

Higher Education

New Enrollments

A total of \$6.1 million is provided for a total of 497 new high-demand enrollments at programs throughout the state. Specific funding is provided for enrollments at the following institutions:

- University of Washington (UW): 150 students in engineering, math, and science baccalaureate programs.
- Washington State University (WSU): 80 students in baccalaureate and graduate nursing programs or for baccalaureate programs in engineering and construction management.
- Regional universities and The Evergreen State College: 80 enrollments, to be coordinated in a high-demand enrollment pool by the Higher Education Coordinating Board (HECB).
- State Board for Community and Technical Colleges (SBCTC): 187 enrollments for high-demand fields where enrollment access is limited and employers are experiencing difficulty finding qualified graduates to fill job openings.

A total of \$1.1 million is provided for the SBCTC to develop implementation plans for offering applied baccalaureate degrees at four pilot sites as well as the ongoing cost of program funding. Additionally, the budget provides funding for three community and technical colleges to increase the per student state subsidy to \$6,300 per student for the purpose of contracting for upper-divisional coursework.

Workforce Training

A total of \$4.1 million is provided for SBCTC and Workforce Training and Education Coordinating Board to develop and implement opportunity grant programs at selected colleges. The opportunity grants will provide low-income students enrolled in the program with funding to cover the costs of workforce education, which may include tuition, books, fees, and other expenses associated with participating in the program.

The sum of \$3.2 million is provided for implementation of Chapter 112, Laws of 2006 (2SSB 6326), which establishes the Washington Customized Employment Workforce Training Program, to be administered by the SBCTC. The program allows employers locating in the state or expanding in the state to receive funding for employee training. When employees complete the training, employers pay for a quarter of the training cost and are to pay the remaining three-quarters of the cost within 18 months. Additionally, eligible employers receive a 50 percent business and occupation tax credit. The bill creates a new account, the Employment Training Finance Account and includes a \$3.1 million appropriation from the state general fund to the new account. All of the programs revenues and expenditures shall be out of the new account.

A total of \$1.0 million is provided for expansion of the Job Skills program run by the SBCTC. Funds will be matched by employers as part of the program's requirements. Additionally the Board is encouraged to apply any savings gained through the SmartBuy program for additional funding for the job skills program.

Compensation

A total of \$3.3 million is provided to implement the COLAs as specified by Initiative 732. Additionally, \$1.5 million is provided for additional faculty increments at the community and technical colleges. The amount provided shall be allocated proportionally to part-time and full-time faculty based on their respective salary bases.

A total of \$0.8 million is provided to maintain health care benefits for part-time academic employees at community and technical colleges, provided the employees establish and maintain an annual average workload pattern of over 50 percent time, as specified in Chapter 308, Laws of 2006 (2SHB 2583).

Operations Support

One-time funding of \$3.0 million is provided to institutions of higher education for assistance in managing recent increases in natural gas rates during fiscal year 2006. The funding provides the General Fund-State share of 17.5 percent increase in natural gas costs.

A total of \$5.7 million is provided for maintenance and operations costs for 35 instructional facilities located throughout the state. This includes 32 projects for community and technical colleges and three projects for WSU located in Spokane, Prosser, and Vancouver.

A total of \$2.0 million is provided for UW to pay for operations and maintenance costs of the Bioengineering and Genome Sciences buildings that will become operational during the 2005-07 biennium.

New Programs and Research

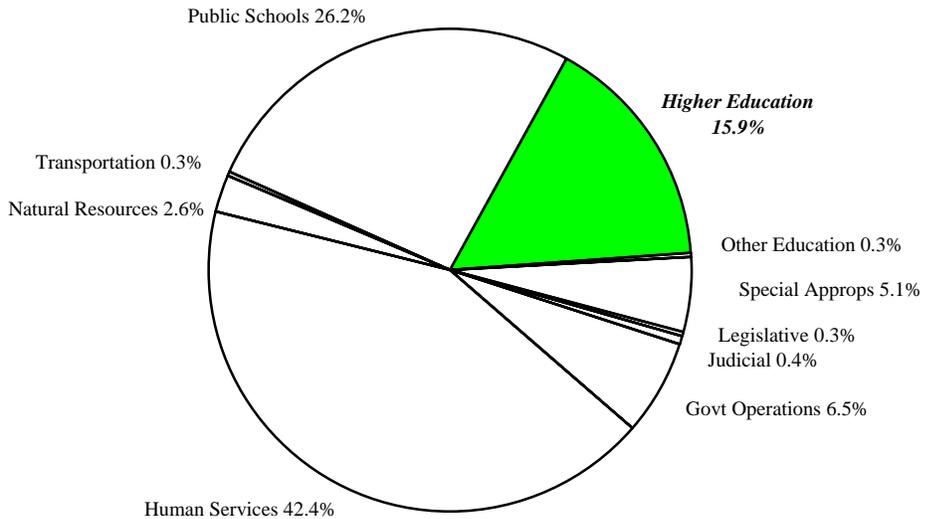
A total of \$4.3 million is provided for life sciences research throughout the state. This includes the following projects:

- \$2.4 million for UW to increase its capacity to conduct life sciences research. State funding will be leveraged with private and federal investments.
- \$1 million for WSU for the development of life sciences research located in Spokane. The research will focus on developing and implementing new medical treatment therapies.
- \$0.9 million for the Life Sciences Discovery Fund Authority for start-up costs. Legislation from 2005 created the Life Sciences Discovery Fund Authority to provide grants for life sciences research.

A total of \$0.8 million is provided for WSU for the operation of the AgNetWeather System. The system will provide data for fire services, scientists predicting movement of airborne particulates, and for additional weather-dependent state and private agricultural, natural resource, and environmental activities throughout the state.

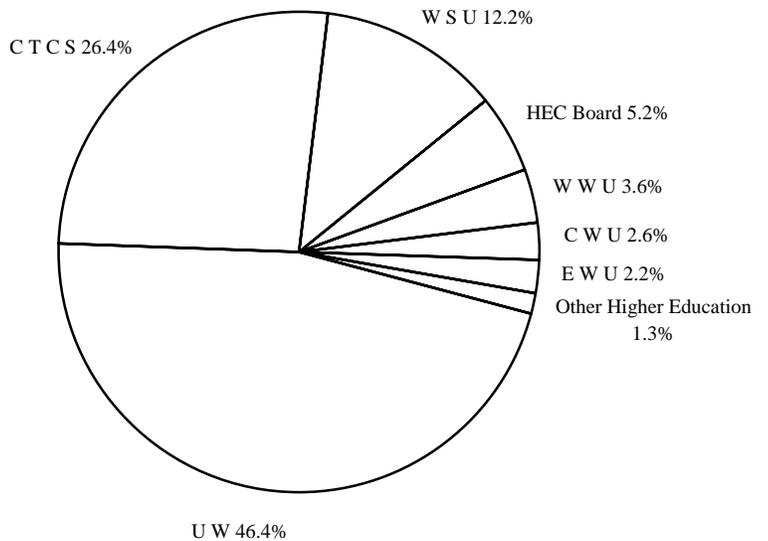
**2005-07 Washington State Omnibus Operating Budget
Including 2006 Supplemental
Total Budgeted Funds**
(Dollars in Thousands)

Legislative	149,275
Judicial	216,066
Governmental Operations	3,348,551
Human Services	21,747,617
Natural Resources	1,340,259
Transportation	148,331
Public Schools	13,440,836
Higher Education	8,162,627
Other Education	139,846
Special Appropriations	2,595,329
Statewide Total	51,288,737



Washington State

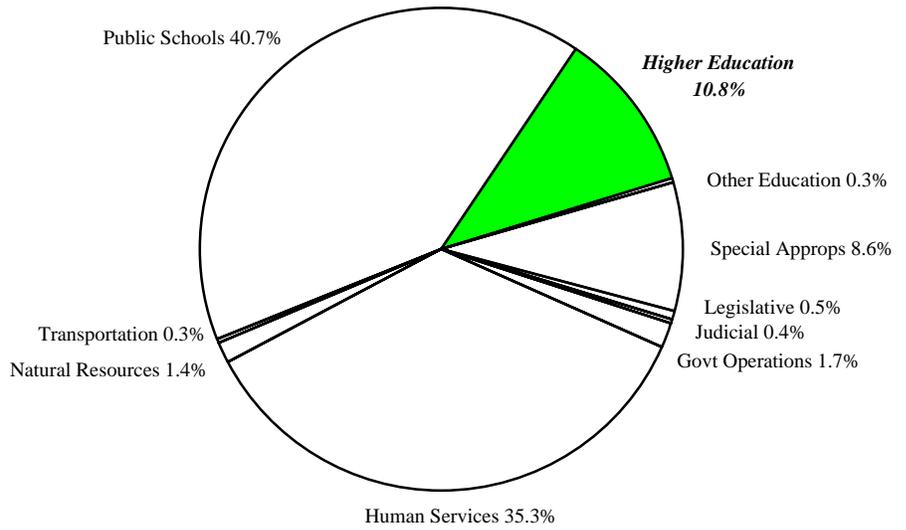
Univ of Washington	3,786,974
C T C S	2,157,991
Washington State Univ	995,536
Higher Ed Coord Bd	424,643
Western Washington Univ	293,587
Central Washington Univ	214,419
Eastern Washington Univ	182,116
Other Higher Education	107,361
Higher Education	8,162,627



Higher Education

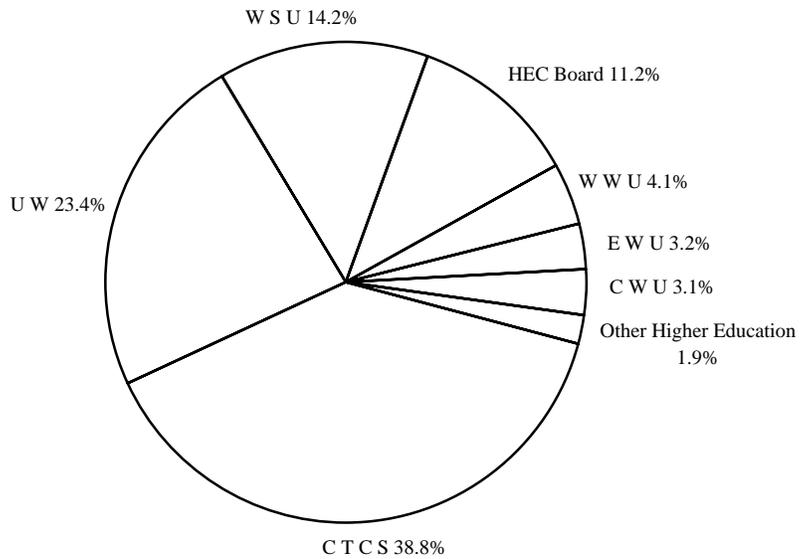
**2005-07 Washington State Omnibus Operating Budget
Including 2006 Supplemental
General Fund-State
(Dollars in Thousands)**

Legislative	141,772
Judicial	105,942
Governmental Operations	471,118
Human Services	9,648,542
Natural Resources	382,648
Transportation	73,593
Public Schools	11,098,029
Higher Education	2,949,314
Other Education	77,375
Special Appropriations	2,349,573
Statewide Total	27,297,906



Washington State

C T C S	1,145,750
Univ of Washington	690,218
Washington State Univ	420,006
Higher Ed Coord Bd	331,507
Western Washington Univ	120,428
Eastern Washington Univ	93,500
Central Washington Univ	92,347
Other Higher Education	55,558
Higher Education	2,949,314



Higher Education

Higher Education FTE Student Enrollment History

By Academic Year

	Actual Enrollment							Budgeted	
	1998-99 ¹	1999-00 ¹	2000-01 ¹	2001-02 ¹	2002-03 ¹	2003-04 ¹	2004-05 ¹	2005-06	2006-07
Community & Technical Colleges	121,302	125,131	135,356	133,962	139,753	138,241	131,489	130,905	133,227
General Enrollment	114,885	117,623	128,093	124,850	127,604	138,241	131,489	123,469	125,604
Dislocated Workers	6,417	7,508	7,263	9,112	12,149	11,453	8,392	7,436	7,436
High Demand ⁽²⁾	0	0	0	0	0	0	0	0	187
Four-Year Schools	81,814	82,734	84,784	87,969	89,511	90,075	91,358	89,248	91,671
University of Washington	33,592	34,058	34,966	36,647	36,963	36,316	36,357	36,021	36,776
Washington State University ⁽³⁾	19,148	18,983	19,473	19,955	20,311	20,542	21,157	20,739	21,400
Eastern Washington University	7,244	7,712	8,081	8,421	8,700	8,956	9,126	8,593	8,919
Central Washington University	7,471	7,463	7,287	7,672	8,106	8,657	8,885	8,323	8,649
The Evergreen State College	3,822	3,697	3,786	4,009	4,054	4,099	4,120	4,038	4,143
Western Washington University ⁽⁴⁾	10,537	10,821	11,191	11,265	11,377	11,505	11,713	11,534	11,704
HECB Timber Workers ⁽⁵⁾	177	45	48	0	0	0	0	0	0
HECB High-Demand Programs ⁽⁶⁾	0	0	0	0	0	0	0	0	80
Total Higher Education	203,116	207,865	220,140	221,931	229,264	228,316	222,847	220,153	224,978

⁽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⁾ In the 2006 supplemental operating budget, the State Board for Community and Technical Colleges was directed to allocate 187 high demand ftes to the community and technical college system for the 2006-07 academic year.

⁽³⁾ In the 2005-07 operating budget, Washington State University's Pullman campus enrollment is understated by 16 FTEs in 2005-06 and by 32 FTEs in 2006-07. The corrected amounts are reflected above.

⁽⁴⁾ In the 2005-07 operating budget, Western Washington University's enrollment is overstated by 25 FTEs in 2005-06 and by 25 FTEs in 2006-07. The corrected amounts are reflected above.

⁽⁵⁾ Actual Timber Worker enrollments reported for 1998-99 include Pullman extended degree students. The program itself was allowed to sunset being replaced by a rural community development grant program at the start of the 2001-03 biennium.

⁽⁶⁾ In the 2006 supplemental operating budget, the Higher Education Coordinating Board was directed to allocate 80 high demand ftes to the public regional institutions and The Evergreen State College for the 2006-07 academic year.

Higher Education Budgeted Enrollment Increases

By Academic Year

	FTE Student Enrollment				
	Budgeted Level 2004-05	Increase for 2005-06	Total Budgeted 2005-2006	Increase for 2006-07	Total Budgeted 2006-2007
Community & Technical Colleges	128,855	2,050	130,905	2,322	133,227
General Enrollments	121,163	2,050	123,213	2,135	125,348
High Demand ⁽¹⁾	256	0	256	187	443
Dislocated Workers	7,436	0	7,436	0	7,436
Four-Year Schools	87,614	1,634	89,248	2,343	91,671
University of Washington ⁽²⁾	35,666	355	36,021	755	36,776
Seattle	32,857	180	33,037	180	33,217
Bothell	1,265	75	1,340	200	1,540
Tacoma	1,544	100	1,644	225	1,869
Math and Science Enrollments ⁽³⁾	0	0	0	150	150
Washington State University ⁽²⁾	20,383	356	20,739	581	21,400
Pullman (includes Spokane) ⁽⁴⁾	18,480	231	18,711	231	18,942
Tri-Cities	675	0	675	25	700
Vancouver	1,228	125	1,353	325	1,678
Math and Science Enrollments ⁽³⁾	0	0	0	80	80
Eastern Washington University	8,269	324	8,593	326	8,919
Central Washington University	7,999	324	8,323	326	8,649
The Evergreen State College	3,933	105	4,038	105	4,143
Western Washington University ⁽⁵⁾	11,364	170	11,534	170	11,704
HECB High-Demand Programs ⁽⁶⁾	0	0	0	80	80
Total Higher Education	216,469	3,684	220,153	4,665	224,898

⁽¹⁾ In the 2006 supplemental operating budget, the State Board for Community and Technical Colleges was directed to allocate 187 high demand ftes to the community and technical college system for the 2006-07 academic year.

⁽²⁾ Subject to reporting requirements, the research universities may reassign budgeted FTEs from a main campus (Seattle, Pullman) to any of its respective branch campuses at the start of an academic year.

⁽³⁾ In the 2006 supplemental operating budget, 150 ftes in high-demand math and science related fields were allocated to the University of Washington, and 80 ftes in high-demand math and science related fields were allocated to Washington State University.

⁽⁴⁾ In the 2005-07 operating budget, Washington State University's Pullman campus enrollment is understated by 16 FTEs in 2005-06 and by 32 FTEs in 2006-07. The corrected amounts are reflected above.

⁽⁵⁾ In the 2005-07 operating budget, Western Washington University's enrollment is overstated by 25 FTEs in 2005-06 and by 25 FTEs in 2006-07. The corrected amounts are reflected above.

⁽⁶⁾ In the 2006 supplemental operating budget, the Higher Education Coordinating Board was directed to allocate 80 high demand ftes to the public regional institutions and The Evergreen State College for the 2006-07 academic year.

Community & Technical College System

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	1,112,719	1,007,345	2,120,064
Total Maintenance Changes	13,575	259	13,834
Policy Changes			
1. Facilities Maintenance	4,599	0	4,599
2. Applied BA and Co-Location Costs	1,060	0	1,060
3. Transitions Math Project	275	0	275
4. Pension Plan 1 Unfunded Liabilities	0	1,556	1,556
5. Classification Revisions	193	6	199
6. Utility Rate Adjustments	761	0	761
7. Central Service Agency Charges	25	0	25
8. Opportunity Grants	4,075	0	4,075
9. Job Skills Program	1,000	0	1,000
10. Consortium University Contracts	325	0	325
11. Customized Workforce Training	3,150	3,075	6,225
12. Faculty Increments	1,500	0	1,500
13. Firefighter Apprenticeship Program	150	0	150
14. Health Care Partnerships	150	0	150
15. High-Demand Enrollments	1,500	0	1,500
16. Nursing Faculty Pilot	140	0	140
17. Part-Time Health Benefits	768	0	768
18. Governor Veto	-215	0	-215
Total Policy Changes	19,456	4,637	24,093
2005-07 Revised Appropriations	1,145,750	1,012,241	2,157,991
Fiscal Year 2006 Total	558,880	492,902	1,051,782
Fiscal Year 2007 Total	586,870	519,339	1,106,209

Comments:

1. **Facilities Maintenance** - Funding is provided for the maintenance and operation of state-funded projects that will be occupied in the 2005-07 biennium. Funding is also provided for instructional facilities financed with Certificates of Participation.

2. **Applied BA and Co-Location Costs** - Funding is provided to the Board for implementation of Chapter 258, Laws of 2005 (E2SHB 1794), which authorized up to four community or technical colleges to offer baccalaureate degrees on a pilot basis. Funding includes one-time start-up costs for developing applied baccalaureate degrees on community and technical college campuses (\$400,000) as well as the ongoing cost of program funding (\$504,000).

Funding is also provided for three community and technical college partnerships with universities (\$156,000) as authorized in RCW 28B.50.820. Funds are in addition to funding provided for 2005-07 general growth enrollments. The Community and Technical College System (CTCS) shall serve 120 student FTEs in this program within the targeted enrollments established by the budget.

3. **Transitions Math Project** - One-time funding is provided to address the need to reduce remedial math courses taken at institutions of higher education. The project will bring together representatives from the K-12 system, CTCS, and

public four-year institutions to: 1) provide outreach and standards-based instructional materials to support local high school and college partnerships for the purpose of enhancing student expectations regarding college-level math courses; and 2) improve the math placement testing process. The Board will serve as fiscal agent for the project.

4. **Pension Plan 1 Unfunded Liabilities** - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)

5. **Classification Revisions** - Funding is provided to cover changes in the cost of state merit system classifications resulting from implementation of collective bargaining agreements and personnel rules. (various funds)

6. **Utility Rate Adjustments** - One-time funding is provided for assistance in managing recent increases in natural gas rates during FY 2006. The funding provides the General Fund-State share of a 17.5 percent increase in natural gas costs.

Community & Technical College System

7. **Central Service Agency Charges** - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)
8. **Opportunity Grants** - Funding is provided for the Board to develop and implement opportunity grant programs at selected colleges. The opportunity grants will provide low-income students enrolled in the program with funding to cover the costs of workforce education, which may include tuition, books, fees, and other expenses associated with participating in the program. Additionally, in consultation with other agencies and groups, the Board is directed to identify high-demand occupations using industry groups and to develop skills-based credentials for high-demand sectors. The Governor vetoed \$75,000 of this appropriation (see veto item below).
9. **Job Skills Program** - Funding is provided for expansion of the Job Skills program. Funds will be matched by employers as part of the requirements of the Job Skills program. Additionally, the Board, through the SmartBuy program, is encouraged to seek efficiencies in purchasing goods and services. Additional funds may be expended for the Job Skills program to the extent that savings are achieved from more efficient procurement processes.
10. **Consortium University Contracts** - Funding is provided for the North Snohomish Island Skagit Counties Consortium for Higher Education to implement Chapter 179, Laws of 2006 (SHB 3113). These funds are in addition to funding provided for 2005-07 general growth enrollments provided in the budget. The Consortium shall serve 250 student FTEs through the university contract model within the targeted enrollments established by the enacted operating budget.
11. **Customized Workforce Training** - Chapter 112, Laws of 2006 (2SSB 6326), establishes the Washington Customized Employment Workforce Training program, which directs the Board to award training allowances to employers who have entered into training agreements with local colleges. Over a period of 18 months, the employers will pay back the cost of the training.
- The sum of \$75,000 is provided to the Board for administration of the program. The legislation also establishes the Employment Training Finance Account, which serves as a revolving loan account for the training program. A total of \$3,075,000 General Fund-State is deposited into the new account for the purposes of implementing the legislation.
12. **Faculty Increments** - Funding is provided for additional faculty increments at the community and technical colleges. The amount provided shall be allocated proportionally to part-time and full-time faculty based on their respective salary bases.
13. **Firefighter Apprenticeship Program** - Funding is provided for the firefighter apprenticeship program at South Seattle Community College.
14. **Health Care Partnerships** - Matching funds are provided for strategic statewide partnerships with health care providers or facilities to address the health workforce shortage. Partnerships may include efforts to increase the capacity of community and technical colleges to educate students enrolled in health professions programs, improve retention of health care workers, improve knowledge of the health industry workforce, and increase the number of youth and diverse populations in the health workforce.
15. **High-Demand Enrollments** - Funding is provided for 187 high-demand enrollments at an average state subsidy rate of \$8,000 per FTE enrollment per year. High-demand fields are programs where enrollment access is limited and employers are experiencing difficulty finding qualified graduates to fill job openings.
16. **Nursing Faculty Pilot** - Funding is provided to implement a nursing faculty retention and recruitment pilot project. Yakima Valley Community College and another community college located in the western part of the state will receive funding to raise the nursing faculty salaries by \$10,000 for FY 2007. The Board will select the additional college. The Board will also submit findings on the pilot project's impact on nursing faculty retention and recruitment to the Legislature by January 1, 2007. The Governor vetoed this appropriation (see veto item below).
17. **Part-Time Health Benefits** - Funding is provided to maintain health care benefits for part-time academic employees at community and technical colleges as outlined in Chapter 308, Laws of 2006 (2SHB 2583).
18. **Governor Veto** - The Governor vetoed three provisos of Chapter 372, Laws of 2006, Partial Veto (ESSB 6386), pertaining to the Board.
- Section 602(16) provides \$75,000 for the Board to identify high demand occupations using industry groups and to develop skills-based credentials for high demand sectors.
- Section 602(22) provides \$140,000 for a nursing faculty retention and recruitment pilot project.
- Section 602(25) indicated there is sufficient funding in the Board's budget to implement E2SHB 2582 (High School Completion). The bill did not pass the Legislature during the 2006 session.

University of Washington

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	680,762	3,093,928	3,774,690
Policy Changes			
1. BioE & Genome Bldgs O&M	2,000	0	2,000
2. Global Health Initiative	500	0	500
3. Pacific NW Seismic Network	400	0	400
4. Life Sciences Research	2,400	0	2,400
5. Pension Plan 1 Unfunded Liabilities	0	2,892	2,892
6. Classification Revisions	-69	-70	-139
7. Utility Rate Adjustments	1,008	0	1,008
8. Central Service Agency Charges	17	6	23
9. UW-Tacoma Autism Center	100	0	100
10. Math and Science Enrollments	2,500	0	2,500
11. People of Color Curriculum Review	125	0	125
12. Burke Museum Educational Programs	150	0	150
13. MESA Outreach	300	0	300
14. WA Search for Young Scholars	150	0	150
15. Governor Veto	-125	0	-125
Total Policy Changes	9,456	2,828	12,284
2005-07 Revised Appropriations	690,218	3,096,756	3,786,974
Fiscal Year 2006 Total	337,629	1,533,170	1,870,799
Fiscal Year 2007 Total	352,589	1,563,586	1,916,175

Comments:

1. **BioE & Genome Bldgs O&M** - Funding is provided for the 2005-07 biennium to pay for operations and maintenance (O&M) costs of the Bioengineering and Genome Sciences buildings that will come on line during the 2005-07 biennium.
2. **Global Health Initiative** - Funding is provided for the University of Washington (UW) to help implement a Department of Global Health. The Schools of Medicine and Public Health and Community Medicine will jointly form and operate the Department. The focus will be establishing sustainable improvements in global health through public health policy, practice, and medical care.
3. **Pacific NW Seismic Network** - Funding is provided for enhancements to the Pacific Northwest Seismic Network (PNSN). PNSN will be able to upgrade their basic operations and information infrastructure and improve production of shake maps, which will include incorporating fragility assessments into the shake maps.
4. **Life Sciences Research** - Funding is provided for UW to increase its capacity for life sciences research in conjunction with its medical school. State funding will be leveraged with private and federal investments.
5. **Pension Plan 1 Unfunded Liabilities** - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)
6. **Classification Revisions** - Funding is provided to cover changes in the cost of state merit system classifications resulting from implementation of collective bargaining agreements and personnel rules. (various funds)
7. **Utility Rate Adjustments** - One-time funding is provided for assistance in managing recent increases in natural gas rates during FY 2006. The funding provides the General Fund-State share of a 17.5 percent increase in natural gas costs.
8. **Central Service Agency Charges** - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)
9. **UW-Tacoma Autism Center** - Funding is provided for service delivery enhancements at the Autism Center at the UW-Tacoma campus.
10. **Math and Science Enrollments** - Funding is provided for 150 additional high-demand student enrollments. The UW will expand access to baccalaureate programs in engineering, math, and science. By December 15, 2006, the UW shall report to OFM and the legislative fiscal committees the number of new student FTEs enrolled with the funding provided.

University of Washington

11. **People of Color Curriculum Review** - Funding to conduct a review of curriculum offered by public schools in Washington. The purpose of this review is to examine the extent to which the curriculum offered by these institutions fully and accurately include the history, contributions, and contemporary experiences of people of color. The review will include the identification of barriers which may impede school districts from successfully adopting and using these types of curriculum. A report by UW is due to the Legislature by December 1st, 2007. The Governor vetoed this appropriation (see veto item below).
12. **Burke Museum Educational Programs** - Funding is provided for the Museum to develop and present additional traveling educational exhibits and supporting curriculum.
13. **MESA Outreach** - Additional funding is provided for Math Engineering Science Achievement (MESA) Washington to increase the number of hands-on math and science programs for K-12 students throughout the state. Washington State University will sponsor expansion into the Yakima Valley and southwest Washington. UW will sponsor work with tribal schools throughout the state.
14. **WA Search for Young Scholars** - Funding is provided to expand the Washington Search for Young Scholars program at the Robinson Center at UW.
15. **Governor Veto** - The Governor vetoed Section 603(18) of Chapter 372, Laws of 2006, Partial Veto (ESSB 6386), which provides \$125,000 to study curriculum offered by Washington State public schools and how the curriculum represents the history, contributions, and contemporary experiences of people of color.

Washington State University

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	418,364	575,144	993,508
Total Maintenance Changes	-2,611	0	-2,611
Policy Changes			
1. Lower Division Planning Funds	250	0	250
2. Pension Plan 1 Unfunded Liabilities	0	427	427
3. Classification Revisions	-208	-41	-249
4. Utility Rate Adjustments	716	0	716
5. Central Service Agency Charges	23	0	23
6. Agricultural Weather Network	800	0	800
7. Biologically Intensive & Organic Ag	400	0	400
8. Biofuels Energy Extension Program	98	0	98
9. Math and Science Enrollments	1,174	0	1,174
10. Life Sciences Research	1,000	0	1,000
11. Local Government Publication	5	0	5
12. Governor Veto	-5	0	-5
Total Policy Changes	4,253	386	4,639
2005-07 Revised Appropriations	420,006	575,530	995,536
Fiscal Year 2006 Total	206,511	283,075	489,586
Fiscal Year 2007 Total	213,495	292,455	505,950

Comments:

1. **Lower Division Planning Funds** - Funding is provided to Washington State University (WSU) Tri-Cities to assist in the transition from a branch campus serving upper-division students to a four-year campus as outlined in Chapter 166, Laws of 2006 (SHB 2867). Funds may be used to develop curricula, recruit new faculty, and expand student services. WSU Tri-Cities may begin enrolling lower-division students beginning in Fall 2007.
2. **Pension Plan 1 Unfunded Liabilities** - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)
3. **Classification Revisions** - Funding is provided to cover changes in the cost of state merit system classifications resulting from implementation of collective bargaining agreements and personnel rules. (various funds)
4. **Utility Rate Adjustments** - One-time funding is provided for assistance in managing recent increases in natural gas rates during FY 2006. The funding provides the General Fund-State share of a 17.5 percent increase in natural gas costs.
5. **Central Service Agency Charges** - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)
6. **Agricultural Weather Network** - Funding is provided for WSU to operate the AgWeatherNet system. The system will provide data for fire services, scientists predicting movement of airborne particulates, and additional weather-dependent state and private agricultural, natural resource, and environmental activities throughout the state.
7. **Biologically Intensive & Organic Ag** - Funding is provided to the Center for Sustaining Agriculture and Natural Resources to create a Biologically Intensive and Organic Agriculture Program (BIOAg). The mission of the BIOAg program is to enhance the economic and environmental health of Washington agriculture through research, education and outreach on organic and other biologically-intensive farming methods.
8. **Biofuels Energy Extension Program** - Funding is provided to establish a Biofuels Consumer Education and Outreach Program at the WSU Extension Energy Program.
9. **Math and Science Enrollments** - Funding is provided for 80 additional high-demand student enrollments. WSU will expand baccalaureate and graduate level access to nursing programs and to expand baccalaureate programs in engineering and construction management. By December 15, 2006, WSU shall report to OFM and the legislative fiscal committees the number of new student FTEs enrolled with the funding provided.

Washington State University

10. **Life Sciences Research** - Funding is provided for the development of life sciences research located in Spokane. The research will focus on developing and implementing new medical treatment therapies.
11. **Local Government Publication** - Funding is provided for the Division of Governmental Studies and Services to publish a comprehensive reference book on Washington State local governments. Copies of the publication will be provided to the appropriate policy and fiscal committees of the Legislature. The Governor vetoed this appropriation (see veto item below).
12. **Governor Veto** - The Governor vetoed Section 604(14) of Chapter 372, Laws of 2006, Partial Veto (ESSB 6386), which provides \$5,000 to WSU to publish a comprehensive reference book on Washington State local governments.

Eastern Washington University

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	93,206	88,494	181,700
Policy Changes			
1. Pension Plan 1 Unfunded Liabilities	0	124	124
2. Classification Revisions	14	-2	12
3. Utility Rate Adjustments	158	0	158
4. Central Service Agency Charges	22	0	22
5. Northwest Autism Center	100	0	100
Total Policy Changes	294	122	416
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2005-07 Revised Appropriations	93,500	88,616	182,116
Fiscal Year 2006 Total	46,300	40,959	87,259
Fiscal Year 2007 Total	47,200	47,657	94,857

Comments:

1. **Pension Plan 1 Unfunded Liabilities** - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)

2. **Classification Revisions** - Funding is provided to cover changes in the cost of state merit system classifications resulting from implementation of collective bargaining agreements and personnel rules. (various funds)

3. **Utility Rate Adjustments** - One-time funding is provided for assistance in managing recent increases in natural gas rates during FY 2006. The funding provides the General Fund-State share of a 17.5 percent increase in natural gas costs.

4. **Central Service Agency Charges** - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)

5. **Northwest Autism Center** - Funding is provided for enhancements at the Northwest Autism Center for the inclusive preschool for children identified with autism spectrum disorder.

Central Washington University

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	92,118	122,292	214,410
Policy Changes			
1. Pension Plan 1 Unfunded Liabilities	0	110	110
2. Classification Revisions	2	0	2
3. Utility Rate Adjustments	206	0	206
4. Central Service Agency Charges	21	0	21
5. Tuition Waiver	330	-330	0
6. Governor Veto	-330	0	-330
Total Policy Changes	229	-220	9
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2005-07 Revised Appropriations	92,347	122,072	214,419
Fiscal Year 2006 Total	45,586	57,995	103,581
Fiscal Year 2007 Total	46,761	64,077	110,838

Comments:

1. **Pension Plan 1 Unfunded Liabilities** - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)

2. **Classification Revisions** - Funding is provided to cover changes in the cost of state merit system classifications resulting from implementation of collective bargaining agreements and personnel rules. (various funds)

3. **Utility Rate Adjustments** - One-time funding is provided for assistance in managing recent increases in natural gas rates during FY 2006. The funding provides the General Fund-State share of a 17.5 percent increase in natural gas costs.

4. **Central Service Agency Charges** - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)

5. **Tuition Waiver** - Funding is provided for additional tuition waiver authority granted to Central Washington University (CWU) in the 2005-07 biennial budget. The Legislature increased CWU's tuition waiver authority from 8 percent to 11 percent. The Governor vetoed this appropriation (see veto item below).

6. **Governor Veto** - The Governor vetoed Section 606(5) of Chapter 372, Laws of 2006, Partial Veto (ESSB 6386), which provides \$330,000 for additional tuition waiver authority granted to CWU in the 2005-07 biennial budget.

The Evergreen State College

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	51,760	50,323	102,083
Policy Changes			
1. Pension Plan 1 Unfunded Liabilities	0	77	77
2. Classification Revisions	19	0	19
3. Utility Rate Adjustments	69	0	69
4. Central Service Agency Charges	9	0	9
5. Education Cost-Benefit Study	125	0	125
6. Foster Care to Age 21 Study	61	0	61
7. Hood Canal Oral Histories	20	0	20
8. Hearing Impaired Students	55	0	55
9. Remediation Programs Study	50	0	50
10. High School Assessment System	275	0	275
11. Children's Mental Health Pilots	30	0	30
12. Labor Research and Education Ctr	80	0	80
13. Reinvesting in Youth Program	40	0	40
14. Studies on Controlled Substances	48	0	48
15. Governor Veto	-80	0	-80
Total Policy Changes	801	77	878
2005-07 Revised Appropriations	52,561	50,400	102,961
Fiscal Year 2006 Total	25,661	24,510	50,171
Fiscal Year 2007 Total	26,900	25,890	52,790

Comments:

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| <p>1. Pension Plan 1 Unfunded Liabilities - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)</p> <p>2. Classification Revisions - Funding is provided to cover changes in the cost of state merit system classifications resulting from implementation of collective bargaining agreements and personnel rules. (various funds)</p> <p>3. Utility Rate Adjustments - One-time funding is provided for assistance in managing recent increases in natural gas rates during FY 2006. The funding provides the General Fund-State share of a 17.5 percent increase in natural gas costs.</p> <p>4. Central Service Agency Charges - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)</p> <p>5. Education Cost-Benefit Study - Funding is provided for the Washington State Institute for Public Policy (WSIPP) to begin the development of a repository of research and evaluations of</p> | <p>the cost-benefits of various K-12 educational programs and services. The goal for the effort is to allow policymakers to have additional information to aid in decision making. Further, the legislative intent for this effort is not to duplicate current studies, research, and evaluations but rather to augment those activities on an ongoing basis. Therefore, to the extent appropriate, WSIPP will utilize and incorporate information from the Washington Learns study, the Joint Legislative and Audit Review Committee, and other entities currently reviewing certain aspects of K-12 finance and programs. WSIPP shall provide the following: 1) by September 1, 2006, a detailed implementation plan for this project; 2) by March 1, 2007, a report with preliminary findings; and 3) annual updates each year thereafter.</p> <p>6. Foster Care to Age 21 Study - Funding is provided for WSIPP to conduct the study of continued foster care support services outlined in Chapter 266, Laws of 2006 (2SHB 2002).</p> <p>7. Hood Canal Oral Histories - Funding is provided for The Evergreen State College to record and document oral histories of tribal elders of the tribes in the area surrounding Hood Canal and other long-term residents of the Hood Canal area who have similar knowledge of the history of the conditions along Hood Canal, including but not limited to reports of fish kills, changes in marine species behavior, fishing and harvesting histories, and other conditions related to the environmental health of Hood Canal.</p> <p>8. Hearing Impaired Students - Funding is provided for WSIPP to hire a meeting facilitator to conduct a series of meetings with a broad group of stakeholders to examine the strengths and</p> |
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The Evergreen State College

weaknesses of educational services available to deaf and hard-of-hearing children throughout the state. By June 30, 2007, WSIPP must develop recommendations that would establish an integrated system of instructional and support programs that would provide deaf and hard-of-hearing children the knowledge and skills necessary for them to be successful in their adult lives and the "hearing" world of work.

neighboring states criminal sentencing provisions related to methamphetamine to determine if these provisions provide an incentive for traffickers and manufacturers to relocate to Washington. Second, WSIPP will study Drug Offenders Sentencing Alternative's (DOSA's) impact on recidivism rates for offenders participating in DOSA relative to offenders receiving community treatment or no treatment at all. WSIPP shall report its findings to the Legislature by January 1, 2007.

9. **Remediation Programs Study** - Funding is provided for WSIPP to perform a quantitative analysis of the effectiveness of the remedial programs funded as part of the promoting academic success program. The analysis should focus on determining: a) the effectiveness of the remedial programs in helping students pass the Washington Assessment of Student Learning (WASL); b) the relative effectiveness of different remedial strategies offered; and c) the relative effectiveness of the remediation disaggregated by student characteristics, including, at a minimum, economic status, limited English proficiency, and ethnicity.
10. **High School Assessment System** - Funding is provided for WSIPP to conduct the study required by Chapter 352, Laws of 2006 (SSB 6618). Specifically, the study will consist of three components: 1) an analysis of WASL data to identify the characteristics of the students who have failed to meet standards; 2) a review and identification of additional alternative assessment options that will augment the current assessment system; and 3) a review and identification of additional alternative methods, procedures, or combinations of performance measures to assess whether students have met the state learning standards. WSIPP must provide an interim report by December 1, 2006, and a final report by December 2007.
11. **Children's Mental Health Pilots** - Funding is provided for WSIPP to begin a study of the Department of Social and Health Services (DSHS) children's mental health evidence-based pilot program. The pilot program is established in the FY 2006 supplemental budget and will be administered by the DSHS Mental Health Division, in collaboration with the DSHS Children's and Juvenile Rehabilitation Administrations.
12. **Labor Research and Education Ctr** - Funding is provided for collective bargaining and bargaining unit training. The entire amount provided shall be allocated to the Labor Education and Research Center to support such training and shall not be used for overhead expenses. The Governor vetoed this appropriation (see veto item below).
13. **Reinvesting in Youth Program** - Funding is provided for implementation of Chapter 304, Laws of 2006 (4SHB 1483). WSIPP is directed to update the list of cost-beneficial juvenile justice programs that the Institute has previously published and to update the cost parameters used to estimate the benefits of such programs.
14. **Studies on Controlled Substances** - Funding is provided for WSIPP to conduct the two studies required by Chapter 339, Laws of 2006 (E2SSB 6239). First, WSIPP will study
15. **Governor Veto** - The Governor vetoed Section 607(7) of Chapter 372, Laws of 2006, Partial Veto (ESSB 6386), which provides \$80,000 for the Labor Education and Research Center for collective bargaining and bargaining unit training.

Western Washington University

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	119,410	172,968	292,378
Policy Changes			
1. Pension Plan 1 Unfunded Liabilities	0	191	191
2. Classification Revisions	-2	0	-2
3. Utility Rate Adjustments	98	0	98
4. Central Service Agency Charges	22	0	22
5. Expansion to Bellingham Waterfront	400	0	400
6. Planning & Emergency Mgmt Program	250	0	250
7. Border Policy Research Institute	250	0	250
Total Policy Changes	1,018	191	1,209
2005-07 Revised Appropriations	120,428	173,159	293,587
Fiscal Year 2006 Total	58,993	83,624	142,617
Fiscal Year 2007 Total	61,435	89,535	150,970

Comments:

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| <p>1. Pension Plan 1 Unfunded Liabilities - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)</p> <p>2. Classification Revisions - Funding is provided to cover changes in the cost of state merit system classifications resulting from implementation of collective bargaining agreements and personnel rules. (various funds)</p> <p>3. Utility Rate Adjustments - One-time funding is provided for assistance in managing recent increases in natural gas rates during FY 2006. The funding provides the General Fund-State share of a 17.5 percent increase in natural gas costs.</p> <p>4. Central Service Agency Charges - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)</p> <p>5. Expansion to Bellingham Waterfront - One-time funding is provided to help coordinate planning efforts related to the campus expansion of Western Washington University (WWU) to the Bellingham waterfront. Planning efforts will be made in conjunction with the city of Bellingham, Whatcom Community and Technical College, Bellingham Technical College, Whatcom County, and the Port of Bellingham.</p> | <p>6. Planning & Emergency Mgmt Program - Funding is provided to establish a Planning and Emergency Management program at WWU.</p> <p>7. Border Policy Research Institute - Funding is provided for enhancements at WWU's Border Policy Research Institute.</p> |
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Higher Education Coordinating Board

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	329,346	92,916	422,262
Total Maintenance Changes	162	175	337
Policy Changes			
1. High-Demand Enrollments	900	0	900
2. GEAR-UP Stabilization	75	0	75
3. Transfers	0	0	0
4. Pension Plan 1 Unfunded Liabilities	0	40	40
5. Central Service Agency Charges	13	5	18
6. Future Teacher Scholarships	511	0	511
7. Leadership 1000 Scholarships	500	0	500
Total Policy Changes	1,999	45	2,044
2005-07 Revised Appropriations	331,507	93,136	424,643
Fiscal Year 2006 Total	162,115	45,033	207,148
Fiscal Year 2007 Total	169,392	48,103	217,495

Comments:

1. **High-Demand Enrollments** - Funding is provided for the Board to contract with regional universities and The Evergreen State College to provide high-demand enrollments. Funding is sufficient to provide 80 enrollments at an average state subsidy rate of \$11,000 per FTE enrollment per year.
2. **GEAR-UP Stabilization** - Additional funding is provided for Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR-UP) scholarships. GEAR-UP is a joint federal and state outreach effort to encourage low-income and educationally-disadvantaged middle and high school students to prepare for college. Participating students earn scholarships by completing coursework and other activities before entering college. A funding shortfall is projected for FY 2007 due to higher levels of student participation. Additional funding is provided for qualified students to receive the scholarships they earned.
3. **Transfers** - The Board's administration of scholarships and financial aid programs are transferred from the Board's financial aid and grants section to the Board's policy coordination and administration section. The net effect to the agency is zero.
4. **Pension Plan 1 Unfunded Liabilities** - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)
5. **Central Service Agency Charges** - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)
6. **Future Teacher Scholarships** - Funding is provided for the future teachers' conditional scholarship and loan repayment program for the expansion of scholarships provided for future teachers in mathematics, science, special education, and bilingual education, including assistance to classified public K-12 employees earning a teaching certificate with an emphasis on earning an endorsement in these fields.
7. **Leadership 1000 Scholarships** - Funding is provided for the board to contract with the Leadership 1000 Scholarship Program. The program matches private benefactors with selected economically-disadvantaged students who have exhausted all other sources of scholarship and financial aid and would otherwise be unable to attend college. The state funding will be leveraged with private donations to support, develop, and implement the program.

Spokane Intercollegiate Research & Technology Inst

(Dollars in Thousands)

	GF-S	Other	Total
2005-07 Original Appropriations	2,922	1,395	4,317
Total Maintenance Changes	74	0	74
Policy Changes			
1. Pension Plan 1 Unfunded Liabilities	0	8	8
2. Central Service Agency Charges	1	0	1
Total Policy Changes	1	8	9
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2005-07 Revised Appropriations	2,997	1,403	4,400
Fiscal Year 2006 Total	1,483	690	2,173
Fiscal Year 2007 Total	1,514	713	2,227

Comments:

1. **Pension Plan 1 Unfunded Liabilities** - Funding is provided to cover the cost of increased employer pension contributions resulting from additional contribution rates established to make payments towards the unfunded accrued actuarial liabilities in Plan 1 of the Public Employees' and Teachers' Retirement Systems (PERS 1 and TRS 1). Contributions that would have been made from the General Fund-State are paid from the newly-established Pension Funding Stabilization Account. (various funds)

2. **Central Service Agency Charges** - Funding is provided to pay increased service charges by the Department of Personnel and the Office of Financial Management (OFM). The service charges reflect increased costs associated with the development of the new Human Resource Management System, improvements to the state's capital budgeting systems, and the completion of OFM's Roadmap Feasibility Study. (various funds)

