

# Governmental Operations

## **Department of Commerce** *(formerly the Department of Community, Trade, and Economic Development)*

### Reductions

The operating budget makes several reductions to the Department, including a \$1 million reduction for the Cleaner Energy Program (Chapter 348, Laws of 2007, Partial Veto – E2SHB 1303), a \$1.2 million reduction in the Administrative Services Division, a \$1.9 million reduction in Growth Management Act Technical Assistance, a \$3.2 million reduction in Public Broadcast Grants, and a \$3.6 million reduction in Offender Re-entry, a program that provides housing solutions for ex offenders re-entering communities. These were among the largest reductions, and the remaining reductions were generally under \$1 million. The Washington State Film Office, the office that assists in marketing the state for feature film, television, and commercial production, was eliminated, creating a savings of \$460,000 in General Fund-State.

### Federal Stimulus (American Recovery and Reinvestment Act of 2009)

The operating budget also included federal stimulus money for the Department in several areas:

Stimulus funds include: \$9.2 million for the Community Services Block Grant (CSBG) program; \$2.4 million for the state's Emergency Food and Shelter programs; \$11 million for Emergency Shelters in Homelessness Prevention; \$1 million for Crime Victims Assistance programs; \$2.9 million to combat Violence Against Women; and \$22.4 million of Justice Assistance Grants (Byrne) to cover six different functions relating to law enforcement.

Energy-related federal stimulus funding includes:

- \$10.5 million in federal stimulus funds is for training and technical assistance associated with Low-Income Weatherization. The Department will distribute up to \$4 million to the State Board for Community and Technical Colleges to provide workforce training related to weatherization and energy efficiency; up to \$3 million to the Bellingham Opportunity Council to provide workforce training related to energy efficiency and weatherization; and up to \$3.5 million to community-based organizations and to community action agencies consistent with the provisions of Chapter 536, Laws of 2009, Partial Veto (E2SHB 2227). Any funding remaining will be expended consistent with the capital budget appropriation of \$49 million for low-income weatherization.
- \$15 million is for Washington State University for making grants for pilot projects providing community-wide urban, residential, commercial energy efficiency upgrades and farm energy assessments, consistent with Chapter 379, Laws of 2009, Partial Veto (E2SSB 5649).
- \$38.5 million is for deposit in the Energy Recovery Act Account to capitalize the Energy Freedom Program, consistent with Chapter 451, Laws of 2009 (ESHB 2289). The funding is appropriated in Chapter 497, Laws of 2009, Partial Veto (ESHB 1216 – Capital Budget).
- \$10.6 million is for energy efficiency block grants.
- \$6.8 million is for the state energy program, including \$5 million for the Department to provide credit enhancements consistent with Chapter 379, Laws of 2009, Partial Veto (E2SSB 5649).

## **Office of the Attorney General**

The budget contains an agency generated efficiency savings that reduces the authority for the Office of the Attorney General's Legal Services Revolving Account by \$15.9 million. This decrease includes reductions in the Office's administrative costs, as well as among client agencies by eliminating redundant requests for legal opinions and contract reviews.

## **Department of Information Systems**

The Department's Data Processing Revolving Account-Non-Appropriated authority is reduced by over \$16 million, which will be distributed over the three following areas: \$3.9 million for equipment leasing savings; \$9.6 million in equipment reductions; and \$3 million in staff reductions. The Department also received a reduction of \$1.9 million for the K-20 Network in the Education Technology Revolving Account-State.

## **Department of General Administration**

The sum of \$2.1 million from both the General Administration Services Account-Appropriated and the General Administration Services Account-Non-Appropriated is to provide state agency tenants with services and to offset the cost of providing other activities on campus that support the general public and have no other fund source. The Department also receives \$9.2 million in increased expenditure authority for ongoing non-appropriated costs in the following programs: Motor Pool, Consolidated Mail Services, Office of State Procurement, Surplus Programs, and Materials Management Center. The non-appropriated adjustment for increases is related to volume level increases and other ongoing costs and is not reflective of new or expanded services or activities.

### Federal Stimulus

The operating budget authorized the Department to receive \$2 million in federal stimulus funds for the state's Emergency Food Assistance Program (TEFAP). TEFAP helps to supplement the diets of low-income needy persons, including elderly people, by providing them with emergency food and nutrition assistance.

## **Military Department**

### Disaster Response

The budget provides funding for recovery efforts from the 2007 and 2008 flooding and snow storms.

### Washington Information Network (WIN 211)

The budget provides \$1 million in state general funds and \$1 million through the Department of Social and Health Services from the Washington Telephone Assistance Program Account for WIN 211, a private nonprofit organization that provides social service referral services.

### Efficiencies and Savings

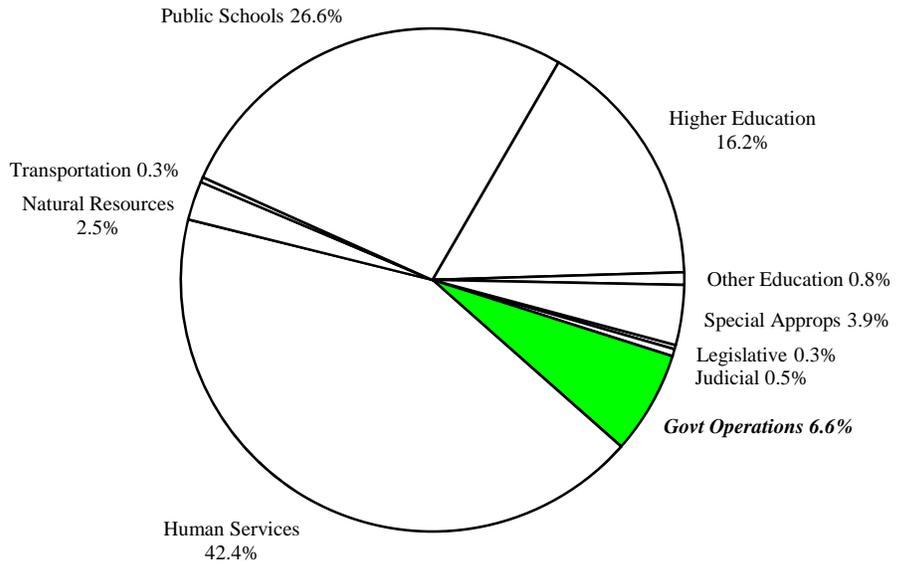
The agency will reduce its state general fund spending by \$3.2 million by eliminating training of National Guard members as firefighters, closing up to seven facilities throughout the state as well as through various efficiencies such as reducing personal service contracts, holding positions vacant, reducing goods, services, and equipment purchases, and reducing travel.

# 2009-11 Washington State Omnibus Operating Budget

## Total Budgeted Funds

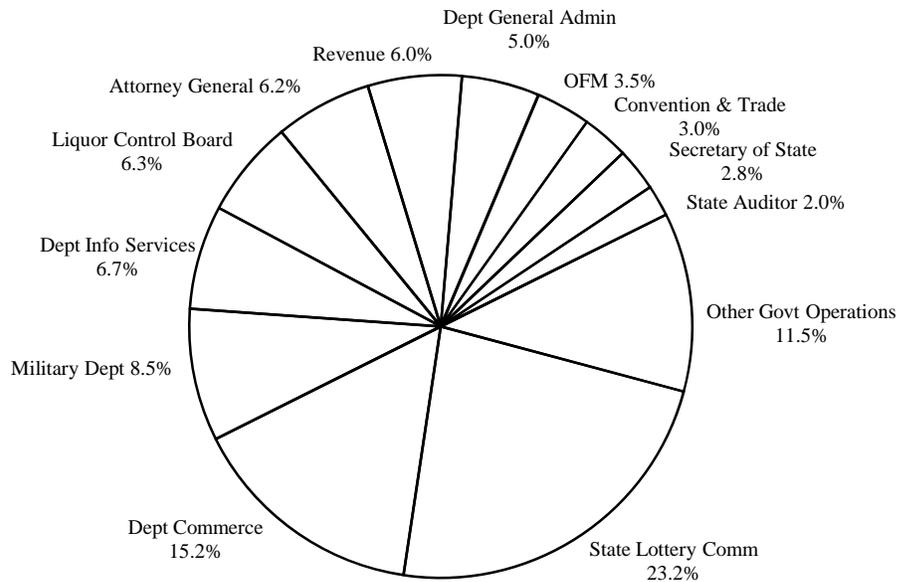
(Dollars in Thousands)

Legislative	160,456
Judicial	269,541
<b>Governmental Operations</b>	<b>3,885,907</b>
Human Services	24,874,866
Natural Resources	1,463,500
Transportation	192,771
Public Schools	15,649,042
Higher Education	9,491,726
Other Education	476,200
Special Appropriations	2,261,860
<b>Statewide Total</b>	<b>58,725,869</b>



## Washington State

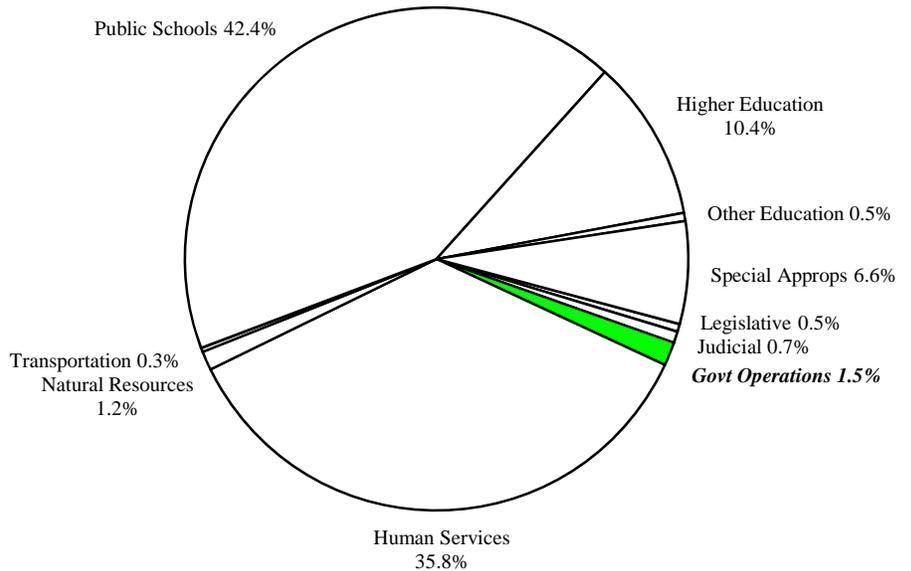
Lottery Commission	901,704
Dept Commerce	592,072
Military Department	330,846
Dept Info Services	260,388
Liquor Control Board	243,518
Attorney General	241,878
Revenue	234,394
Dept General Administration	194,524
OFM	136,506
Convention & Trade Center	117,122
Secretary of State	107,603
State Auditor	78,335
Other Govt Operations	447,017
<b>Governmental Operations</b>	<b>3,885,907</b>



## Governmental Operations

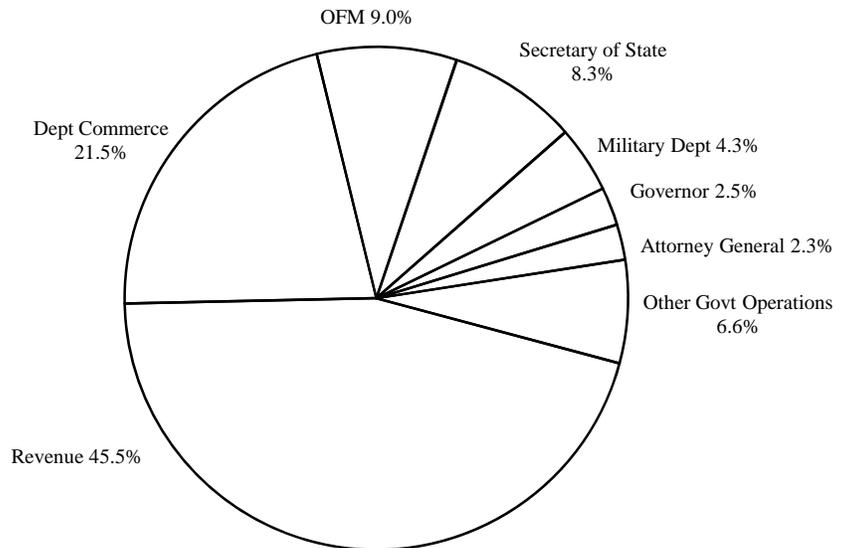
**2009-11 Washington State Omnibus Operating Budget**  
**Near General Fund-State**  
(Dollars in Thousands)

Legislative	156,095
Judicial	229,184
<b>Governmental Operations</b>	<b>478,741</b>
Human Services	11,250,814
Natural Resources	379,918
Transportation	85,214
Public Schools	13,311,962
Higher Education	3,262,624
Other Education	165,778
Special Appropriations	2,068,266
<b>Statewide Total</b>	<b>31,388,596</b>



**Washington State**

Revenue	217,820
Dept Commerce	103,078
OFM	42,955
Secretary of State	39,974
Military Department	20,534
Office of the Governor	11,756
Attorney General	10,899
Other Govt Operations	31,725
<b>Governmental Operations</b>	<b>478,741</b>



**Governmental Operations**

**Office of the Governor**

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>13,549</b>	<b>6,715</b>	<b>20,264</b>
2009 Supplemental *	-585	0	-585
<b>Total 2007-09 Biennium</b>	<b>12,964</b>	<b>6,715</b>	<b>19,679</b>
<b>2009-11 Maintenance Level</b>	<b>14,074</b>	<b>4,715</b>	<b>18,789</b>
<b>Policy Changes - Non-Comp</b>			
1. Transfer Oil Spill Program to PSP	0	-715	-715
2. Education Ombudsman	-550	0	-550
3. Econ Development Strategic Reserve	0	-2,500	-2,500
4. Agency Wide Reductions	-443	0	-443
5. Transfer Salmon Recovery Office	-500	0	-500
6. Governor-Directed Freeze	-540	0	-540
7. Governor-Directed 1% Cut	-146	0	-146
<b>Policy -- Non-Comp Total</b>	<b>-2,179</b>	<b>-3,215</b>	<b>-5,394</b>
<b>Policy Changes - Comp</b>			
8. Employee Health Insurance	43	0	43
9. Actuarial Method Changes-State	-182	0	-182
<b>Policy -- Comp Total</b>	<b>-139</b>	<b>0</b>	<b>-139</b>
<b>Total 2009-11 Biennium</b>	<b>11,756</b>	<b>1,500</b>	<b>13,256</b>
Fiscal Year 2010 Total	5,880	1,500	7,380
Fiscal Year 2011 Total	5,876	0	5,876

**Comments:**

1. **Transfer Oil Spill Program to PSP** - Responsibility for providing advice related to the state's oil spill program will move from the Oil Spill Advisory Council to the Puget Sound Partnership (PSP) Leadership Council. Existing PSP staff and funding will be used to support this function. (Oil Spill Prevention Account-State)
2. **Education Ombudsman** - The functions of the Office of Education Ombudsman are being consolidated in the Seattle office.
3. **Econ Development Strategic Reserve** - Expenditures from the Economic Development Strategic Reserve Account are reduced for the 2009-11 biennium.
4. **Agency Wide Reductions** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
5. **Transfer Salmon Recovery Office** - Funding is reduced pursuant to Chapter 345, Laws of 2009 (SHB 2157 - Salmon Recovery). The Governor's Salmon Recovery Office is transferred to the Recreation and Conservation Office (RCO). Reporting on salmon recovery will be consolidated and programmatic efficiencies will be realized. The Departments of Ecology and Fish and Wildlife will continue to participate in salmon recovery through interagency agreements with RCO.
6. **Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.
7. **Governor-Directed 1% Cut** - In October 2008, the Governor asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.
8. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
9. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Office of the Lieutenant Governor**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>1,619</b>	<b>90</b>	<b>1,709</b>
2009 Supplemental *	-28	0	-28
<b>Total 2007-09 Biennium</b>	<b>1,591</b>	<b>90</b>	<b>1,681</b>
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<b>2009-11 Maintenance Level</b>	<b>1,732</b>	<b>95</b>	<b>1,827</b>
<b>Policy Changes - Non-Comp</b>			
1. Administrative Efficiencies	-152	0	-152
<b>Policy -- Non-Comp Total</b>	<b>-152</b>	<b>0</b>	<b>-152</b>
<b>Policy Changes - Comp</b>			
2. Employee Health Insurance	6	0	6
3. Actuarial Method Changes-State	-28	0	-28
<b>Policy -- Comp Total</b>	<b>-22</b>	<b>0</b>	<b>-22</b>
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<b>Total 2009-11 Biennium</b>	<b>1,558</b>	<b>95</b>	<b>1,653</b>
Fiscal Year 2010 Total	770	47	817
Fiscal Year 2011 Total	788	48	836

**Comments:**

1. **Administrative Efficiencies** - Funding is reduced as a result of savings achieved by freezing equipment purchases, personal service contracts, hiring, and out-of-state travel, as well as other administrative efficiencies.
  
2. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
  
3. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Disclosure Commission**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>4,994</b>	<b>0</b>	<b>4,994</b>
2009 Supplemental *	-88	0	-88
<b>Total 2007-09 Biennium</b>	<b>4,906</b>	<b>0</b>	<b>4,906</b>
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<b>2009-11 Maintenance Level</b>	<b>5,068</b>	<b>0</b>	<b>5,068</b>
<b>Policy Changes - Non-Comp</b>			
1. Agency Wide Reductions	-356	0	-356
2. Governor-Directed Freeze	-90	0	-90
<b>Policy -- Non-Comp Total</b>	<b>-446</b>	<b>0</b>	<b>-446</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	21	0	21
4. Remove Merit Increments	-30	0	-30
5. Actuarial Method Changes-State	-82	0	-82
<b>Policy -- Comp Total</b>	<b>-91</b>	<b>0</b>	<b>-91</b>
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<b>Total 2009-11 Biennium</b>	<b>4,531</b>	<b>0</b>	<b>4,531</b>
Fiscal Year 2010 Total	2,267	0	2,267
Fiscal Year 2011 Total	2,264	0	2,264

**Comments:**

1. **Agency Wide Reductions** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.

information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

2. **Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

4. **Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated.

5. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed

**Office of the Secretary of State**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>55,679</b>	<b>70,233</b>	<b>125,912</b>
2009 Supplemental *	-611	329	-282
<b>Total 2007-09 Biennium</b>	<b>55,068</b>	<b>70,562</b>	<b>125,630</b>
<b>2009-11 Maintenance Level</b>	<b>44,459</b>	<b>65,549</b>	<b>110,008</b>
<b>Policy Changes - Non-Comp</b>			
1. Elections Division Efficiencies	-643	0	-643
2. Reduce TVW Pass-Through Funding	-993	0	-993
3. Digital Archives Alternate Funding	0	-200	-200
4. Defer Charity Education Program	0	-123	-123
5. Charities and Corporations Filings	0	904	904
6. Digital Archives Growth	0	1,432	1,432
7. Voter Database Connectivity Fee	382	0	382
8. Census and Redistricting Project	305	0	305
9. Archives Inventory Control	0	285	285
10. Reduce Humanities Washington	-60	0	-60
11. Limited Partnership Act	125	0	125
12. Administrative Efficiencies	-1,500	0	-1,500
13. SSB 6122 - Elections Division Costs	160	0	160
14. Governor-Directed Freeze	-1,556	0	-1,556
15. Governor-Directed 1% Cut	-332	0	-332
<b>Policy -- Non-Comp Total</b>	<b>-4,112</b>	<b>2,298</b>	<b>-1,814</b>
<b>Policy Changes - Comp</b>			
16. Employee Health Insurance	182	106	288
17. Actuarial Method Changes-State	-555	-324	-879
<b>Policy -- Comp Total</b>	<b>-373</b>	<b>-218</b>	<b>-591</b>
<b>Total 2009-11 Biennium</b>	<b>39,974</b>	<b>67,629</b>	<b>107,603</b>
Fiscal Year 2010 Total	21,450	33,398	54,848
Fiscal Year 2011 Total	18,524	34,231	52,755

**Comments:**

- 1. Elections Division Efficiencies** - This reduction reflects efficiencies in the Elections Division that will result in decreased administrative costs, including publications and the election training and certification program.
- 2. Reduce TVW Pass-Through Funding** - The Secretary of State will reduce the contract for the TVW television coverage of state government by 20 percent during the 2009-11 biennium.
- 3. Digital Archives Alternate Funding** - The Digital Archives were allocated funds through the Information Technology (IT) Pool in the 2007-09 biennium for investments in hardware, software, and staff. This funding is reduced in the 2009-11 biennium to reflect the amount of the remaining IT Pool allocation that can be used in FY 2010 and FY 2011. (Archives and Records Management Account-State, Local Government Archives Account-State)
- 4. Defer Charity Education Program** - Chapter 471, Laws of 2007 (SHB 1777), established the Charitable Organization Education Program within the Office of the Secretary of State. The program is deferred until funding is available. (Charitable Organization Education Account-State)
- 5. Charities and Corporations Filings** - The Office of the Secretary of State is responsible for processing various registration forms, including those from profit and nonprofit corporations, charities, limited liability companies, limited partnerships, trademarks, domestic partnerships, fund raisers, and trusts. Additional ongoing funding and staff are provided for the Corporations Division to continue timely processing of each filing. (Secretary of State's Revolving Account-Non-Appropriated)
- 6. Digital Archives Growth** - The Digital Archives ensures that the state's significant legal and historic electronic public records are preserved and securely maintained in accordance with state statutes. Ongoing funding is provided for four FTE staff. One-time funding is provided for an additional FTE staff, hardware,

## Office of the Secretary of State

- and software. (Archives and Records Management Account-State, Local Government Archives Account-State)
7. **Voter Database Connectivity Fee** - State and federal laws require the Secretary of State to maintain a statewide voter registration database (VRDB) that serves as the single system for storing and maintaining the official list of registered voters throughout the state. Beginning in FY 2011, ongoing funding will be provided to connect the VRDB to the Department of Information Services' Intergovernmental Network to interface with the voter registration systems in every county in the state.
  8. **Census and Redistricting Project** - Every ten years, each state participates in the U.S. Census Bureau's Redistricting Data Program, which produces data used to reestablish legislative and congressional districts. Funding is provided so that the Secretary of State can continue to develop information that will be used for the 2010 Census and Washington's Redistricting Commission.
  9. **Archives Inventory Control** - One-time funding is provided to implement an inventory control system at the State Archives in preparation for the State Archives' move into the Heritage Center and to purchase additional archival boxes. (Archives and Records Management Account-State, Local Government Archives Account-State)
  10. **Reduce Humanities Washington** - Pass-through funding to Humanities Washington for its "We the People" community conversations program is reduced.
  11. **Limited Partnership Act** - Funding is provided pursuant to Chapter 188, Laws of 2009 (SHB 1067 - Limited Partnership Act). Funding is used to replace the Washington Revised Uniform Limited Partnership Act with the new Washington Uniform Limited Partnership Act.
  12. **Administrative Efficiencies** - FTE staff, salaries, benefits, travel expenses, and other operating costs are reduced to attain administrative efficiencies.
  13. **SSB 6122 - Elections Division Costs** - In separate legislation (Chapter 415, Laws of 2009, Partial Veto [SSB 6122]), funds were provided for the legal advertising of state ballot measures in broadcast and print news media (radio, television, and newspapers).
  14. **Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.
  15. **Governor-Directed 1% Cut** - In October 2008, the Governor asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.
  16. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
  17. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)
- \* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Governor's Office of Indian Affairs**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>811</b>	<b>0</b>	<b>811</b>
2009 Supplemental *	-26	0	-26
<b>Total 2007-09 Biennium</b>	<b>785</b>	<b>0</b>	<b>785</b>
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<b>2009-11 Maintenance Level</b>	<b>621</b>	<b>0</b>	<b>621</b>
<b>Policy Changes - Non-Comp</b>			
1. Agency Wide Reduction	-56	0	-56
2. Governor-Directed Freeze	-16	0	-16
<b>Policy -- Non-Comp Total</b>	<b>-72</b>	<b>0</b>	<b>-72</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	3	0	3
4. Actuarial Method Changes-State	-10	0	-10
<b>Policy -- Comp Total</b>	<b>-7</b>	<b>0</b>	<b>-7</b>
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<b>Total 2009-11 Biennium</b>	<b>542</b>	<b>0</b>	<b>542</b>
Fiscal Year 2010 Total	266	0	266
Fiscal Year 2011 Total	276	0	276

**Comments:**

1. **Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
2. **Governor-Directed Freeze** - Funding is reduced by assuming savings due to a freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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## Washington State Commission on Asian-Pacific-American Affairs

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>805</b>	<b>0</b>	<b>805</b>
2009 Supplemental *	-5	0	-5
<b>Total 2007-09 Biennium</b>	<b>800</b>	<b>0</b>	<b>800</b>
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<b>2009-11 Maintenance Level</b>	<b>525</b>	<b>0</b>	<b>525</b>
<b>Policy Changes - Non-Comp</b>			
1. Agency Wide Reduction	-49	0	-49
2. Governor-Directed Freeze	-10	0	-10
<b>Policy -- Non-Comp Total</b>	<b>-59</b>	<b>0</b>	<b>-59</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	2	0	2
4. Actuarial Method Changes-State	-8	0	-8
<b>Policy -- Comp Total</b>	<b>-6</b>	<b>0</b>	<b>-6</b>
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<b>Total 2009-11 Biennium</b>	<b>460</b>	<b>0</b>	<b>460</b>
Fiscal Year 2010 Total	236	0	236
Fiscal Year 2011 Total	224	0	224

**Comments:**

1. **Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
  
2. **Governor-Directed Freeze** - Funding is reduced by assuming savings due to the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
  
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
  
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

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**Office of the State Treasurer**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>15,539</b>	<b>15,539</b>
2009 Supplemental *	0	-1	-1
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>15,538</b>	<b>15,538</b>
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>15,812</b>	<b>15,812</b>
<b>Policy Changes - Non-Comp</b>			
1. Efficiency Reduction	0	-791	-791
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>-791</b>	<b>-791</b>
<b>Policy Changes - Comp</b>			
2. Employee Health Insurance	0	58	58
3. Actuarial Method Changes-State	0	-277	-277
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-219</b>	<b>-219</b>
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>14,802</b>	<b>14,802</b>
Fiscal Year 2010 Total	0	7,393	7,393
Fiscal Year 2011 Total	0	7,409	7,409

**Comments:**

1. **Efficiency Reduction** - FTE staff, salaries, benefits, travel expenses, and other operating costs are reduced to attain administrative efficiencies.
2. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
3. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Office of the State Auditor**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>1,600</b>	<b>81,001</b>	<b>82,601</b>
2009 Supplemental *	-68	-54	-122
<b>Total 2007-09 Biennium</b>	<b>1,532</b>	<b>80,947</b>	<b>82,479</b>
<b>2009-11 Maintenance Level</b>	<b>1,659</b>	<b>83,408</b>	<b>85,067</b>
<b>Policy Changes - Non-Comp</b>			
1. Efficiency Savings	-84	-3,785	-3,869
2. Performance Audit Fund Transfers	0	-14,239	-14,239
3. Municipal Audit Efficiency Savings	0	-1,700	-1,700
4. Governor-Directed Freeze	-82	0	-82
5. Governor-Directed 1% Cut	-18	0	-18
6. Governor Veto	0	14,239	14,239
<b>Policy -- Non-Comp Total</b>	<b>-184</b>	<b>-5,485</b>	<b>-5,669</b>
<b>Policy Changes - Comp</b>			
7. Employee Health Insurance	7	331	338
8. Actuarial Method Changes-State	-31	-1,370	-1,401
<b>Policy -- Comp Total</b>	<b>-24</b>	<b>-1,039</b>	<b>-1,063</b>
<b>Total 2009-11 Biennium</b>	<b>1,451</b>	<b>76,884</b>	<b>78,335</b>
Fiscal Year 2010 Total	722	38,294	39,016
Fiscal Year 2011 Total	729	38,590	39,319

**Comments:**

1. **Efficiency Savings** - Funding is reduced to reflect efficiencies the State Auditor's Office (SAO) has implemented affecting their audits of state government agencies. (General Fund-State, Auditing Services Revolving Account-State)
2. **Performance Audit Fund Transfers** - The reduction of expenditures from the Performance Audits of Government Account by SAO reflects the transfer of these moneys to the state general fund. However, the transfer of funds, in section 805 of the budget act, was vetoed by the Governor (see Governor Veto item). (Performance Audits of Government Account-Non-Appropriated)
3. **Municipal Audit Efficiency Savings** - Funding is reduced to reflect efficiencies within SAO involving audits of municipal government entities. (Municipal Services Revolving Account-Non-Appropriated)
4. **Governor-Directed Freeze** - Funding is reduced to reflect a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
5. **Governor-Directed 1% Cut** - Funding is reduced to reflect a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in October 2008.
6. **Governor Veto** - The Governor vetoed part of Section 805 of Chapter 564, Laws of 2009, Partial Veto (ESHB 1244), which transferred a portion of the Performance Audits of Government Account funds to the state general fund.
7. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
8. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Citizens' Commission on Salaries for Elected Officials

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>384</b>	<b>0</b>	<b>384</b>
2009 Supplemental *	-3	0	-3
<b>Total 2007-09 Biennium</b>	<b>381</b>	<b>0</b>	<b>381</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>401</b>	<b>0</b>	<b>401</b>
<b>Policy Changes - Non-Comp</b>			
1. Reduce Number of Meetings	-6	0	-6
2. Administrative Efficiencies	-4	0	-4
3. Governor-Directed Freeze	-6	0	-6
<b>Policy -- Non-Comp Total</b>	<b>-16</b>	<b>0</b>	<b>-16</b>
<b>Policy Changes - Comp</b>			
4. Employee Health Insurance	2	0	2
5. Actuarial Method Changes-State	-4	0	-4
<b>Policy -- Comp Total</b>	<b>-2</b>	<b>0</b>	<b>-2</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>383</b>	<b>0</b>	<b>383</b>
Fiscal Year 2010 Total	171	0	171
Fiscal Year 2011 Total	212	0	212

**Comments:**

- |  |   |
|--|---|
| <p>1. <b>Reduce Number of Meetings</b> - Funding is reduced to reflect savings resulting from the elimination of two one-day commission meetings during the 2009-11 biennium.</p> <p>2. <b>Administrative Efficiencies</b> - Funding is reduced to reflect administrative efficiencies. Agencies are directed to achieve these reductions through strategies that will minimize impacts on employees, their families, their communities, and short- and long-term accomplishment of the agency's mission. Agencies are encouraged to use strategies such as reduced work schedules, use of voluntary leave without pay, and temporary furloughs that enable employees to maintain permanent employment status, full insurance benefits, full accrual of retirement service credit, and a living wage.</p> <p>3. <b>Governor-Directed Freeze</b> - Funding is reduced to reflect savings resulting from the Governor's direction that state agencies cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.</p> <p>4. <b>Employee Health Insurance</b> - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding.</p> | <p>5. <b>Actuarial Method Changes-State</b> - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments.</p> <p>* Please see the 2009 Supplemental Operating Budget Section for additional information.</p> |
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**Office of the Attorney General**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>15,336</b>	<b>239,110</b>	<b>254,446</b>
2009 Supplemental *	-1,162	1,542	380
<b>Total 2007-09 Biennium</b>	<b>14,174</b>	<b>240,652</b>	<b>254,826</b>
<b>2009-11 Maintenance Level</b>	<b>15,406</b>	<b>248,233</b>	<b>263,639</b>
<b>Policy Changes - Non-Comp</b>			
1. Revise General Fund Appropriation	-3,506	0	-3,506
2. Agency Generated Efficiency Savings	0	-15,908	-15,908
3. Tacoma Office Move	229	1,160	1,389
4. Industrial Insurance Appeals	0	956	956
5. Human Trafficking - E2SSB 5850	80	0	80
6. Governor-Directed Freeze	-848	0	-848
7. Governor-Directed 1% Cut	-168	0	-168
8. Governor Veto	-80	0	-80
<b>Policy -- Non-Comp Total</b>	<b>-4,293</b>	<b>-13,792</b>	<b>-18,085</b>
<b>Policy Changes - Comp</b>			
9. Employee Health Insurance	75	1,025	1,100
10. Actuarial Method Changes-State	-289	-4,487	-4,776
<b>Policy -- Comp Total</b>	<b>-214</b>	<b>-3,462</b>	<b>-3,676</b>
<b>Total 2009-11 Biennium</b>	<b>10,899</b>	<b>230,979</b>	<b>241,878</b>
Fiscal Year 2010 Total	5,285	115,229	120,514
Fiscal Year 2011 Total	5,614	115,750	121,364

**Comments:**

- 1. Revise General Fund Appropriation** - As a result of successful cost recovery actions by its Consumer Protection Division, the Attorney General's (AG's) Office has been able to supplant a portion of its General Fund-State expenditures with moneys recovered from perpetrators of fraudulent activities in the state of Washington.
- 2. Agency Generated Efficiency Savings** - During the 2007-09 biennium, the AG's Office worked with clients to reduce the overall cost of legal services to the state. Cost savings included new agency qualifications for services rendered, reductions in administrative costs, and eliminating redundant requests for legal opinions and contract reviews. The state will save \$15.9 million from these efficiencies. (Legal Services Revolving Account-State)
- 3. Tacoma Office Move** - The AG's Tacoma office lease expires June 30, 2010. Funds are provided to pay moving costs and the increased lease costs for the office. The Office of Financial Management (OFM) facilities oversight group projects an increase of \$138,000 over the current location's annual lease costs and one-time moving expenses totaling \$1.0 million. (General Fund-State, Legal Services Revolving Account-State)
- 4. Industrial Insurance Appeals** - Funding is provided for Chapter 391, Laws of 2009 (SHB 1402 - Industrial Insurance Appeals).
- 5. Human Trafficking - E2SSB 5850** - Funds are provided for the AG's enforcement of the consumer protection provisions of Chapter 492, Laws of 2009, Partial Veto (E2SSB 5850 - Human Trafficking Violations). See Governor Veto item.
- 6. Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.
- 7. Governor-Directed 1% Cut** - In October 2008, the Governor asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.
- 8. Governor Veto** - The Governor vetoed Section 126 (5) of Chapter 564, Laws of 2009, Partial Veto (ESHB 1244), which provided funds for the enforcement of the consumer protection provisions of E2SSB 5850. This veto corresponds to the Governor's veto of the consumer protection provisions of that legislation.
- 9. Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable

## Office of the Attorney General

collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

10. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

### Caseload Forecast Council

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>1,608</b>	<b>0</b>	<b>1,608</b>
2009 Supplemental *	-25	0	-25
<b>Total 2007-09 Biennium</b>	<b>1,583</b>	<b>0</b>	<b>1,583</b>
<b>2009-11 Maintenance Level</b>	<b>1,605</b>	<b>0</b>	<b>1,605</b>
<b>Policy Changes - Non-Comp</b>			
1. Child Welfare Outcomes	20	0	20
2. Agency Wide Reduction	-25	0	-25
3. Governor-Directed Freeze	-21	0	-21
<b>Policy -- Non-Comp Total</b>	<b>-26</b>	<b>0</b>	<b>-26</b>
<b>Policy Changes - Comp</b>			
4. Employee Health Insurance	6	0	6
5. Actuarial Method Changes-State	-34	0	-34
<b>Policy -- Comp Total</b>	<b>-28</b>	<b>0</b>	<b>-28</b>
<b>Total 2009-11 Biennium</b>	<b>1,551</b>	<b>0</b>	<b>1,551</b>
Fiscal Year 2010 Total	779	0	779
Fiscal Year 2011 Total	772	0	772

**Comments:**

1. **Child Welfare Outcomes** - One-time funding is provided for Chapter 520, Laws of 2009, Partial Veto (2SHB 2106 - Improving child welfare outcomes through the phased implementation of strategic and proven reforms), which directs the Caseload Forecast Council along with the Office of Financial Management and the Department of Social and Health Services to submit a proposal to the Legislature and the Governor by November 2010 for the reinvestment of savings into evidence-based prevention and intervention services to prevent the need for, or reduce the duration of, foster care placements.
2. **Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
3. **Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
4. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or

plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

5. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Department of Commerce

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>150,316</b>	<b>356,282</b>	<b>506,598</b>
2009 Supplemental *	-3,963	-64	-4,027
<b>Total 2007-09 Biennium</b>	<b>146,353</b>	<b>356,218</b>	<b>502,571</b>
<b>2009-11 Maintenance Level</b>	<b>145,710</b>	<b>350,139</b>	<b>495,849</b>
<b>Policy Changes - Non-Comp</b>			
1. Eliminate WSAC Trn Pass Through	-850	0	-850
2. Remove Human Trafficking TF	-289	0	-289
3. Downsize Policy Functions at OCVA	-162	0	-162
4. Downsize GMA Technical Assistance	-1,810	0	-1,810
5. Suspend CASA Training Funds	-622	0	-622
6. Downsize Asset Building	-788	0	-788
7. Remove Centro Latino Pass Through	-200	0	-200
8. Remove DD Council DSHS Legal Svc	-500	0	-500
9. Remove Public Broadcast Grants	-3,250	0	-3,250
10. Remove Urban Forestry	-268	0	-268
11. Transfer Drug TF from CJTC	1,575	1,575	3,150
12. Reduce Admin Costs in ITED	-516	0	-516
13. Elim Commerce Admin for Rapid Resp	-123	0	-123
14. End Offender Re-Entry Pilot	-3,626	0	-3,626
15. Reduce Housing Division Admin	-70	0	-70
16. Reduce Community Svc Division Admin	-137	0	-137
17. Downsize ADO Pass Through	-631	0	-631
18. WA Tech Center Reduction	-635	0	-635
19. Suspend Gang Witness Program	-200	0	-200
20. Suspend Main St. Tech Assistance	-366	0	-366
21. Eliminate Tidal & Wave	-73	0	-73
22. Reduce Research & Special Projects	-60	0	-60
23. CSBG Funding	-2,700	2,700	0
24. Eliminate Encourage Cleaner Energy	-1,000	0	-1,000
25. Reduce New Americans Contract	-103	0	-103
26. Reduce NW Ag Business Center	-248	0	-248
27. Reduce Walla Walla CC Pass Through	-232	0	-232
28. Development Rights Transfer	0	212	212
29. Rural & Resource Lands Study	24	0	24
30. Remove Washington Film Office	-460	0	-460
31. Evergreen Jobs Act	135	0	135
32. Reduce Dispute Res Ctr Funding	-600	0	-600
33. Local Community Capacity	0	300	300
34. Fed. Stim. Pack: CSBG	0	9,204	9,204
35. Fed. Stim. Pack: Emerg. Food/Shelt	0	2,433	2,433
36. Fed. Stim. Pack: Homeless Preven.	0	11,000	11,000
37. Fed. Stim. Pack: Crime Vict Assist	0	1,000	1,000
38. Fed. Stim. Pack: Violence-Women	0	2,900	2,900
39. Fed. Stim. Pack: Byrne/JAG	0	22,400	22,400
40. Homeless Family Shelter Program	-5,000	5,000	0
41. Housing Assistance	0	1,800	1,800
42. Community Development Authority	0	350	350
43. CERB Service Delivery	0	112	112
44. Reduce ITED Statewide Services	-325	0	-325
45. Reduce Global Trade and Investment	-562	0	-562
46. Reduce International Offices	-389	0	-389
47. Remove CASASTART	-100	0	-100
48. Local Government Admin Reduction	-101	0	-101
49. Administrative Services Reduction	-1,256	0	-1,256
50. Building Efficiency	0	102	102
51. Energy Efficient Buildings	0	1,350	1,350
52. State Agency Climate Leadership	14	0	14
53. Integrated Climate Change Response	42	0	42

## Department of Commerce

(Dollars in Thousands)

	NGF-S	Other	Total
54. Transitional Housing Operating Rent	-10,000	8,500	-1,500
55. State Energy Program	-1,787	1,787	0
56. Federal Energy Stimulus	0	56,863	56,863
57. Housing Trust Acct Administration	0	-11,445	-11,445
58. KCTS V-me Spanish Broadcast	40	0	40
59. Emergency Food Assistance	1,000	0	1,000
60. Clean Energy Collaborative	147	0	147
61. Federal Way Incubator	125	0	125
62. Energy Independence	76	0	76
63. Commercialization of Technology	30	0	30
64. Reduce Administrative Contingency	0	-2	-2
65. Energy Efficiency Block Grant	0	10,600	10,600
66. Economic Development Commission	249	0	249
67. Transfer CINTRAFOR	-205	0	-205
68. Pacific NW Economic Region	100	0	100
69. STARS Program	-200	0	-200
70. Low-Income Weatherization	0	10,500	10,500
71. Renton Small Business Development	50	0	50
72. DIS Rate Reductions	-8	-6	-14
73. Governor-Directed Freeze	-4,448	0	-4,448
74. Governor-Directed 1% Cut	-779	0	-779
75. Governor Veto	-100	0	-100
<b>Policy -- Non-Comp Total</b>	<b>-42,172</b>	<b>139,235</b>	<b>97,063</b>
<b>Policy Changes - Comp</b>			
76. Employee Health Insurance	145	133	278
77. Actuarial Method Changes-State	-605	-513	-1,118
<b>Policy -- Comp Total</b>	<b>-460</b>	<b>-380</b>	<b>-840</b>
<b>Total 2009-11 Biennium</b>	<b>103,078</b>	<b>488,994</b>	<b>592,072</b>
Fiscal Year 2010 Total	51,140	253,406	304,546
Fiscal Year 2011 Total	51,938	235,588	287,526

**Comments:**

The Department of Commerce was formerly called the Department of Community, Trade, and Economic Development. The Department of Commerce was created in Chapter 565, Laws of 2009, Partial Veto (EHB 2242).

1. **Eliminate WSAC Trn Pass Through** - Pass-through funding to the Washington State Association of Counties (WSAC) to pay for local elected official training is eliminated.
2. **Remove Human Trafficking TF** - Funding for the Human Trafficking Task Force (TF), which originated in the 2006 Supplemental Budget, is removed.
3. **Downsize Policy Functions at OCVA** - Funding for the Office of Crime Victims Advocacy (OCVA) policy functions is reduced by \$162,000 from \$1.585 million. Assistance to victims is to be maintained.
4. **Downsize GMA Technical Assistance** - Funding is reduced by \$1.8 million from a base of \$4.3 million for the biennium for Growth Management Act (GMA) technical assistance to

local governments. Pass-through grants are unaffected and will continue to be funded under 2007-09 policy.

5. **Suspend CASA Training Funds** - Pass-through funding to pay training costs for court-appointed special advocates (CASA) is suspended.
6. **Downsize Asset Building** - Funding for the statewide Asset Building Coalition is reduced.
7. **Remove Centro Latino Pass Through** - Funding of \$100,000 per year for Centro Latino in Tacoma was initiated in the 2007-09 biennium; all funding is removed.
8. **Remove DD Council DSHS Legal Svc** - Funding to the Developmental Disabilities (DD) Council for legal services for clients living in Department of Social and Health Services (DSHS) facilities as part of the community protection program is removed.

## Department of Commerce

9. **Remove Public Broadcast Grants** - State grants of \$1.6 million per year, initiated in the 2007-09 biennium to Washington public broadcasters, are removed.
10. **Remove Urban Forestry** - Funding of \$134,000 per year for the urban forestry program is removed.
11. **Transfer Drug TF from CJTC** - Funding for multi-jurisdictional drug task forces (TF) is transferred from the Criminal Justice Training Commission (CJTC). These funds will supplement the current competitive grant program in the Department of Commerce. (General Fund-State, General Fund-Private/Local)
12. **Reduce Admin Costs in ITED** - Funding for administrative functions in the Department's International Trade and Economic Development (ITED) Division is reduced.
13. **Elim Commerce Admin for Rapid Resp** - The Department will absorb the cost of administering the Rapid Response loan program.
14. **End Offender Re-Entry Pilot** - The Department will end the offender re-entry pilot housing program established in Chapter 483, Laws of 2007 (ESSB 6157).
15. **Reduce Housing Division Admin** - Funding for administrative functions in the Department's Housing Division is reduced.
16. **Reduce Community Svc Division Admin** - Funding is reduced for administrative functions in the Department's Community Services Division.
17. **Downsize ADO Pass Through** - Funding for local Associate Development Organizations (ADO) and Economic Development Commissions is reduced.
18. **WA Tech Center Reduction** - From a base of \$5.7 million, pass-through funding to the Washington Technology Center is reduced by \$635,000.
19. **Suspend Gang Witness Program** - Under Chapter 276, Laws of 2008 (E2SHB 2712), the Department provided a witness relocation grant program for gang prosecutions. Funding for this program is removed.
20. **Suspend Main St. Tech Assistance** - Funding for technical assistance under the Main Street Program is reduced.
21. **Eliminate Tidal & Wave** - The funding for the Tidal and Wave program is eliminated.
22. **Reduce Research & Special Projects** - Funding in the ITED Division for Research and Special Projects is reduced.
23. **CSBG Funding** - Community Services Block Grant (CSBG) funding to assist community action agencies is provided with federal funds.
24. **Eliminate Encourage Cleaner Energy** - Funding for the Encourage Cleaner Energy program is eliminated.
25. **Reduce New Americans Contract** - Funding for the New Americans program is reduced.
26. **Reduce NW Ag Business Center** - Funding for the Northwest Agricultural Business Center is reduced.
27. **Reduce Walla Walla CC Pass Through** - Funding for the Walla Walla Community College Water and Environmental Center is reduced.
28. **Development Rights Transfer** - Funding is provided for Chapter 474, Laws of 2009 (2SHB 1172 - Development Rights Transfer). The bill requires, subject to the availability of funds, the Department to establish a regional transfer of development rights program in the central Puget Sound region and establishes related administrative, rule-making, and performance monitoring requirements for the Department. The bill also establishes requirements for jurisdictions and areas that participate in the program and includes applicable definitions and legislative findings.
29. **Rural & Resource Lands Study** - Funding is provided for 2SHB 1797 (Rural & Resource Lands Study). The bill requires, subject to funding, the William D. Ruckelshaus Center to conduct an examination of trends and policies pertaining to the maintenance of rural and resource lands in Washington. The bill also specifies that the examination must be conducted in partnership with the Puget Sound Regional Council, and it establishes a related account in the custody of the State Treasurer. Note: This bill did not pass in the 2009 regular session of the Legislature, and the Governor vetoed proviso language providing this funding. Please see the comment under Governor Veto.
30. **Remove Washington Film Office** - Funding for the Washington Film Office is eliminated.
31. **Evergreen Jobs Act** - Funding is provided to implement portions of Chapter 536, Laws of 2009, Partial Veto (E2SHB 2227 - Evergreen Jobs Act). Funding is provided for the Department to implement the Washington State Green Jobs Initiative and to coordinate tracking, reporting, and expansion of green jobs.
32. **Reduce Dispute Res Ctr Funding** - Dispute Resolution Centers are funded through a surcharge on court filing fees. During the 2007-09 biennium, this funding was supplemented with General Fund-State dollars. This General Fund-State enhancement is reduced in the 2009-11 biennium.
33. **Local Community Capacity** - Funding is provided to contract with a community-based organization to build local community capacity and bring together community organizations, local government, and state agencies to address impacts of poverty, political disenfranchisement, and economic inequality on

## Department of Commerce

- communities of color. (Washington Auto Theft Prevention Authority Account-State)
34. **Fed. Stim. Pack: CSBG** - Federal stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's CSBG program. The CSBG program provides assistance to states and local communities to alleviate poverty and assist communities and low-income families to become fully self-supporting through a network of public and nonprofit agencies. (General Fund-Federal)
  35. **Fed. Stim. Pack: Emerg. Food/Shelt** - Federal stimulus funding from the American Recovery and Reinvestment Act of 2009 is made available to the state's Emergency Food and Shelter programs. (General Fund-Federal)
  36. **Fed. Stim. Pack: Homeless Preven.** - Appropriation authority is provided for homeless prevention grants per the American Recovery and Reinvestment Act of 2009, the federal stimulus act. The Department will administer these funds as part of the emergency shelter program. (General Fund-Federal)
  37. **Fed. Stim. Pack: Crime Vict Assist** - Appropriation authority is provided for Crime Victims Advocacy per the American Recovery and Reinvestment Act of 2009, the federal stimulus act. (General Fund-Federal)
  38. **Fed. Stim. Pack: Violence-Women** - Appropriation authority is provided for the Violence Against Women Act per the American Recovery and Reinvestment Act of 2009, the federal stimulus act. (General Fund-Federal)
  39. **Fed. Stim. Pack: Byrne/JAG** - Appropriation authority is provided for the federal Justice Assistance Grants (Byrne) per the American Recovery and Reinvestment Act of 2009, the federal stimulus act. The Department will provide: \$1.2 million to the Department of Corrections (DOC) for security threat mitigation; \$2.3 million to DOC for offender re-entry; \$2.0 million to the Washington State Patrol for law enforcement activities; \$2.0 million to DSHS Division of Alcohol and Substance Abuse for drug courts; and \$428,000 to DSHS for sex abuse recognition training. The remaining funds shall be distributed by the Department to local jurisdictions. (General Fund-Federal)
  40. **Homeless Family Shelter Program** - The state general fund monies provided for homeless families shelters is replaced with monies from the Home Security Fund. (Home Security Fund Account-State)
  41. **Housing Assistance** - Funding is provided for housing assistance for transitional housing or partial payments for rental assistance under the Independent Youth Housing program.
  42. **Community Development Authority** - Funding is provided for expenditure into a Community Development Authority. (Community Preservation and Development Authority Account-State)
  43. **CERB Service Delivery** - Funding is provided to the Community Economic Revitalization Board (CERB) to eliminate subsidization of FTE staff expenses by the Job Development Account in Chapter 497, Laws of 2009, Partial Veto (ESHB 1216 - Capital Budget). (Local Construction and Loan Fund-State)
  44. **Reduce ITED Statewide Services** - The Department provides technical and/or financial assistance to companies and communities to retain, expand, and attract businesses. Funding for this activity is reduced.
  45. **Reduce Global Trade and Investment** - The Department assists in international marketing for specific industries. Funding for global trade and investment services is reduced.
  46. **Reduce International Offices** - Funding for contractors operating international trade offices is reduced.
  47. **Remove CASASTART** - Funding for a substance abuse and violence prevention program, Center on Addiction and Substance Abuse - Striving Together to Achieve Rewarding Tomorrows (CASASTART), also known as Safe Schools, is eliminated. Funding was initiated in 2008.
  48. **Local Government Admin Reduction** - The administration budget for the Local Government Division is reduced.
  49. **Administrative Services Reduction** - The budget for the Administration Services Division is reduced.
  50. **Building Efficiency** - Funding is provided to implement the provisions of Chapter 423, Laws of 2009 (E2SSB 5854), in which the Department will develop and implement a strategic plan for enhancing energy efficiency in and reducing greenhouse gas emissions from homes, buildings, districts, and neighborhoods. (Building Code Council Account-State)
  51. **Energy Efficient Buildings** - Funding is provided to implement Chapter 379, Laws of 2009, Partial Veto (E2SSB 5649). (General Fund-Federal)
  52. **State Agency Climate Leadership** - One-time funding is provided to implement the provisions of Chapter 519, Laws of 2009, Partial Veto (E2SSB 5560).
  53. **Integrated Climate Change Response** - Funding is provided to implement the provisions of E2SSB 5138 (Integrated Climate Change Response). The bill did not pass during the 2009 regular session of the Legislature.
  54. **Transitional Housing Operating Rent** - Funding is provided for the Transitional Housing Operating and Rent (THOR) program, consistent with Chapter 256, Laws of 2008 (ESSB 5959). The state general fund for THOR in the Department's base is removed and funds are appropriated into the THOR account. (General Fund-State, THOR Account-Non-Appropriated)

## Department of Commerce

55. **State Energy Program** - One-time funding is provided for activities in the Energy Policy Division. (General Fund-Federal)
56. **Federal Energy Stimulus** - Appropriation authority is provided for the federal State Energy Program grants per the American Recovery and Reinvestment Act of 2009, the federal stimulus act. The Department shall provide \$14.5 million to Washington State University (WSU) for the purpose of making grants for pilot projects providing community-wide urban, residential, and commercial energy efficiency upgrades consistent with the provisions of Chapter 379, Laws of 2009, Partial Veto (E2SSB 5649), and \$500,000 to WSU to conduct farm energy assessments. In contracting with WSU for the provision of these services, the total administration of WSU and the Department are not to exceed 3 percent of the amounts provided. The sum of \$38.5 million is for deposit in the Energy Recovery Act Account to establish a revolving loan program, consistent with Chapter 451, Laws of 2009 (ESHB 2289), and is appropriated in Chapter 497, Laws of 2009, Partial Veto (ESHB 1216 - Capital Budget). (General Fund-Federal)
57. **Housing Trust Acct Administration** - Funding is provided to manage the Housing Trust Account, including \$6.8 million for operations and maintenance of projects and \$7 million for portfolio management. The sum of \$1.7 million is provided for application review, approval, and contract development, reflecting 1.5 percent of the capital budget appropriation of \$100 million. Remaining authority of \$11.4 million in the account at maintenance level is removed. (Housing Trust Account-State)
58. **KCTS V-me Spanish Broadcast** - One-time funding is provided for a grant to KCTS Public Television to offer Spanish-language programming. The programming will be offered through "V-me", a program service modeled on public television, with children's arts, history, science, biography, nature, movies, pop culture, and public affairs genres.
59. **Emergency Food Assistance** - Additional funding is provided for the Emergency Food Assistance Program, which will emphasize provision of highly nutritious foods to food banks.
60. **Clean Energy Collaborative** - Funding is provided to implement Chapter 318, Laws of 2009 (SSB 5921). The bill establishes the clean energy collaborative.
61. **Federal Way Incubator** - One-time funding is provided for a grant for the Federal Way small business incubator.
62. **Energy Independence** - Funding is provided to implement the provisions of ESSB 5840 (Energy Independence). The bill requires the Department to amend its rules implementing Chapter 19.285 RCW (Energy Independence Act) to incorporate the changes to the requirements for conservation targets. This bill did not pass in the 2009 regular session of the Legislature (see Governor Veto item).
63. **Commercialization of Technology** - Funding is provided to implement the provisions of Chapter 425, Laws of 2009 (E2SSB 6015). The bill requires the Department of Commerce, in consultation with life sciences trade and technology trade associations, to review how to promote innovation and commercialization of life sciences and information sciences technologies.
64. **Reduce Administrative Contingency** - A technical correction is made to eliminate funding from Administrative Contingency Account. (Administrative Contingency Account-State)
65. **Energy Efficiency Block Grant** - Appropriation authority is provided for energy efficiency block grants per the American Recovery and Reinvestment Act of 2009, the federal stimulus act. (General Fund-Federal)
66. **Economic Development Commission** - Additional funding is provided for the Economic Development Commission.
67. **Transfer CINTRAFOR** - Funding for the Center for International Trade in Forest Products (CINTRAFOR) at the University of Washington (UW) College of Forest Resources is shifted from Commerce to the UW.
68. **Pacific NW Economic Region** - Funding is provided for the state to continue to participate in the Pacific Northwest Economic Region.
69. **STARS Program** - Funding is reduced for the entrepreneurial "STARS" program.
70. **Low-Income Weatherization** - Authority is provided to expend federal stimulus funding from the American Recovery and Reinvestment Act of 2009 for low-income weatherization. The sum of \$49 million is for low-income weatherization, consistent with the provisions of 42 USC 6861 et seq. and is appropriated in Chapter 497, Laws of 2009, Partial Veto (ESHB 1216 - Capital Budget); \$10.5 million is for training and technical assistance associated with low-income weatherization. Subject to federal requirements, the Department shall provide: up to \$4 million to the State Board for Community and Technical Colleges to provide workforce training related to weatherization and energy efficiency; up to \$3 million to the Bellingham Opportunity Council to provide workforce training related to energy efficiency and weatherization; and up to \$3.5 million to community-based organizations and to community action agencies consistent with the provisions of Chapter 536, Laws of 2009, Partial Veto (E2SHB 2227). Any funding remaining will be expended consistent with the capital budget appropriation for low-income weatherization.
71. **Renton Small Business Development** - Funding is provided for a grant to the Small Business Development Center in Renton.
72. **DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.

## Department of Commerce

73. **Governor-Directed Freeze** - Funding is reduced by assuming savings through a freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
74. **Governor-Directed 1% Cut** - Funding is reduced by assuming savings through a 1 percent cut.
75. **Governor Veto** - The Governor vetoed Section 128 (11) and (24) of Chapter 564 , Laws of 2009, Partial Veto (ESHB 1244), which provided funding for two bills, ESSB 5840 (Energy Independence) and 2SHB 1797 (Rural and Resource Lands Study), which did not pass the Legislature.
76. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
77. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Economic & Revenue Forecast Council

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>1,553</b>	<b>0</b>	<b>1,553</b>
2009 Supplemental *	-22	0	-22
<b>Total 2007-09 Biennium</b>	<b>1,531</b>	<b>0</b>	<b>1,531</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>1,608</b>	<b>0</b>	<b>1,608</b>
<b>Policy Changes - Non-Comp</b>			
1. Agency Wide Reduction	-16	0	-16
2. Governor-Directed Freeze	-50	0	-50
<b>Policy -- Non-Comp Total</b>	<b>-66</b>	<b>0</b>	<b>-66</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	4	0	4
4. Actuarial Method Changes-State	-26	0	-26
<b>Policy -- Comp Total</b>	<b>-22</b>	<b>0</b>	<b>-22</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>1,520</b>	<b>0</b>	<b>1,520</b>
Fiscal Year 2010 Total	727	0	727
Fiscal Year 2011 Total	793	0	793

**Comments:**

1. **Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
2. **Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Office of Financial Management

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>59,646</b>	<b>83,573</b>	<b>143,219</b>
2009 Supplemental *	-1,578	-1	-1,579
<b>Total 2007-09 Biennium</b>	<b>58,068</b>	<b>83,572</b>	<b>141,640</b>
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<b>2009-11 Maintenance Level</b>	<b>45,753</b>	<b>90,958</b>	<b>136,711</b>
<b>Policy Changes - Non-Comp</b>			
1. Enterprise System Maintenance	0	700	700
2. State Institutions Study	500	0	500
3. Information Systems	88	2,334	2,422
4. Greenhouse Gas Emissions-E2SSB 5735	319	0	319
5. State Education System	483	0	483
6. WA Health Partnership 2SSB 5945	188	0	188
7. WASPC Information Systems	-246	0	-246
8. National and Community Service	124	0	124
9. Governor-Directed Freeze	-3,006	0	-3,006
10. Governor-Directed 1% Cut	-556	0	-556
<b>Policy -- Non-Comp Total</b>	<b>-2,106</b>	<b>3,034</b>	<b>928</b>
<b>Policy Changes - Comp</b>			
11. Employee Health Insurance	170	110	280
12. Actuarial Method Changes-State	-862	-551	-1,413
<b>Policy -- Comp Total</b>	<b>-692</b>	<b>-441</b>	<b>-1,133</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>42,955</b>	<b>93,551</b>	<b>136,506</b>
Fiscal Year 2010 Total	22,163	47,212	69,375
Fiscal Year 2011 Total	20,792	46,339	67,131

**Comments:**

1. **Enterprise System Maintenance** - A recent assessment of information technology practices at the Office of Financial Management (OFM) identified the need for a new organizational structure and roles to enable OFM to effectively manage and support major enterprise-wide application development and implementation projects. The new organizational structure was implemented in the 2007-09 biennium. Expenditure authority for 2009-11 is adjusted to match the actual implementation costs. (Data Process Revolving Account-Non-Appropriated).
2. **State Institutions Study** - Funding is provided for a study of the feasibility of closing state institutional facilities and plan on eliminating beds in the state institutional facility inventory.
3. **Information Systems** - OFM will implement three new information systems in the 2009-11 biennium: a grants, contracts and loan management system; a risk management information system; and a correspondence management system. Funding is provided for staff support, hosting, hardware, and software required to maintain and operate these new systems. (General Fund-State, Data Process Revolving Account-Non-Appropriated).
4. **Greenhouse Gas Emissions-E2SSB 5735** - Funds are provided for the economic analysis of the impact of a greenhouse gas reduction program, as required by E2SSB 5735 (Greenhouse Gas Emissions).
5. **State Education System** - Funding is provided for OFM's role in the implementation of Chapter 548, Laws of 2009, Partial Veto (ESHB 2261 - Revising the State's Education System).
6. **WA Health Partnership 2SSB 5945** - Chapter 545, Laws of 2009, Partial Veto (2SSB 5945 - Washington Health Partnership Plan), establishes the Washington Health Partnership, a workgroup consisting of members from OFM, the Department of Social and Health Services, the Health Care Authority, and the House of Representatives and Senate policy committees. The workgroup is directed to review the findings of a recent Mathematica Policy Research study of insurance reform proposals and make recommendations by December 1, 2009. Funding is provided for a consultant to facilitate the workgroup process and produce the recommendations and six months of OFM staffing to manage the contract and coordinate interagency work.
7. **WASPC Information Systems** - Funding previously passed through to the Washington Association of Sheriffs and Police Chiefs (WASPC) to support information technology projects is no longer needed.

## Office of Financial Management

8. **National and Community Service** - The Washington Commission for National and Community Service oversees \$14 million in federal grants. Federal funding for the administrative oversight of these grants will be reduced by \$61,964 per fiscal year. State funding is provided to replace the reduced federal funding.
9. **Governor-Directed Freeze** - In response to rising energy prices and other economic conditions, in August 2008, the Governor directed state agencies to cut gasoline consumption and freeze new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities. These savings are continued into the 2009-11 biennium.
10. **Governor-Directed 1% Cut** - In October 2008, the Governor asked agencies to find an additional \$240 million in savings. These savings are continued into the 2009-11 biennium.
11. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
12. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

NOTE: Amounts shown here reflect only the omnibus appropriations act. The remainder of the Office of Financial Management's budget is shown in the Transportation Budget Section of this document.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Office of Administrative Hearings

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>32,753</b>	<b>32,753</b>
2009 Supplemental *	0	-540	-540
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>32,213</b>	<b>32,213</b>
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<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>33,661</b>	<b>33,661</b>
<b>Policy Changes - Non-Comp</b>			
1. Technology Infrastructure Solutions	0	297	297
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>297</b>	<b>297</b>
<b>Policy Changes - Comp</b>			
2. Employee Health Insurance	0	132	132
3. Actuarial Method Changes-State	0	-567	-567
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-435</b>	<b>-435</b>
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<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>33,523</b>	<b>33,523</b>
Fiscal Year 2010 Total	0	16,939	16,939
Fiscal Year 2011 Total	0	16,584	16,584

**Comments:**

1. **Technology Infrastructure Solutions** - Funding is provided to replace the last of the agency's legacy telephone system and upgrade several network switches and routers. (Administrative Hearings Revolving Account-State)
  
2. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
  
3. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Department of Personnel

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>96</b>	<b>62,894</b>	<b>62,990</b>
2009 Supplemental *	0	-37	-37
<b>Total 2007-09 Biennium</b>	<b>96</b>	<b>62,857</b>	<b>62,953</b>
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<b>2009-11 Maintenance Level</b>	<b>78</b>	<b>68,358</b>	<b>68,436</b>
<b>Policy Changes - Non-Comp</b>			
1. Lease Charge Adjustment	-78	0	-78
2. Administrative Efficiencies	0	-2,256	-2,256
3. DIS Rate Reductions	0	-7	-7
<b>Policy -- Non-Comp Total</b>	<b>-78</b>	<b>-2,263</b>	<b>-2,341</b>
<b>Policy Changes - Comp</b>			
4. Employee Health Insurance	0	185	185
5. Actuarial Method Changes-State	0	-821	-821
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-636</b>	<b>-636</b>
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<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>65,459</b>	<b>65,459</b>
Fiscal Year 2010 Total	0	34,611	34,611
Fiscal Year 2011 Total	0	30,848	30,848

**Comments:**

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| <p>1. <b>Lease Charge Adjustment</b> - Funding is reduced to reflect the discontinuation of the subsidization of lease expenses related to the relocation of the Capitol Campus Child Care Center. As the building as been purchased, lease subsidies are no longer required.</p> <p>2. <b>Administrative Efficiencies</b> - Funding is reduced to reflect administrative efficiencies. Agencies are directed to achieve these reductions through strategies that will minimize impacts on employees, their families, their communities, and short- and long-term accomplishment of the agency's mission. Agencies are encouraged to use strategies such as reduced work schedules, use of voluntary leave without pay, and temporary furloughs that enable employees to maintain permanent employment status, full insurance benefits, full accrual of retirement service credit, and a living wage. (Department of Personnel Service Account-State, Department of Personnel Revolving Account-Non-Appropriated, Higher Education Personnel Services Account-State)</p> <p>3. <b>DIS Rate Reductions</b> - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates. (Department of Personnel Service Account-State, Department of Personnel Revolving Account-Non-Appropriated, Higher Education Personnel Services Account-State)</p> <p>4. <b>Employee Health Insurance</b> - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public</p> | <p>Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)</p> <p>5. <b>Actuarial Method Changes-State</b> - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)</p> <p>* Please see the 2009 Supplemental Operating Budget Section for additional information.</p> |
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## State Lottery Commission

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>795,454</b>	<b>795,454</b>
2009 Supplemental *	0	-11	-11
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>795,443</b>	<b>795,443</b>
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<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>872,557</b>	<b>872,557</b>
<b>Policy Changes - Non-Comp</b>			
1. Updated Security Monitoring System	0	115	115
2. Multi-State Shared Games	0	29,315	29,315
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>29,430</b>	<b>29,430</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	0	110	110
4. Actuarial Method Changes-State	0	-393	-393
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-283</b>	<b>-283</b>
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<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>901,704</b>	<b>901,704</b>
Fiscal Year 2010 Total	0	434,110	434,110
Fiscal Year 2011 Total	0	467,594	467,594

**Comments:**

1. **Updated Security Monitoring System** - The State Lottery Commission's current contract for the maintenance and monitoring for intrusion, holdup, and fire alarms expires during the 2009-11 biennium. Ongoing funding is provided to enter into a new contract upon expiration of the current contract, and one-time funding is provided to procure new alarm equipment required by the new vendor. (Lottery Administrative Account-State)
  
2. **Multi-State Shared Games** - Funding is provided for Chapter 576, Laws of 2009 (ESSB 6108), which authorizes the Commission to enter into an agreement to conduct Powerball in addition to the current Mega Millions game. (Shared Game Lottery Account-Non-Appropriated)
  
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
  
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Washington State Commission on Hispanic Affairs

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>683</b>	<b>0</b>	<b>683</b>
2009 Supplemental *	-5	0	-5
<b>Total 2007-09 Biennium</b>	<b>678</b>	<b>0</b>	<b>678</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>581</b>	<b>0</b>	<b>581</b>
<b>Policy Changes - Non-Comp</b>			
1. Agency Wide Reduction	-54	0	-54
2. Governor-Directed Freeze	-10	0	-10
<b>Policy -- Non-Comp Total</b>	<b>-64</b>	<b>0</b>	<b>-64</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	2	0	2
4. Actuarial Method Changes-State	-6	0	-6
<b>Policy -- Comp Total</b>	<b>-4</b>	<b>0</b>	<b>-4</b>
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<b>Total 2009-11 Biennium</b>	<b>513</b>	<b>0</b>	<b>513</b>
Fiscal Year 2010 Total	253	0	253
Fiscal Year 2011 Total	260	0	260

**Comments:**

1. **Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
  
2. **Governor-Directed Freeze** - Funding is reduced by assuming savings achieved by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
  
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
  
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Washington State Commission on African-American Affairs**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>519</b>	<b>0</b>	<b>519</b>
2009 Supplemental *	-5	0	-5
<b>Total 2007-09 Biennium</b>	<b>514</b>	<b>0</b>	<b>514</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>553</b>	<b>0</b>	<b>553</b>
<b>Policy Changes - Non-Comp</b>			
1. Agency Wide Reduction	-52	0	-52
2. Governor-Directed Freeze	-10	0	-10
<b>Policy -- Non-Comp Total</b>	<b>-62</b>	<b>0</b>	<b>-62</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	2	0	2
4. Actuarial Method Changes-State	-6	0	-6
<b>Policy -- Comp Total</b>	<b>-4</b>	<b>0</b>	<b>-4</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>487</b>	<b>0</b>	<b>487</b>
Fiscal Year 2010 Total	243	0	243
Fiscal Year 2011 Total	244	0	244

**Comments:**

1. **Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
2. **Governor-Directed Freeze** - Funding is reduced by assuming savings due to the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Department of Retirement Systems

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>450</b>	<b>52,939</b>	<b>53,389</b>
2009 Supplemental *	-147	-144	-291
<b>Total 2007-09 Biennium</b>	<b>303</b>	<b>52,795</b>	<b>53,098</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>52,437</b>	<b>52,437</b>
<b>Policy Changes - Non-Comp</b>			
1. OASI Transfer	0	282	282
2. Retirement Systems Review	0	573	573
3. Domestic Partners/WSPRS	0	45	45
4. Military Service Credit Purchases	0	56	56
5. LEOFF 2 Domestic Partners	0	45	45
6. LEOFF Plan 2 Minimum Disability Ben	0	12	12
7. DFW Enf. Officer Service Credit	0	35	35
8. Halt PERS 2 to SERS 2 Transfers	0	148	148
9. Domestic Partnerships	0	66	66
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>1,262</b>	<b>1,262</b>
<b>Policy Changes - Comp</b>			
10. Employee Health Insurance	0	214	214
11. Actuarial Method Changes-State	0	-804	-804
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-590</b>	<b>-590</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>53,109</b>	<b>53,109</b>
Fiscal Year 2010 Total	0	27,065	27,065
Fiscal Year 2011 Total	0	26,044	26,044

**Comments:**

- |   |  |
|---|--|
| <p>1. <b>OASI Transfer</b> - Funding is provided for the Department of Retirement Systems (DRS) to take over administration of the Old-Age and Survivors Insurance (OASI) Program, which will be transferred from the Employment Security Department effective July 1, 2009. (OASI Revolving Account-Non-Appropriated)</p> <p>2. <b>Retirement Systems Review</b> - Funding is provided for the expenses associated with participation in the Internal Revenue Service review of state retirement systems that is scheduled for 2009 and for updates to automated systems to ensure compliance with the Pension Protection Act of 2006. (Department of Retirement Systems Expense Account-State)</p> <p>3. <b>Domestic Partners/WSPRS</b> - Funding is provided for the DRS to make revisions to administrative systems and procedures to reflect changes to the rights of domestic partners of members of the Washington State Patrol Retirement System (WSPRS) pursuant to Chapter 522, Laws of 2009 (ESHB 1445). (Department of Retirement Systems Administrative Account-State)</p> <p>4. <b>Military Service Credit Purchases</b> - Funding is provided for the DRS to provide retirement system members and their survivors the opportunity to receive interruptive military service credit without requiring member contributions for the period of military service, pursuant to Chapter 205, Laws of</p> | <p>2009 (HB 1548). (Department of Retirement Systems Expense Account-State)</p> <p>5. <b>LEOFF 2 Domestic Partners</b> - Funding is provided for the DRS to make revisions to administrative systems and procedures to reflect changes to the rights of domestic partners of members of the Law Enforcement Officers' and Fire Fighters' Retirement (LEOFF) System pursuant to Chapter 523, Laws of 2009 (EHB 1616). (Department of Retirement Systems Administrative Account-State)</p> <p>6. <b>LEOFF Plan 2 Minimum Disability Ben</b> - Funding is provided for the DRS to implement revisions to the minimum benefit provided to members of the LEOFF Retirement System Plan 2 who are disabled in the line of duty pursuant to Chapter 95, Laws of 2009 (HB 1678). (Department of Retirement Systems Administrative Account-State)</p> <p>7. <b>DFW Enf. Officer Service Credit</b> - Funding is provided for the DRS to implement Chapter 157, Laws of 2009 (SHB 1953), allowing members of the LEOFF Retirement System Plan 2 to purchase the transfer of past service earned as a Department of Fish and Wildlife (DFW) enforcement officer in the Public Employees' Retirement System (PERS) to LEOFF 2. New liabilities in the LEOFF 2 system not funded by the transferred member contributions will be incorporated into the LEOFF 2 contribution rates paid by all LEOFF 2 members, employers,</p> |
|---|--|

## Department of Retirement Systems

and the state. (Department of Retirement Systems Expense Account-State)

8. **Halt PERS 2 to SERS 2 Transfers** - Funding is provided for the implementation of Chapter 209, Laws of 2009 (SB 5303), ending the automatic transfer of prior service credit earned in the PERS 2 to the School Employees' Retirement System (SERS) Plan 2 when a member works in a position eligible for membership in SERS 2. (Department of Retirement Systems Expense Account-State)
9. **Domestic Partnerships** - Funding is provided for DRS to make revisions to various administrative processes as necessary to reflect changes to the rights and responsibilities of registered domestic partners, pursuant to Chapter 521, Laws of 2009 (E2SSB 5688). (Department of Retirement Systems Administrative Account-State)
10. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
11. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Department of Revenue

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>206,471</b>	<b>17,593</b>	<b>224,064</b>
2009 Supplemental *	-8,169	-900	-9,069
<b>Total 2007-09 Biennium</b>	<b>198,302</b>	<b>16,693</b>	<b>214,995</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>209,789</b>	<b>15,365</b>	<b>225,154</b>
<b>Policy Changes - Non-Comp</b>			
1. Improve Tax Collection	6,405	0	6,405
2. Additional Tax Collection	4,295	0	4,295
3. Senior Deferral Program Adjustment	-600	0	-600
4. Electronic Service Delivery	-2,331	0	-2,331
5. Salary Freeze	-600	0	-600
6. Additional Agency Reductions	-1,134	0	-1,134
7. Locating Unclaimed Property	0	1,334	1,334
8. Annual Revaluation	843	0	843
9. Improve Tax Administration	97	0	97
10. Other Bills Passed	157	0	157
11. Resale Certificate Elimination	4,864	0	4,864
12. Governor-Directed Freeze	-1,544	0	-1,544
13. Governor Veto	-97	0	-97
<b>Policy -- Non-Comp Total</b>	<b>10,355</b>	<b>1,334</b>	<b>11,689</b>
<b>Policy Changes - Comp</b>			
14. Employee Health Insurance	826	48	874
15. Actuarial Method Changes-State	-3,150	-173	-3,323
<b>Policy -- Comp Total</b>	<b>-2,324</b>	<b>-125</b>	<b>-2,449</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>217,820</b>	<b>16,574</b>	<b>234,394</b>
Fiscal Year 2010 Total	109,315	8,787	118,102
Fiscal Year 2011 Total	108,505	7,787	116,292

**Comments:**

- |   |  |
|---|--|
| <p>1. <b>Improve Tax Collection</b> - Funding is provided for the Department to invest in new resources that will improve data analysis and increase efficiency in audit selections and collections and to increase out-of-state audit efforts. These improvements are estimated to generate \$38.2 million to the general fund and \$4.9 million to local governments.</p> | <p>efficiency savings by requiring electronic filing and payments and using electronic delivery for tax assessments.</p>   |
| <p>2. <b>Additional Tax Collection</b> - Funding is provided for the Department to increase traditional audit and compliance efforts as well as more funding for the purchase of third party data sources to enhance audit selections. These measures are expected to generate an additional \$22 million to the general fund and \$2.8 million to local governments.</p>   | <p>5. <b>Salary Freeze</b> - Funding is reduced to reflect the Department freezing salary increases for Washington Management Service and exempt employees.</p>  |
| <p>3. <b>Senior Deferral Program Adjustment</b> - Funding is reduced for the property tax deferral program for senior citizens and disabled persons as a result of participation in the program being lower than expected.</p>  | <p>6. <b>Additional Agency Reductions</b> - Funding is reduced as the Department will pursue additional budget reduction efforts. Items under consideration include: eliminating non-electronic publications; withdrawing from the Multi-State Tax Commission audit program; and discontinuing the use of toll-free numbers.</p>                     |
| <p>4. <b>Electronic Service Delivery</b> - Funding is reduced as a result of Chapter 176, Laws of 2009 (SSB 5571), which will result in</p>   | <p>7. <b>Locating Unclaimed Property</b> - Funding is provided for anticipated operating cost increases in the Unclaimed Property Program, which operates out of a non-appropriated fund. The largest portion of this request is for payment to companies that locate unclaimed property. (Unclaimed Personal Property Account-Non-Appropriated)</p> |
|   | <p>8. <b>Annual Revaluation</b> - Chapter 308, Laws of 2009 (SSB 5368), requires all counties to value real property for property tax</p>  |

## Department of Revenue

purposes annually by January 1, 2014. Funds are provided for the Department to administer a grant program to aid in this transition as well as to provide expertise to the counties in transitioning to an annual property valuation system from a multi-year valuation system.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

9. **Improve Tax Administration** - Funding is provided for the implementation of SHB 1597 (Tax Programs Administration). This bill did not pass the Legislature. The bill would have made many technical changes and improvements to excise tax statutes. The Governor vetoed this appropriation (see Governor Veto item).
10. **Other Bills Passed** - Funding is provided for the many bills that the Legislature has passed which impact the Department.
11. **Resale Certificate Elimination** - Funding is provided for the implementation of Chapter 563, Laws of 2009 (SB 6173 - Sales Tax Compliance). The bill eliminates the current resale certificate and requires the Department to issue an approved sellers permit to businesses eligible to make purchases for resale. The increased compliance is expected to increase revenues to the state general fund by \$102 million in the 2009-11 biennium.
12. **Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
13. **Governor Veto** - The Governor vetoed Section 137 (4) of Chapter 564, Laws of 2009, Partial Veto (ESHB 1244), which eliminated funding for the implementation of SHB 1597 (Sales Tax Compliance). SHB 1597 did not pass the Legislature in the 2009 legislative session.
14. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
15. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

## State Investment Board

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>24,333</b>	<b>24,333</b>
2009 Supplemental *	0	-1	-1
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>24,332</b>	<b>24,332</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>24,351</b>	<b>24,351</b>
<b>Policy Changes - Non-Comp</b>			
1. Implement Investment Policy	0	3,079	3,079
2. Strengthen Tech Infrastructure	0	2,471	2,471
3. Contract Investment Search Firm	0	124	124
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>5,674</b>	<b>5,674</b>
<b>Policy Changes - Comp</b>			
4. Employee Health Insurance	0	58	58
5. Remove Merit Increments	0	-28	-28
6. Actuarial Method Changes-State	0	-474	-474
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-444</b>	<b>-444</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>29,581</b>	<b>29,581</b>
Fiscal Year 2010 Total	0	14,326	14,326
Fiscal Year 2011 Total	0	15,255	15,255

**Comments:**

1. **Implement Investment Policy** - Funding is provided to hire additional investment officers in order to implement policy revisions directed by the State Investment Board. Funding is also provided for additional technical positions to support this policy direction. (State Investment Board Expense Account-State)
2. **Strengthen Tech Infrastructure** - Funding is provided on a one-time basis for development of an information system for risk modeling, stress testing, exposure analysis, and risk budgeting. Additionally, funding is provided for enhanced support for electronic records management and improved disaster recovery systems. (State Investment Board Expense Account-State)
3. **Contract Investment Search Firm** - Funding is provided to extend a contract for an investment professional search firm. (State Investment Board Expense Account-State)
4. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (State Investment Board Expense Account-State)
5. **Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for

employees in smaller agencies is eliminated. (State Investment Board Expense Account-State)

6. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (State Investment Board Expense Account-State)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Board of Tax Appeals

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>2,856</b>	<b>0</b>	<b>2,856</b>
2009 Supplemental *	-11	0	-11
<b>Total 2007-09 Biennium</b>	<b>2,845</b>	<b>0</b>	<b>2,845</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>2,923</b>	<b>0</b>	<b>2,923</b>
<b>Policy Changes - Non-Comp</b>			
1. Agency Wide Reduction	-71	0	-71
2. Governor-Directed Freeze	-84	0	-84
<b>Policy -- Non-Comp Total</b>	<b>-155</b>	<b>0</b>	<b>-155</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	10	0	10
4. Actuarial Method Changes-State	-46	0	-46
<b>Policy -- Comp Total</b>	<b>-36</b>	<b>0</b>	<b>-36</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>2,732</b>	<b>0</b>	<b>2,732</b>
Fiscal Year 2010 Total	1,364	0	1,364
Fiscal Year 2011 Total	1,368	0	1,368

**Comments:**

1. **Agency Wide Reduction** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
2. **Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Municipal Research Council

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>425</b>	<b>5,305</b>	<b>5,730</b>
2009 Supplemental *	0	-1	-1
<b>Total 2007-09 Biennium</b>	<b>425</b>	<b>5,304</b>	<b>5,729</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>400</b>	<b>5,455</b>	<b>5,855</b>
<b>Policy Changes - Non-Comp</b>			
1. Reduce Funds Ports/Spec. Districts	-400	0	-400
<b>Policy -- Non-Comp Total</b>	<b>-400</b>	<b>0</b>	<b>-400</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>5,455</b>	<b>5,455</b>
Fiscal Year 2010 Total	0	2,729	2,729
Fiscal Year 2011 Total	0	2,726	2,726

**Comments:**

1. **Reduce Funds Ports/Spec. Districts** - Funding is reduced for research for special districts and ports.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Office of Minority & Women's Business Enterprises

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>3,615</b>	<b>3,615</b>
2009 Supplemental *	0	-1	-1
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>3,614</b>	<b>3,614</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>3,677</b>	<b>3,677</b>
<b>Policy Changes - Non-Comp</b>			
1. DIS Rate Reductions	0	-8	-8
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>-8</b>	<b>-8</b>
<b>Policy Changes - Comp</b>			
2. Employee Health Insurance	0	13	13
3. Actuarial Method Changes-State	0	-60	-60
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-47</b>	<b>-47</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>3,622</b>	<b>3,622</b>
Fiscal Year 2010 Total	0	1,808	1,808
Fiscal Year 2011 Total	0	1,814	1,814

**Comments:**

1. **DIS Rate Reductions** - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates. (Minority and Women's Business Enterprises Account-State)
  
2. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
  
3. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Department of General Administration

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>1,181</b>	<b>164,854</b>	<b>166,035</b>
2009 Supplemental *	193	-144	49
<b>Total 2007-09 Biennium</b>	<b>1,374</b>	<b>164,710</b>	<b>166,084</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>1,192</b>	<b>180,672</b>	<b>181,864</b>
<b>Policy Changes - Non-Comp</b>			
1. Reduce Facilities Management	-4	-456	-460
2. Reduce Real Estate Services	0	-380	-380
3. Barrier Free Facilities Funding	-106	106	0
4. Reduce Buildings and Grounds Svcs	0	-615	-615
5. Reduce Visitor Services Program	0	-284	-284
6. Reduce Seasonal Plantings	0	-42	-42
7. Aligning Costs for Facilities	0	2,188	2,188
8. Built Environment Pollution	56	407	463
9. Fed. Stim. Pack: TEFAP	0	2,079	2,079
10. Off-Campus Facilities Costs	0	446	446
11. Enterprise Services Consolidation	0	9,290	9,290
12. New Property Costs	516	908	1,424
13. Administrative Reduction	0	-401	-401
14. Governor-Directed Freeze	-10	0	-10
15. Governor-Directed 1% Cut	-14	0	-14
<b>Policy -- Non-Comp Total</b>	<b>438</b>	<b>13,246</b>	<b>13,684</b>
<b>Policy Changes - Comp</b>			
16. Employee Health Insurance	2	488	490
17. Actuarial Method Changes-State	-6	-1,508	-1,514
<b>Policy -- Comp Total</b>	<b>-4</b>	<b>-1,020</b>	<b>-1,024</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>1,626</b>	<b>192,898</b>	<b>194,524</b>
Fiscal Year 2010 Total	815	96,469	97,284
Fiscal Year 2011 Total	811	96,429	97,240

**Comments:**

1. **Reduce Facilities Management** - The Department of General Administration (GA) will reduce its Facilities Management staff by three FTEs and redistribute the existing workload among remaining staff. (General Fund-State, General Administration Service Account-State, General Administration Services Account-Non-Appropriated)
2. **Reduce Real Estate Services** - GA will reduce its Real Estate Services staff by 2.5 FTEs to reflect a lower projected workload in the 2009-11 biennium. (General Administration Service Account-State, General Administration Services Account-Non-Appropriated)
3. **Barrier Free Facilities Funding** - While the Barrier Free Facilities Program receives some General Fund-State money, it also recovers some of its costs from clients. The Department will spend down some of its cash balance in the 2009-11 biennium to reduce the need for General Fund-State funding. (General Fund-State, General Administration Services Account-Non-Appropriated)
4. **Reduce Buildings and Grounds Svcs** - GA will reduce its Buildings and Grounds staff by 5.5 FTEs during the 2009-11 biennium. (General Administration Services Account-State, General Administration Services Account-Non-Appropriated)
5. **Reduce Visitor Services Program** - GA will close the visitor center on South Capitol Boulevard and eliminate that visitor program. The visitor tour program operated out of the legislative building is not affected. (General Administration Services Account-State)
6. **Reduce Seasonal Plantings** - To save money, GA will reduce seasonal plantings around the capitol campus during the 2009-11 biennium. (General Administration Services Account-State)
7. **Aligning Costs for Facilities** - Funds are provided for facility services to state-agency tenants, to maintain facility infrastructure and operating functions, and to help offset the cost of providing other activities on campus that support the local community or the general public. (General

## Department of General Administration

Administration Services Account-State, General  
Administration Services Account-Non-Appropriated)

Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)

8. **Built Environment Pollution** - Funding is provided to implement Section 8 of Chapter 423, Laws of 2009 (E2SSB 5854). (General Administration Services Account-Non-Appropriated)
9. **Fed. Stim. Pack: TEFAP** - Funding from the American Recovery and Reinvestment Act of 2009, the federal stimulus act, is made available to the state's Emergency Food Assistance Program (TEFAP). TEFAP helps to supplement the diets of low-income needy persons, including elderly people, by providing them with emergency food and nutrition assistance. (General Fund-Federal)
10. **Off-Campus Facilities Costs** - Funding authority is provided for an HVAC technician at the Labor and Industries building to meet service level needs, increased debt service payments, and other costs related to the off-campus lines of business. (General Administration Services Account-Non-Appropriated)
11. **Enterprise Services Consolidation** - Expenditure authority is increased for ongoing non-appropriated costs in the following programs: Motor Pool, Consolidated Mail Services, Office of State Procurement, Surplus Programs, and Materials Management Center. (General Administration Services Account-Non-Appropriated)
12. **New Property Costs** - The 2008 Legislature authorized GA to acquire the Pro-Arts, State Farm Insurance, and Perry Street Buildings. The market rental revenue that the Department will receive for these buildings will not cover the full cost of debt service, maintenance, and operations for these buildings. Ongoing expenditure authority is provided to pay the debt service, maintenance, and operation costs for each of the three buildings, and ongoing funding is provided for the remainder of the cost of purchasing them. (General Fund-State, General Administration Services Account-Non-Appropriated)
13. **Administrative Reduction** - Central administrative expenses are reduced by 5 percent. (General Administration Services Account-Appropriated, General Administration Services Account-Non-Appropriated)
14. **Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
15. **Governor-Directed 1% Cut** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in October 2008.
16. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011.
17. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (General Fund-State, various other funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Department of Information Services

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>8,778</b>	<b>256,218</b>	<b>264,996</b>
2009 Supplemental *	-1,207	-231	-1,438
<b>Total 2007-09 Biennium</b>	<b>7,571</b>	<b>255,987</b>	<b>263,558</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>2,011</b>	<b>277,840</b>	<b>279,851</b>
<b>Policy Changes - Non-Comp</b>			
1. Small Agency Technology Pool	0	500	500
2. K-20 Network Savings	0	-1,920	-1,920
3. Operational Efficiencies	0	-16,445	-16,445
4. High-Speed Internet Activities	200	1,000	1,200
5. DIS Rate Reductions	0	-1,366	-1,366
<b>Policy -- Non-Comp Total</b>	<b>200</b>	<b>-18,231</b>	<b>-18,031</b>
<b>Policy Changes - Comp</b>			
6. Employee Health Insurance	1	389	390
7. Actuarial Method Changes-State	-4	-1,818	-1,822
<b>Policy -- Comp Total</b>	<b>-3</b>	<b>-1,429</b>	<b>-1,432</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>2,208</b>	<b>258,180</b>	<b>260,388</b>
Fiscal Year 2010 Total	1,104	128,287	129,391
Fiscal Year 2011 Total	1,104	129,893	130,997

**Comments:**

1. **Small Agency Technology Pool** - Funding is provided for programs to provide support for small agencies in the adoption and management of e-mail, active directory, security, website, and other information technology initiatives. (Data Processing Revolving Account-Non-Appropriated)
2. **K-20 Network Savings** - Funding for the K-20 Network is reduced during the 2009-11 biennium to reflect efficiencies and deferred costs. (Education Technology Revolving Account-State)
3. **Operational Efficiencies** - Funding is reduced to reflect efficiencies throughout the Department of Information Services (DIS). (Data Processing Revolving Account-Non-Appropriated)
4. **High-Speed Internet Activities** - Funding is provided for Chapter 509, Laws of 2009 (E2SHB 1701). The bill authorizes DIS to implement a high-speed Internet strategy for the state, subject to available funding. (General Fund-State, Data Processing Revolving Account-Non-Appropriated)
5. **DIS Rate Reductions** - Funding is reduced to reflect a decrease in the DIS central service rates. (Data Processing Revolving Account-Non-Appropriated)
6. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public

Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)

7. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Office of the Insurance Commissioner**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>47,006</b>	<b>47,006</b>
2009 Supplemental *	0	-38	-38
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>46,968</b>	<b>46,968</b>
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>48,965</b>	<b>48,965</b>
<b>Policy Changes - Non-Comp</b>			
1. Discount Health Plans - SSB 5480	0	410	410
2. Life Settlements Act - SSB 5195	0	598	598
3. Health Care Admin - 2SSB 5346	0	551	551
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>1,559</b>	<b>1,559</b>
<b>Policy Changes - Comp</b>			
4. Employee Health Insurance	0	179	179
5. Actuarial Method Changes-State	0	-782	-782
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-603</b>	<b>-603</b>
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>49,921</b>	<b>49,921</b>
Fiscal Year 2010 Total	0	24,883	24,883
Fiscal Year 2011 Total	0	25,038	25,038

**Comments:**

1. **Discount Health Plans - SSB 5480** - Funds are provided for implementation of Chapter 175, Laws of 2009 (SSB 5480), which creates the Washington health care plan organization act. (Insurance Commissioner's Regulatory Account)
2. **Life Settlements Act - SSB 5195** - Funds are provided for implementation of Chapter 104, Laws of 2009 (SSB 5195), the life settlements model act. (Insurance Commissioner's Regulatory Account)
3. **Health Care Admin - 2SSB 5346** - Funds are provided for implementation of Chapter 298, Laws of 2009 (2SSB 5346), regarding health care administration procedures. (Insurance Commissioner's Regulatory Account)
4. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
5. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**State Board of Accountancy**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>2,575</b>	<b>2,575</b>
2009 Supplemental *	0	349	349
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>2,924</b>	<b>2,924</b>
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>2,676</b>	<b>2,676</b>
<b>Policy Changes - Non-Comp</b>			
1. Online Application & Payment Svcs	0	284	284
2. Legal Defense Services	0	85	85
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>369</b>	<b>369</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	0	9	9
4. Actuarial Method Changes-State	0	-38	-38
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-29</b>	<b>-29</b>
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>3,016</b>	<b>3,016</b>
Fiscal Year 2010 Total	0	1,650	1,650
Fiscal Year 2011 Total	0	1,366	1,366

**Comments:**

1. **Online Application & Payment Svcs** - One-time funding is provided to contract with the Department of Information Services to design and implement an online payment system. (Certified Public Accountants Account-State)
2. **Legal Defense Services** - One-time funding is provided for litigation costs associated with legal action pending in Thurston County Superior Court. (Certified Public Accountants Account-State)
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Forensic Investigations Council

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>276</b>	<b>276</b>
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>280</b>	<b>280</b>
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>280</b>	<b>280</b>
Fiscal Year 2010 Total	0	140	140
Fiscal Year 2011 Total	0	140	140

**Comments:**

There were no policy level changes.

## Washington Horse Racing Commission

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>9,041</b>	<b>9,041</b>
2009 Supplemental *	0	-54	-54
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>8,987</b>	<b>8,987</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>8,704</b>	<b>8,704</b>
<b>Policy Changes - Non-Comp</b>			
1. Washington State Breeder Awards	0	1,924	1,924
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>1,924</b>	<b>1,924</b>
<b>Policy Changes - Comp</b>			
2. Employee Health Insurance	0	21	21
3. Actuarial Method Changes-State	0	-35	-35
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-14</b>	<b>-14</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>10,614</b>	<b>10,614</b>
Fiscal Year 2010 Total	0	5,285	5,285
Fiscal Year 2011 Total	0	5,329	5,329

**Comments:**

1. **Washington State Breeder Awards** - Appropriation authority is increased for Chapter 87, Laws of 2009 (SB 5125). The legislation allows funds received and distributed for the Washington Breeder Awards to be processed through an account in the custody of the Washington State Treasury. While these expenditures are not new, this will be the first time they appear in the state's financial reporting system. (Horse Racing Commission Washington Bred Owners' Bonus Fund Account-Non-Appropriated)
  
2. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
  
3. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Washington State Liquor Control Board

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>3,822</b>	<b>232,313</b>	<b>236,135</b>
2009 Supplemental *	-1,912	1,757	-155
<b>Total 2007-09 Biennium</b>	<b>1,910</b>	<b>234,070</b>	<b>235,980</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>3,900</b>	<b>237,513</b>	<b>241,413</b>
<b>Policy Changes - Non-Comp</b>			
1. Revenue Generation	0	3,621	3,621
2. Change to Part-Time Board	0	-728	-728
3. Ten New Contract Stores	0	1,653	1,653
4. Tobacco Enforcement Cost Shift	-3,820	0	-3,820
5. Beer & Wine Regulation Commission	0	173	173
6. Five New State Stores	0	2,899	2,899
7. Governor-Directed Freeze	-38	0	-38
8. Governor-Directed 1% Cut	-42	0	-42
<b>Policy -- Non-Comp Total</b>	<b>-3,900</b>	<b>7,618</b>	<b>3,718</b>
<b>Policy Changes - Comp</b>			
9. Employee Health Insurance	0	851	851
10. Actuarial Method Changes-State	0	-2,464	-2,464
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-1,613</b>	<b>-1,613</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>243,518</b>	<b>243,518</b>
Fiscal Year 2010 Total	0	120,434	120,434
Fiscal Year 2011 Total	0	123,084	123,084

**Comments:**

1. **Revenue Generation** - Funding is provided for the Liquor Control Board (LCB) to pay for the costs associated with additional revenue generating activities. Activities funded in this item are: opening state liquor stores on seven state holidays (not Christmas or Thanksgiving); opening six temporary liquor stores in shopping malls for a 60-day window during the holiday season; implementing Sunday liquor sales at nine additional stores; and establishing a partnership with Lottery to introduce electronic lotto in liquor stores. (Liquor Revolving Account-State, Liquor Revolving Account-Non-Appropriated)
2. **Change to Part-Time Board** - Funding is reduced to reflect savings resulting from SB 6065 (addressing the structure of the LCB), which would change LCB from a three-member board compensated at 60 percent of full time to an unpaid part-time voluntary board that would meet at least 12 times a year. The Board would continue to perform quasi-judicial functions and provide administrative, policy, and legislative oversight to the Director of the LCB. This bill did not pass the Legislature; however, the Governor vetoed the provision to restore the funding for the Board. (Liquor Revolving Account-State)
3. **Ten New Contract Stores** - Funding is provided for LCB to add ten new contract liquor stores in the 2009-11 biennium. (Liquor Revolving Account-State, Liquor Revolving Account-Non-Appropriated)
4. **Tobacco Enforcement Cost Shift** - Funding is reduced as a result of the shift of LCB's Tobacco Enforcement program costs to the Liquor Revolving Account where they will be absorbed within existing appropriation levels. (General Fund-State, Liquor Revolving Account-State)
5. **Beer & Wine Regulation Commission** - One-time funding is provided to implement Chapter 506, Laws of 2009 (EHB 2040), which permits financial interests between liquor manufacturers, distributors, and retailers under certain conditions; allows liquor manufacturers and distributors to provide branded promotional items to retailers; and eliminates the mandatory 10 percent minimum mark-up for beer and wine manufacturers to charge distributors and for distributors to charge retailers. Funding is provided for communication with licensees, updates to rules, and the creation of a multi-tier ownership database. (Liquor Revolving Account-State)
6. **Five New State Stores** - Funding is provided for LCB to add five new state liquor stores in the 2009-11 biennium. (Liquor Revolving Account-State, Liquor Revolving Account-Non-Appropriated)
7. **Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel,

## Washington State Liquor Control Board

personal service contracts, and equipment purchases not related to public safety or other essential activities.

8. **Governor-Directed 1% Cut** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in October 2008.
9. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
10. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Board for Volunteer Firefighters

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>1,042</b>	<b>1,042</b>
2009 Supplemental *	0	-1	-1
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>1,041</b>	<b>1,041</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>970</b>	<b>970</b>
<b>Policy Changes - Non-Comp</b>			
1. Actuarial Relief Valuation	0	16	16
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>16</b>	<b>16</b>
<b>Policy Changes - Comp</b>			
2. Employee Health Insurance	0	4	4
3. Remove Merit Increments	0	-8	-8
4. Reallocation Incremental Increase	0	76	76
5. Actuarial Method Changes-State	0	-14	-14
<b>Policy -- Comp Total</b>	<b>0</b>	<b>58</b>	<b>58</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>1,044</b>	<b>1,044</b>
Fiscal Year 2010 Total	0	517	517
Fiscal Year 2011 Total	0	527	527

**Comments:**

- |  |   |
|--|---|
| <p>1. <b>Actuarial Relief Valuation</b> - Funding is provided to contract with the Office of the State Actuary for a actuarial valuation of the volunteer firefighters' relief program in order to ensure the long-term solvency of the fund. (Volunteer Firefighters' and Reserve Officers' Relief and Pension Administrative Account-State)</p> <p>2. <b>Employee Health Insurance</b> - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (Volunteer Firefighters' and Reserve Officers' Relief and Pension Administrative Account-State)</p> <p>3. <b>Remove Merit Increments</b> - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated. (Volunteer Firefighters' and Reserve Officers' Relief and Pension Administrative Account-State)</p> <p>4. <b>Reallocation Incremental Increase</b> - Funding is provided for the continuing costs of pay increases resulting from reclassification of two positions within the staff of the Board, pursuant to audit findings. (Volunteer Firefighters' and Reserve Officers' Relief and Pension Administrative Account-State)</p> | <p>5. <b>Actuarial Method Changes-State</b> - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (Volunteer Firefighters' and Reserve Officers' Relief and Pension Administrative Account-State)</p> <p>* Please see the 2009 Supplemental Operating Budget Section for additional information.</p> |
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## Utilities and Transportation Commission

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>160</b>	<b>35,820</b>	<b>35,980</b>
2009 Supplemental *	0	-53	-53
<b>Total 2007-09 Biennium</b>	<b>160</b>	<b>35,767</b>	<b>35,927</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>35,927</b>	<b>35,927</b>
<b>Policy Changes - Non-Comp</b>			
1. Internet Redesign Project	0	526	526
2. Transportation Deregulation	0	-26	-26
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>500</b>	<b>500</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	0	120	120
4. Actuarial Method Changes-State	0	-511	-511
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-391</b>	<b>-391</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>36,036</b>	<b>36,036</b>
Fiscal Year 2010 Total	0	17,912	17,912
Fiscal Year 2011 Total	0	18,124	18,124

**Comments:**

1. **Internet Redesign Project** - Funding is provided for the Utilities and Transportation Commission (UTC) to continue its project to transition to a single Microsoft platform, aligning with Washington State enterprise architecture standards and best practices. These one-time funds are for UTC to implement an enterprise repository for data and agency documents and improve public web-based access to information. (Public Service Revolving Account-State)
  
2. **Transportation Deregulation** - Funding is reduced to reflect savings achieved by implementation of Chapter 557, Laws of 2009 (ESB 5894). This legislation authorizes UTC to exempt an estimated four ferry companies from regulation and reclassify an estimated four auto transportation companies. (Public Service Revolving Account-State)
  
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
  
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

NOTE: Amounts shown here reflect only the omnibus appropriations act. The remainder of the Utilities and Transportation Commission's (UTC) budget is shown in the Transportation Budget Section of this document.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

### Military Department

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>24,875</b>	<b>285,818</b>	<b>310,693</b>
2009 Supplemental *	-919	14,820	13,901
<b>Total 2007-09 Biennium</b>	<b>23,956</b>	<b>300,638</b>	<b>324,594</b>
<b>2009-11 Maintenance Level</b>	<b>24,970</b>	<b>294,605</b>	<b>319,575</b>
<b>Policy Changes - Non-Comp</b>			
1. WIN211 Reductions	-1,000	0	-1,000
2. Homeland Security Technical Asst.	0	200	200
3. Enhanced 911 Program	0	7,487	7,487
4. Non-Disaster Mitigation Grants	0	7,826	7,826
5. Tsunami Hazard Mitigation Program	0	596	596
6. Firefighting Training	-188	0	-188
7. Facilities Closures	-210	0	-210
8. Efficiency Reductions	-1,704	0	-1,704
9. Governor-Directed Freeze	-836	0	-836
10. Governor-Directed 1% Cut	-254	0	-254
<b>Policy -- Non-Comp Total</b>	<b>-4,192</b>	<b>16,109</b>	<b>11,917</b>
<b>Policy Changes - Comp</b>			
11. Employee Health Insurance	98	172	270
12. Actuarial Method Changes-State	-342	-574	-916
<b>Policy -- Comp Total</b>	<b>-244</b>	<b>-402</b>	<b>-646</b>
<b>Total 2009-11 Biennium</b>	<b>20,534</b>	<b>310,312</b>	<b>330,846</b>
Fiscal Year 2010 Total	10,244	155,368	165,612
Fiscal Year 2011 Total	10,290	154,944	165,234

**Comments:**

- WIN211 Reductions** - Funding is reduced for Washington Information Network 211 (WIN211), a private nonprofit organization that provides social service referral services. However, \$1 million to support the WIN211 program will be provided by the Department of Social and Health Services from the non-appropriated Telephone Assistance Fund.
- Homeland Security Technical Asst.** - Funding is provided for the Department of Homeland Security's one-time grant for the Homeland Security Technical Assistance Program. The grant allows the Military Department to use National Guard employees for planning exercises related to natural and human-caused disasters. (Military Department Active State Service Account-State)
- Enhanced 911 Program** - Additional expenditure authority is provided due to increasing revenue, providing additional funding to local 911 call centers. The state provides funding to local governments whose costs exceed their local 911 tax collections. (Enhanced 911 Account-State)
- Non-Disaster Mitigation Grants** - Funding is provided for the development and review of local mitigation plans and grant applications and to provide technical assistance to local communities related to federal hazard mitigation grants awarded by the Federal Emergency Management Agency. (General Fund-Federal)
- Tsunami Hazard Mitigation Program** - Expenditure authority is provided for a federal grant awarded to the Military Department for tsunami planning and preparedness activities such as mapping and public information. (General Fund-Federal)
- Firefighting Training** - Funding is eliminated for training of National Guard members as firefighters.
- Facilities Closures** - Funding is reduced to reflect savings resulting from the closure of up to seven facilities throughout the state.
- Efficiency Reductions** - Funding is reduced to reflect savings to be achieved by reducing personal service contracts, holding positions vacant, reducing capital outlays/equipment purchases, reducing travel, reducing goods and services expenses, and reducing professional development and training.
- Governor-Directed Freeze** - Funding is reduced by assuming savings related to the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.

## Military Department

10. **Governor-Directed 1% Cut** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 through the 1 percent cut enacted by the Governor in October 2008.
11. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
12. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Public Employment Relations Commission

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>6,543</b>	<b>3,287</b>	<b>9,830</b>
2009 Supplemental *	-116	0	-116
<b>Total 2007-09 Biennium</b>	<b>6,427</b>	<b>3,287</b>	<b>9,714</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>6,747</b>	<b>3,390</b>	<b>10,137</b>
<b>Policy Changes - Non-Comp</b>			
1. Child Care Center Bargaining	50	0	50
2. Administrative Efficiencies	-344	0	-344
3. Governor Veto	-50	0	-50
<b>Policy -- Non-Comp Total</b>	<b>-344</b>	<b>0</b>	<b>-344</b>
<b>Policy Changes - Comp</b>			
4. Employee Health Insurance	22	12	34
5. Remove Merit Increments	-106	-54	-160
6. Actuarial Method Changes-State	-111	-58	-169
<b>Policy -- Comp Total</b>	<b>-195</b>	<b>-100</b>	<b>-295</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>6,208</b>	<b>3,290</b>	<b>9,498</b>
Fiscal Year 2010 Total	3,098	1,643	4,741
Fiscal Year 2011 Total	3,110	1,647	4,757

**Comments:**

1. **Child Care Center Bargaining** - Funding is provided to support legal and administrative costs related to the implementation of SHB 1329 (Childcare Center Collective Bargaining). This bill did not pass the Legislature. The Governor vetoed this appropriation (see Governor Veto item).

2. **Administrative Efficiencies** - Funding is reduced to reflect administrative efficiencies. Agencies are directed to achieve these reductions through strategies that will minimize impacts on employees, their families, their communities, and short- and long-term accomplishment of the agency's mission. Agencies are encouraged to use strategies such as reduced work schedules, use of voluntary leave without pay, and temporary furloughs that enable employees to maintain permanent employment status, full insurance benefits, full accrual of retirement service credit, and a living wage. (General Fund-State)

3. **Governor Veto** - The Governor vetoed the proviso language in Section 152 of Chapter 564, Laws of 2009, Partial Veto (ESHB 1244), which restricted use of \$50,000 of funding to be used only for the administrative expenses associated with revisions to the collective bargaining process for child care center workers pursuant to SHB 1329. SHB 1329 was not passed by the Legislature.

4. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public

Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, Department of Personnel Services Account)

5. **Remove Merit Increments** - Funding provided at maintenance level for costs associated with providing merit increments for employees in smaller agencies is eliminated. (General Fund-State, Department of Personnel Services Account)

6. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (General Fund-State, Department of Personnel Services Account)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Department of Archaeology & Historic Preservation

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>2,869</b>	<b>2,155</b>	<b>5,024</b>
2009 Supplemental *	-214	-100	-314
<b>Total 2007-09 Biennium</b>	<b>2,655</b>	<b>2,055</b>	<b>4,710</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>3,459</b>	<b>1,982</b>	<b>5,441</b>
<b>Policy Changes - Non-Comp</b>			
1. Agency Wide Reductions	-199	0	-199
2. Human Remains Rulemaking	66	0	66
3. DIS Rate Reductions	-32	0	-32
4. Governor-Directed Freeze	-464	0	-464
5. Governor Veto	-66	0	-66
<b>Policy -- Non-Comp Total</b>	<b>-695</b>	<b>0</b>	<b>-695</b>
<b>Policy Changes - Comp</b>			
6. Employee Health Insurance	12	5	17
7. Actuarial Method Changes-State	-44	-20	-64
<b>Policy -- Comp Total</b>	<b>-32</b>	<b>-15</b>	<b>-47</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>2,732</b>	<b>1,967</b>	<b>4,699</b>
Fiscal Year 2010 Total	1,374	986	2,360
Fiscal Year 2011 Total	1,358	981	2,339

**Comments:**

1. **Agency Wide Reductions** - Agencies are directed to reduce near general fund spending. Savings will be achieved through leaving vacant positions unfilled, reducing staff, and the development of administrative efficiencies and other expenditure reductions.
2. **Human Remains Rulemaking** - Funding is provided for the Department of Archaeology and Historic Preservation (DAHP) to implement Human Remains rulemaking costs pursuant to 2SHB 1090 (Human Remains). This bill did not pass the Legislature. The Governor vetoed this appropriation (see Governor Veto item).
3. **DIS Rate Reductions** - This item reflects a decrease in the Department of Information Services' (DIS) central service rates.
4. **Governor-Directed Freeze** - Funding is reduced by assuming savings each fiscal year due to freezes on new hiring, out-of-state travel, personal service contracts, and equipment purchases, not related to public safety or other essential activities.
5. **Governor Veto** - The Governor vetoed the proviso language in Section 153 of Chapter 564, Laws of 2009, Partial Veto (ESHB 1244), which removes funding provided for rulemaking associated with 2SHB 1090 (Human Remains), which did not pass the Legislature.
6. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per

employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)

7. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

NOTE: Amounts shown here reflect only the omnibus appropriations act. The remainder of the Department of Archaeology & Historic Preservation's budget is shown in the Transportation Budget Section of this document.

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Growth Management Hearings Board

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>3,821</b>	<b>0</b>	<b>3,821</b>
2009 Supplemental *	-4	0	-4
<b>Total 2007-09 Biennium</b>	<b>3,817</b>	<b>0</b>	<b>3,817</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>3,873</b>	<b>0</b>	<b>3,873</b>
<b>Policy Changes - Non-Comp</b>			
1. Consolidate GMHB	-488	0	-488
2. Governor-Directed Freeze	-112	0	-112
<b>Policy -- Non-Comp Total</b>	<b>-600</b>	<b>0</b>	<b>-600</b>
<b>Policy Changes - Comp</b>			
3. Employee Health Insurance	12	0	12
4. Actuarial Method Changes-State	-62	0	-62
<b>Policy -- Comp Total</b>	<b>-50</b>	<b>0</b>	<b>-50</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>3,223</b>	<b>0</b>	<b>3,223</b>
Fiscal Year 2010 Total	1,674	0	1,674
Fiscal Year 2011 Total	1,549	0	1,549

**Comments:**

1. **Consolidate GMHB** - Currently, there are three Growth Management Hearings Board (GMHB) offices: Seattle, Olympia, and Yakima. ESHB 2338 (Growth Management Hearings Board) creates the Office of Growth Management Hearings Board and consolidates administrative functions of the three boards into this office. Savings will be achieved by reducing the number of board members to eight and the three boards will share one staff attorney and one clerical position. Note: This bill did not pass in the 2009 regular session of the Legislature.
2. **Governor-Directed Freeze** - Funding is reduced by assuming a similar amount of savings each fiscal year as was achieved in FY 2009 by the freeze on new hiring, out-of-state travel, personal service contracts, and equipment purchases not related to public safety or other essential activities.
3. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
4. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed

information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## State Convention and Trade Center

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>98,523</b>	<b>98,523</b>
2009 Supplemental *	0	-5,004	-5,004
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>93,519</b>	<b>93,519</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>107,040</b>	<b>107,040</b>
<b>Policy Changes - Non-Comp</b>			
1. Operations and Maintenance	0	3,885	3,885
2. Promoting the WSCTC	0	330	330
3. Long-Term Maintenance and Equipment	0	1,515	1,515
4. MOHAI Renovation Debt Service	0	1,304	1,304
5. MOHAI Expansion Equipment	0	4,100	4,100
6. Administrative Reduction	0	-1,052	-1,052
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>10,082</b>	<b>10,082</b>
<hr/>			
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>117,122</b>	<b>117,122</b>
Fiscal Year 2010 Total	0	57,300	57,300
Fiscal Year 2011 Total	0	59,822	59,822

**Comments:**

1. **Operations and Maintenance** - Expenditure authority is provided for compensation adjustments and for the addition of new staff needed when the Washington State Convention and Trade Center (WSCTC) expands in 2010. (State Convention and Trade Center Operations Account-State)
  
2. **Promoting the WSCTC** - Funding is provided to market the WSCTC. (State Convention and Trade Center Operations Account-State)
  
3. **Long-Term Maintenance and Equipment** - Funds are provided for projects identified in the Center's maintenance plan. Projects include replacement of 765 15- to 20-year-old tables, replacement of a 15-year-old floor sweeper, replacement of 1,400 chairs, and replacement of meeting room and hallway carpet tiles. (State Convention and Trade Center Account-State)
  
4. **MOHAI Renovation Debt Service** - Expenditure authority is provided for payments on a Certificate of Participation (COP) to be issued for the costs of renovating Level A of the Museum of History and Industry (MOHAI) building which was purchased in 2007. (State Convention and Trade Center Account-State)
  
5. **MOHAI Expansion Equipment** - Expenditure authority is provided for payments on a COP to be issued for the costs of equipment for the MOHAI building expansion that was authorized by the Legislature in the 2007-09 biennial capital budget. (State Convention and Trade Center Account-State)
  
6. **Administrative Reduction** - An administrative reduction is taken. (State Convention and Trade Center Operations Account-State)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## Department of Financial Institutions

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>46,837</b>	<b>46,837</b>
2009 Supplemental *	0	-236	-236
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>46,601</b>	<b>46,601</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>48,385</b>	<b>48,385</b>
<b>Policy Changes - Non-Comp</b>			
1. Balance to Available Revenues	0	-3,700	-3,700
2. Consumer Loan Companies	0	420	420
3. Mortgage Broker Practices	0	175	175
4. DIS Rate Reductions	0	-522	-522
<b>Policy -- Non-Comp Total</b>	<b>0</b>	<b>-3,627</b>	<b>-3,627</b>
<b>Policy Changes - Comp</b>			
5. Employee Health Insurance	0	167	167
6. Actuarial Method Changes-State	0	-728	-728
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-561</b>	<b>-561</b>
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<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>44,197</b>	<b>44,197</b>
Fiscal Year 2010 Total	0	21,707	21,707
Fiscal Year 2011 Total	0	22,490	22,490

**Comments:**

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|--|---|
| <p>1. <b>Balance to Available Revenues</b> - Expenditure authority is reduced to match revenue projections. (Financial Services Regulation Account-Non-Appropriated)</p> <p>2. <b>Consumer Loan Companies</b> - Funding is provided to implement Chapter 120, Laws of 2009 (SHB 1621), regulating the business practices of consumer loan companies for compliance with the secure and fair enforcement for mortgage licensing act of 2008. (Financial Services Regulation Account-Non-Appropriated)</p> <p>3. <b>Mortgage Broker Practices</b> - Funding is provided to implement Chapter 528, Laws of 2009 (SHB 1749 - Mortgage Broker Practices), regulating the business practices of mortgage brokers for compliance with the secure and fair enforcement for mortgage licensing act of 2008. (Financial Services Regulation Account-Non-Appropriated)</p> <p>4. <b>DIS Rate Reductions</b> - Funding is reduced to reflect a decrease in the Department of Information Services' (DIS) central service rates. (Financial Services Regulation Account-Non-Appropriated)</p> <p>5. <b>Employee Health Insurance</b> - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or</p> | <p>plan design in order to provide benefits within available funding. (various funds)</p> <p>6. <b>Actuarial Method Changes-State</b> - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)</p> <p>* Please see the 2009 Supplemental Operating Budget Section for additional information.</p> |
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## Washington State Gambling Commission

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>33,655</b>	<b>33,655</b>
2009 Supplemental *	0	-22	-22
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>33,633</b>	<b>33,633</b>
<hr/>			
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>29,648</b>	<b>29,648</b>
<b>Policy Changes - Comp</b>			
1. Employee Health Insurance	0	141	141
2. Actuarial Method Changes-State	0	-503	-503
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-362</b>	<b>-362</b>
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<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>29,286</b>	<b>29,286</b>
Fiscal Year 2010 Total	0	14,336	14,336
Fiscal Year 2011 Total	0	14,950	14,950

**Comments:**

1. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (General Fund-State, various other funds)
  
2. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

**Public Printer**

(Dollars in Thousands)

	<u>NGF-S</u>	<u>Other</u>	<u>Total</u>
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>18,619</b>	<b>18,619</b>
2009 Supplemental *	0	513	513
<b>Total 2007-09 Biennium</b>	<b>0</b>	<b>19,132</b>	<b>19,132</b>
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>20,203</b>	<b>20,203</b>
<b>Policy Changes - Comp</b>			
1. Employee Health Insurance	0	101	101
2. Actuarial Method Changes-State	0	-324	-324
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-223</b>	<b>-223</b>
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>19,980</b>	<b>19,980</b>
Fiscal Year 2010 Total	0	9,767	9,767
Fiscal Year 2011 Total	0	10,213	10,213

**Comments:**

1. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (various funds)
2. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (various funds)

\* Please see the 2009 Supplemental Operating Budget Section for additional information.

## LEOFF 2 Retirement Board

(Dollars in Thousands)

	NGF-S	Other	Total
<b>2007-09 Expenditure Authority</b>	<b>0</b>	<b>2,020</b>	<b>2,020</b>
<b>2009-11 Maintenance Level</b>	<b>0</b>	<b>2,067</b>	<b>2,067</b>
<b>Policy Changes - Comp</b>			
1. Employee Health Insurance	0	5	5
2. Actuarial Method Changes-State	0	-28	-28
<b>Policy -- Comp Total</b>	<b>0</b>	<b>-23</b>	<b>-23</b>
<b>Total 2009-11 Biennium</b>	<b>0</b>	<b>2,044</b>	<b>2,044</b>
Fiscal Year 2010 Total	0	1,023	1,023
Fiscal Year 2011 Total	0	1,021	1,021

**Comments:**

1. **Employee Health Insurance** - Funding for employee health benefits is increased by 3 percent each year, to \$745 per employee per month in FY 2010 and \$768 in FY 2011. Subject to statutory limitations and the requirements of any applicable collective bargaining agreements, the Public Employees' Benefits Board (PEBB) may make adjustments to employee premium contributions, point of service payments, or plan design in order to provide benefits within available funding. (Law Enforcement Officers' and Fire Fighters' Retirement System Plan 2 Expense Account-Non-Appropriated)
  
2. **Actuarial Method Changes-State** - Funding for employer contributions to state retirement systems is reduced to reflect changes to actuarial assumptions and methods used for many of the Washington State retirement systems. More detailed information about this item is provided in Agency 713 - State Employee Compensation Adjustments. (Law Enforcement Officers' and Fire Fighters' Retirement System Plan 2 Expense Account-Non-Appropriated)