 2002, and to \$58 in 2003.

Washington State University

8. **Tuition Rate Increase** - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to maintain or improve instructional programs as determined by the University should its governing board choose to raise tuition fee charges for resident undergraduate and most graduate students by the maximum allowable increase of 6.7 percent for academic year 2001-02 and 6.1 percent for academic year 2002-03. While authority has been granted to raise tuition for graduate business programs by a maximum of 12.0 percent a year, such additional, local revenue capacity is neither assumed nor displayed here. (Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
9. **Advanced Technology Initiative** - Funds are provided to support further applied technology projects at WSU. The University plans to apply this money to support faculty research in the genomics of reproduction, agriculture, and forestry genomics, as well as advanced wood composites.
10. **Operating Cost Reductions** - The budget assumes a reduction of 2 percent of non-instruction program costs.

Eastern Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Expenditure Authority	85,539	67,930	153,469
2001-03 Maintenance Level	88,855	68,892	157,747
Policy Changes			
1. Health Benefit Changes	966	0	966
2. General Inflation	-697	0	-697
3. Faculty and Staff Salary Increase	3,903	0	3,903
4. Enrollment Increase	1,133	600	1,733
5. Pension Savings/Economic Assumption	-419	0	-419
6. FICA Savings	-75	0	-75
7. Tuition Rate Increase	0	3,996	3,996
8. Operating Cost Reductions	-752	0	-752
Total 2001-03 Biennium	92,914	73,488	166,402
Fiscal Year 2002 Total	45,532	35,973	81,505
Fiscal Year 2003 Total	47,382	37,515	84,897

Comments:

1. **Health Benefit Changes** - The monthly employer contribution rate is increased from \$436.16 in FY 2001 to \$457.29 in FY 2002 and \$497.69 in FY 2003. Additional details are provided in Agency 713 - State Employee Compensation Adjustments.
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 and Staff Salary Increase** - A cost-of-living adjustment (COLA) of 3.7 percent, effective July 1, 2001, is funded for state-funded faculty and classified employees. Funds are also available sufficient to fund a 2.6 percent increase effective July 1, 2002, but the adoption of a specific salary increase is left to the 2002 Legislature. General fund-state funding is also provided for one-half of the cost of increases for positions assumed to be funded from tuition revenues.
4. **Enrollment Increase** - Funding is provided for 153 new full-time equivalent (FTE) students during the 2001-03 biennium. The budget assumes that all of the new access is at the undergraduate level. The result for Eastern is new enrollment funding from the state that averages \$5,106 per FTE student. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
5. **Pension Savings/Economic Assumption** - The Public Employees' Retirement System employer contribution rate is reduced to 1.54 percent effective July 1, 2001, and the Teachers' Retirement System employer contribution rate is reduced to 2.75 percent, effective September 1, 2001. For more details, see Agency 713 - State Employee Compensation Adjustments.
6. **FICA Savings** - The budget reduces the level of higher education institutions' allocations for health insurance rate increases to recognize the school FICA (social security) savings from payment of employee premiums on a pre-tax basis. The funding rate is reduced by \$3.00 per month for FY 2002, and by \$4.00 for FY 2003, to reflect the school savings resulting from the increase in average employee premiums from \$28 per month in 2001, to \$52 in 2002, and to \$58 in 2003.
7. **Tuition Rate Increase** - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to maintain or improve instructional programs as determined by the University should its governing board choose to raise tuition fee charges for undergraduate and most graduate students by the maximum allowable increase of 6.7 percent for academic year 2001-02 and 6.1 percent for academic year 2002-03. While authority has been granted to raise tuition for graduate level business programs by 12.0 percent a year, such additional, local revenue capacity is not assumed or displayed here. (Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
8. **Operating Cost Reductions** - The budget assumes a reduction of 2 percent of non-instruction program costs.

Central Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Expenditure Authority	86,786	69,173	155,959
2001-03 Maintenance Level	87,346	86,912	174,258
Policy Changes			
1. Health Benefit Changes	1,049	0	1,049
2. General Inflation	-250	-339	-589
3. Faculty and Staff Salary Increase	3,864	0	3,864
4. Enrollment Adjustment	-1,926	-1,046	-2,972
5. Pension Savings/Economic Assumption	-476	0	-476
6. FICA Savings	-82	0	-82
7. Tuition Rate Increase	0	4,050	4,050
8. Operating Cost Reductions	-1,085	0	-1,085
9. Institution Development	700	0	700
Total 2001-03 Biennium	89,140	89,577	178,717
Fiscal Year 2002 Total	44,164	44,119	88,283
Fiscal Year 2003 Total	44,976	45,458	90,434

Comments:

1. **Health Benefit Changes** - The monthly employer contribution rate is increased from \$436.16 in FY 2001 to \$457.29 in FY 2002 and \$497.69 in FY 2003. Additional details are provided in Agency 713 - State Employee Compensation Adjustments.
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 and Staff Salary Increase** - A cost-of-living adjustment (COLA) of 3.7 percent, effective July 1, 2001, is funded for state-funded faculty and classified employees. Funds are also available sufficient to fund a 2.6 percent increase effective July 1, 2002, but the adoption of a specific salary increase is left to the 2002 Legislature. General fund-state funding is also provided for one-half of the cost of increases for positions assumed to be funded from tuition revenues.
4. **Enrollment Adjustment** - Funds are withdrawn, lowering state expectations for students at Central going into the 2001-03 biennium. Actions to bring budgeted enrollments down from 7,867 FTE students are accomplished in the state budget by two actions. First, the University's current services' (maintenance) budget is reduced by \$1.85 million for growth of 197 FTE students expected this academic year that did not materialize. Second, Central herein returns another \$1.9 million for 200 more FTE students. Taken together, the enrollment adjustment of 397 FTE students leaves Central with state general fund support for 7,470 FTE students for the 2001-03 biennium. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
5. **Pension Savings/Economic Assumption** - The Public Employees' Retirement System employer contribution rate is reduced to 1.54 percent effective July 1, 2001, and the Teachers' Retirement System employer contribution rate is reduced to 2.75 percent, effective September 1, 2001. For more details, see Agency 713 - State Employee Compensation Adjustments.
6. **FICA Savings** - The budget reduces the level of higher education institutions' allocations for health insurance rate increases to recognize the school FICA (social security) savings from payment of employee premiums on a pre-tax basis. The funding rate is reduced by \$3.00 per month for FY 2002, and by \$4.00 for FY 2003, to reflect the school savings resulting from the increase in average employee premiums from \$28 per month in 2001, to \$52 in 2002, and to \$58 in 2003.
7. **Tuition Rate Increase** - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to maintain or improve instructional programs as determined by the University should its governing board choose to raise tuition fee charges for undergraduate and most graduate students by the maximum allowable increase of 6.7 percent for academic year 2001-02 and 6.1 percent for academic year 2002-03. While authority has been granted to raise tuition for graduate level business programs by 12.0 percent a year, such additional, local revenue capacity is not assumed or displayed here. (Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
8. **Operating Cost Reductions** - The budget assumes a reduction of 2 percent of non-instruction program costs.

Central Washington University

9. **Institution Development** - One-time funding is provided for the University to begin development and implementation of a plan to stabilize enrollments.

The Evergreen State College

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Expenditure Authority	47,147	35,031	82,178
2001-03 Maintenance Level	48,693	35,682	84,375
Policy Changes			
1. Health Benefit Changes	567	0	567
2. General Inflation	-316	0	-316
3. WSIPP Learning Assistance	60	0	60
4. WSIPP Drug-Affected Infants	65	0	65
5. WSIPP Alternate Teacher Certificate	44	0	44
6. WSIPP Relative Caregivers	50	0	50
7. WSIPP School for the Deaf	50	0	50
8. WSIPP College as Welfare Work	30	0	30
9. WSIPP Health Care Studies	150	0	150
10. WSIPP Juvenile Crime Prevention	100	0	100
11. Faculty and Staff Salary Increase	2,332	0	2,332
12. Enrollment Increase	673	713	1,386
13. Pension Savings/Economic Assumption	-262	0	-262
14. FICA Savings	-44	0	-44
15. Tuition Rate Increase	0	2,916	2,916
16. Operating Cost Reductions	-598	0	-598
Total 2001-03 Biennium	51,594	39,311	90,905
Fiscal Year 2002 Total	25,334	18,990	44,324
Fiscal Year 2003 Total	26,260	20,321	46,581

Comments:

1. **Health Benefit Changes** - The monthly employer contribution rate is increased from \$436.16 in FY 2001 to \$457.29 in FY 2002 and \$497.69 in FY 2003. Additional details are provided in Agency 713 - State Employee Compensation Adjustments.
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. **WSIPP Learning Assistance** - The Washington State Institute for Public Policy (WSIPP) will examine options for revising the state's funding formula for the Learning Assistance Program to enhance accountability for school performance in meeting education reform goals. A report will be submitted to the Legislature by June 30, 2002.
4. **WSIPP Drug-Affected Infants** - WSIPP will evaluate state pilot efforts involving women giving birth to drug-affected infants. A report will be submitted to the Legislature by November 15, 2002.
5. **WSIPP Alternate Teacher Certificate** - WSIPP will evaluate partnership grant programs for alternative teacher certification pursuant to Chapter 158, Laws of 2001 (E2SSB 5695 - Creating Alternative Routes to Teacher Certification). An interim report will be submitted to the Legislature by December 1, 2002, with a final report by December 1, 2004.
6. **WSIPP Relative Caregivers** - WSIPP will examine the prevalence and needs of families who are raising related children. The study shall compare services and policies of Washington State with other states that have a higher rate of kinship care placements in lieu of foster care placements. The study shall identify possible changes in services and policies that are likely to increase appropriate kinship care placements. A report will be submitted to the Legislature by June 1, 2002.
7. **WSIPP School for the Deaf** - WSIPP will examine a variety of educational service delivery models for the benefit of students at the State School for the Deaf. A report, in conjunction with the capacity planning study provided by the Joint Legislative Audit and Review Committee, will be submitted by September 30, 2002.
8. **WSIPP College as Welfare Work** - WSIPP will examine the policies, program structure, and recent experience in states where welfare recipients may attend college full time as their required Temporary Assistance to Needy Families work activity. The study shall recommend how Washington could add such a feature in a targeted, cost-neutral manner that would complement the present-day WorkFirst efforts and caseload. A report will be submitted to the Legislature by November 15, 2001.
9. **WSIPP Health Care Studies** - WSIPP will conduct research and evaluate strategies for constraining the growth in state health care expenditures.

The Evergreen State College

10. **WSIPP Juvenile Crime Prevention** - WSIPP will conduct a comprehensive review of the costs and benefits of existing juvenile crime prevention and intervention programs. This evaluation shall also consider what changes could result in more cost-effective and efficient funding for juvenile crime prevention and intervention programs presently supported with state funds. A report will be submitted to the Legislature by October 1, 2002.
11. **Faculty and Staff Salary Increase** - A cost-of-living adjustment (COLA) of 3.7 percent, effective July 1, 2001, is funded for state-funded faculty and classified employees. Funds are also available sufficient to fund a 2.6 percent increase effective July 1, 2002, but the adoption of a specific salary increase is left to the 2002 Legislature. General fund-state funding is also provided for one-half of the cost of increases for positions assumed to be funded from tuition revenues.
12. **Enrollment Increase** - Funding is provided for 124 new full-time equivalent (FTE) students during the 2001-03 biennium. The budget assumes that the mix of new students is 99 FTE undergraduate and 25 FTE graduate students. The result for Evergreen is new enrollment funding from the state that averages \$4,079 per student, a figure that also reflects a greater proportion of students drawn to and enrolling from communities outside of Washington State. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
13. **Pension Savings/Economic Assumption** - The Public Employees' Retirement System employer contribution rate is reduced to 1.54 percent effective July 1, 2001, and the Teachers' Retirement System employer contribution rate is reduced to 2.75 percent, effective September 1, 2001. For more details, see Agency 713 - State Employee Compensation Adjustments.
14. **FICA Savings** - The budget reduces the level of higher education institutions' allocations for health insurance rate increases to recognize the school FICA (social security) savings from payment of employee premiums on a pre-tax basis. The funding rate is reduced by \$3.00 per month for FY 2002, and by \$4.00 for FY 2003, to reflect the school savings resulting from the increase in average employee premiums from \$28 per month in 2001, to \$52 in 2002, and to \$58 in 2003.
15. **Tuition Rate Increase** - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to maintain or improve instructional programs as determined by the College should its governing board choose to raise tuition fee charges for undergraduate and most graduate students by the maximum allowable increase of 6.7 percent for academic year 2001-02 and 6.1 percent for academic year 2002-03. (Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
16. **Operating Cost Reductions** - The budget assumes a reduction of 2 percent of non-instruction program costs.

Western Washington University

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Expenditure Authority	109,807	109,865	219,672
2001-03 Maintenance Level	114,823	111,083	225,906
Policy Changes			
1. Health Benefit Changes	1,188	0	1,188
2. General Inflation	-581	0	-581
3. Faculty and Staff Salary Increase	5,397	0	5,397
4. Enrollment Increase	2,378	1,402	3,780
5. Higher Education Consortium	1,145	0	1,145
6. Pension Savings/Economic Assumption	-595	0	-595
7. FICA Savings	-93	0	-93
8. Tuition Rate Increase	0	5,285	5,285
9. Operating Cost Reductions	-1,026	0	-1,026
Total 2001-03 Biennium	122,636	117,770	240,406
Fiscal Year 2002 Total	59,755	57,761	117,516
Fiscal Year 2003 Total	62,881	60,009	122,890

Comments:

1. **Health Benefit Changes** - The monthly employer contribution rate is increased from \$436.16 in FY 2001 to \$457.29 in FY 2002 and \$497.69 in FY 2003. Additional details are provided in Agency 713 - State Employee Compensation Adjustments.
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 and Staff Salary Increase** - A cost-of-living adjustment (COLA) of 3.7 percent, effective July 1, 2001, is funded for state-funded faculty and classified employees. Funds are also available sufficient to fund a 2.6 percent increase effective July 1, 2002, but the adoption of a specific salary increase is left to the 2002 Legislature. General fund-state funding is also provided for one-half of the cost of increases for positions assumed to be funded from tuition revenues.
4. **Enrollment Increase** - Funding is provided for 300 new full-time equivalent (FTE) students during the 2001-03 biennium. The budget assumes that the mix of new students will be 30 FTE graduate and 120 FTE undergraduate each year. The result for Western is new enrollment funding from the state that averages \$5,284 per FTE student. (General Fund-State, Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
5. **Higher Education Consortium** - Western Washington University is the fiscal agent for the seven-institution North Snohomish, Island, Skagit (NSIS) Consortium. Additional support is provided for operating expenses in 2001-03 including leased office and teaching space. Program staff will be added to provide student services, and technical staff will be added to support interactive television classrooms and computer labs.
6. **Pension Savings/Economic Assumption** - The Public Employees' Retirement System employer contribution rate is reduced to 1.54 percent effective July 1, 2001, and the Teachers' Retirement System employer contribution rate is reduced to 2.75 percent, effective September 1, 2001. For more details, see Agency 713 - State Employee Compensation Adjustments.
7. **FICA Savings** - The budget reduces the level of higher education institutions' allocations for health insurance rate increases to recognize the school FICA (social security) savings from payment of employee premiums on a pre-tax basis. The funding rate is reduced by \$3.00 per month for FY 2002, and by \$4.00 for FY 2003, to reflect the school savings resulting from the increase in average employee premiums from \$28 per month in 2001, to \$52 in 2002, and to \$58 in 2003.
8. **Tuition Rate Increase** - This tuition revenue estimate is presented for informational purposes only. It reflects new local revenue that could be available to maintain or improve instructional programs as determined by the University should its governing board choose to raise tuition fee charges for undergraduate and most graduate students by the maximum allowable increase of 6.7 percent for academic year 2001-02 and 6.1 percent for academic year 2002-03. While authority has been granted to raise tuition for graduate level business programs by 12.0 percent a year, such additional, local revenue capacity is not assumed or displayed here. (Institutions of Higher Education-Operating Fees Account-Non-Appropriated)
9. **Operating Cost Reductions** - The budget assumes a reduction of 2 percent of non-instruction program costs.

Higher Education Coordinating Board

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Expenditure Authority	240,637	10,198	250,835
2001-03 Maintenance Level	233,788	15,089	248,877
Policy Changes			
1. General Inflation	-35	0	-35
2. Fund for Innovation	-600	0	-600
3. Washington State Work Study	3,000	0	3,000
4. Jefferson County Pilot Project	350	0	350
5. College Assistance Migrant Program	50	0	50
6. State Need Grant Increase	18,880	0	18,880
7. State Need Grant Adjustment	-1,039	0	-1,039
8. Eliminate Educator Excellence Award	-431	0	-431
9. Reprogram Timber Worker Enrollment	-560	0	-560
10. Promise Scholarships	11,200	0	11,200
Total 2001-03 Biennium	264,603	15,089	279,692
Fiscal Year 2002 Total	125,990	7,246	133,236
Fiscal Year 2003 Total	138,613	7,843	146,456

Comments:

- | | |
|---|--|
| <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. Fund for Innovation - General fund constraints do not permit this grant program to be renewed for the 2001-03 biennium.</p> <p>3. Washington State Work Study - Funding is provided to expand both the opportunity for work study from 9,500 to 10,300 students a year and to increase the state share of earning levels from an average of \$1,675 to \$1,735 a year.</p> <p>4. Jefferson County Pilot Project - Funding is provided to continue a demonstration project whose outcomes will clarify necessary elements to increase participation and access to higher education for placebound adult learners living in remote regions miles away from post-secondary institutions. Active educational partners now include the Washington State University Extension Service, Peninsula College, Port Townsend community leaders, and business owners. One full-time outreach coordinator is supported by project funds and next biennium, a portion will be applied to establish a distance-learning computer lab in Brinnon in a public school facility.</p> <p>5. College Assistance Migrant Program - College assistance funds are herein provided solely for the benefit of migrant and seasonal farmworkers and their children. The Board shall disperse state general funds equally to all federal College Assistance Migrant Programs (CAMP) operating in Washington State during the 2001-03 biennium. In order to distribute funds in a timely manner, the Board may establish a date after which no additional grants would be made for the 2001-02 and 2002-03 academic years. CAMPs</p> | <p>supplement traditional financial aid by offering students support during their transition from high school to college. Support typically includes one-on-one mentoring for career development.</p> <p>6. State Need Grant Increase - Funding is provided for new enrollments and to keep pace with tuition increases state universities and colleges may adopt under limits proposed for undergraduate study during the 2001-03 biennium. Additional resources budgeted by the state assume the effective income cutoff for need grants is 55 percent of the state's median family income. Within available funds, the Board may renew need grants for continuing or returning students who qualified at higher income levels during the 1999-00 and 2000-01 academic years so long as the student is making satisfactory progress toward his or her degree. Increased appropriations for the program benefits approximately 3,700 more students next biennium.</p> <p>7. State Need Grant Adjustment - This adjustment brings base funding down to 55 percent median family income, taking into account authorized tuition increases at public universities and colleges for the 2001-03 biennium.</p> <p>8. Eliminate Educator Excellence Award - General fund constraints result in the elimination of state appropriations for Christa McAuliffe excellence awards. Awards are bestowed by the Office of the Superintendent of Public Instruction (OSPI) to recognize outstanding public educators for their commitment, contributions, and leadership. Originally, a tuition grant was provided through the Higher Education Coordinating Board for the teacher's professional development or a school-based improvement. The program changed over time, and now those honored receive cash stipends which range from \$1,000 to \$2,500 per recipient. Each year, five teachers and three classified staff from each</p> |
|---|--|

Higher Education Coordinating Board

congressional district, five principals or administrators on a statewide basis, one school district superintendent, and one school district board of directors are chosen for recognition. The budget assumes OSPI, through savings incentive credits, internal reallocation, or by soliciting a private donor, can make it possible for the suspended grants to resume in some future year.

9. **Reprogram Timber Worker Enrollment** - Program funds previously held for timber workers are redirected for college training programs offered in rural counties and those communities where rapidly rising energy costs have resulted in permanent job dislocation through the State Board for Community and Technical Colleges (also see Agency 699). University level enrollments for timber and other natural resource industry labor are reduced by 50 full-time equivalent students.
10. **Promise Scholarships** - Funding is provided to continue the Washington Promise Scholarship Program. The budget provides a total of \$17 million, \$5.8 million of which carries forward in the base to cover the sophomore-year grant to eligible scholars from the Class of 2000. Scholarships may be newly awarded to seniors in the top 15 percent of their respective high school class for 2001 and 2002 (including students who qualify academically on the basis of ACT or SAT scores) and whose families earn no more than 135 percent of the state's median family income. The Board will determine actual annual awards in order to serve the greatest number of qualified students. Cash grants are not to exceed state community college tuition. Promise scholars may apply this award toward expenses to attend any public or private college or university located in Washington.

Spokane Intercollegiate Research & Technology Inst

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Expenditure Authority	0	2,659	2,659
2001-03 Maintenance Level	0	1,327	1,327
Policy Changes			
1. Agency Operating Funds	3,000	0	3,000
Total 2001-03 Biennium	3,000	1,327	4,327
Fiscal Year 2002 Total	1,500	771	2,271
Fiscal Year 2003 Total	1,500	556	2,056

Comments:

1. **Agency Operating Funds** - Operating funds are budgeted directly to the Spokane Intercollegiate Research and Technology Institute instead of through the Department of Community, Trade, and Economic Development. State support provided for the 2001-03 biennium is 90 percent of current level. General fund constraints mean the Institute will have to adjust operating expenses to balance to available funds, seek private grants, and pursue those ventures and development efforts which enable the agency to generate revenue locally so as to become more self-supporting in future years.